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**LAKE PARK HIGH SCHOOL
DISTRICT NO. 108
DUPAGE COUNTY, ILLINOIS**

ANNUAL FINANCIAL REPORT

JUNE 30, 2013

LAKE PARK HIGH SCHOOL DISTRICT NO. 108

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INDEPENDENT AUDITOR'S OPINION

To the Board of Education
Lake Park High School District No. 108
Roselle, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of

Lake Park High School District No. 108

as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Lake Park High School District No. 108 as of June 30, 2013, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 6 through 10 and 37 through 47 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lake Park High School District No. 108's basic financial statements. The supplemental information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The supplemental information and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for the average daily attendance figure included in the computation of operating expense per pupil and per capita tuition charges, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 8, 2013 on our consideration of Lake Park High School District No. 108's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing,

and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lake Park High School District No. 108's internal control over financial reporting and compliance.

Change in Accounting Principle

As discussed in Note 19 to the financial statements, the District implemented GASB Statement No. 63, *Financial Reporting on Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*.

Eder, Casella & Co.

EDER, CASELLA & CO.
Certified Public Accountants

McHenry, Illinois
October 8, 2013



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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Education
Lake Park High School District No. 108
Roselle, Illinois

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of

Lake Park High School District No. 108

as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Lake Park High School District No. 108's basic financial statements, and have issued our report thereon dated October 8, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Lake Park High School District No. 108's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Lake Park High School District No. 108's internal control. Accordingly, we do not express an opinion on the effectiveness of Lake Park High School District No. 108's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lake Park High School District No. 108's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Eder, Casella & Co.

EDER, CASELLA & CO.
Certified Public Accountants

McHenry, Illinois
October 8, 2013

REQUIRED SUPPLEMENTARY INFORMATION

LAKE PARK HIGH SCHOOL DISTRICT NO. 108

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2013

The Management's Discussion and Analysis of Lake Park High School District No. 108's (District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2013. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at June 30, 2013 by \$39,217,634 (net position).
- The District's total net position increased by \$5,871,150.
- At June 30, 2013, the District reported combined ending fund balances of \$9,551,752, an increase of \$2,320,240 in comparison with the prior year.
- At June 30, 2013, the unassigned fund balance for the General Fund was \$7,346,969 or 18 percent of total General Fund expenditures.
- The District's total long-term debt decreased by \$4,055,378 during the year ended June 30, 2013 due mainly to payments made on existing long-term debt.

OVERVIEW OF FINANCIAL STATEMENTS

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

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

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

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

The Statement of Net Position presents information on all of the District's assets and deferred outflows of resources, less its liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., intergovernmental receivables).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). Governmental activities include instruction, support services, operations and maintenance, student transportation, food services, and certain other activities and expenses such as payments to other districts and governmental units, interest and fees, and unallocated depreciation.

The government-wide financial statements can be found on pages 11 and 12 of this report.

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, like other state and local governments, 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.

Governmental 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 government'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 District's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Operations and Maintenance, Debt Services, Transportation, Illinois Municipal Retirement/Social Security, and Capital Projects Funds, all of which the District considers to be major funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison statement, which is required supplementary information, has been provided for the General Fund and each major special revenue fund to demonstrate compliance with this budget.

The basic fund financial statements can be found on pages 13 through 16 and the required supplementary information can be found on pages 37 through 47 of this report.

Fiduciary Funds - Fiduciary funds are used to account for assets held for others, such as student activity funds. Fiduciary funds are not reflected in the government-wide financial statements because the assets of these funds are not available to support the District's operations.

The basic fiduciary fund financial statement can be found on page 17 of this report.

Notes to the Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 18 through 36 of this report.

Other Information - In addition to the basic financial statements, accompanying notes, and required supplementary information, this report also presents certain supplementary information concerning the District's progress in meeting its obligation to provide fully adequate educational services and extracurricular activities to all of its resident's students.

Supplemental financial information can be found on pages 48 through 64 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$39,217,634 at June 30, 2013.

The following table presents a summary of the District's net position for the years ended June 30, 2013 and 2012:

Lake Park High School District No. 108's Net Position

	Governmental Activities	
	6/30/2013	6/30/2012
Current and Other Assets	\$ 59,638,885	\$ 56,047,808
Capital Assets	80,171,674	80,366,498
Total Assets	<u>\$ 139,810,559</u>	<u>\$ 136,414,306</u>
Long-Term Liabilities Outstanding	\$ 51,009,567	\$ 55,100,215
Other Liabilities	49,583,358	47,967,607
Total Liabilities	<u>\$ 100,592,925</u>	<u>\$ 103,067,822</u>
Net Position		
Net Investment In Capital Assets	\$ 29,868,301	\$ 25,847,337
Restricted	821,184	440,570
Unrestricted	8,528,149	7,058,577
Total Net Position	<u>\$ 39,217,634</u>	<u>\$ 33,346,484</u>

By far the largest portion of the District's net position (76 percent) reflects its investment in capital assets (e.g., land, buildings, equipment, etc.); less any related debt used to acquire those assets that is still outstanding. The District uses these assets to provide educational services and extracurricular activities for the students of the local community; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table presents a summary of changes in net position for the years ended June 30, 2013 and 2012:

Lake Park High School District No. 108's Change in Net Position

	Governmental Activities	
	2013	2012
Revenues:		
Program Revenues:		
Charges for Services	\$ 2,778,817	\$ 3,104,752
Operating Grants and Contributions	8,358,466	7,796,565
Capital Grants and Contributions	613,971	50,333
General Revenues:		
Property Taxes	43,313,128	42,486,907
Other Payments in Lieu of Taxes	602,982	579,311
Grants and Contributions not Restricted to Specific Activities	1,169,418	1,242,234
Unrestricted Investment Earnings	95,161	97,459
Other	(60,387)	(267,658)
Total Revenues	<u>\$ 56,871,556</u>	<u>\$ 55,089,903</u>
Expenses:		
Instruction		
Regular Programs	\$ 12,934,012	\$ 13,639,973
Special Education Programs	3,011,843	3,154,225
Other Instructional Programs	5,907,236	4,744,812
Support Services		
Pupils	3,913,110	3,871,109
Instructional Staff	2,192,510	2,253,209
General Administration	886,346	921,286
School Administration	1,117,507	1,202,859
Business	1,037,983	1,012,769
Facilities Acquisition and Construction	790,658	637,356
Operations and Maintenance	5,143,899	5,174,810
Transportation	2,049,672	1,986,184
Food Services	1,403,673	1,436,820
Central	871,365	880,743
Other Support Services	1,025	821
Community Services	17,577	5,520
Payments to Other Districts and Governmental Units	1,597,722	2,568,966
Interest and Fees on Long-Term Debt	2,023,330	8,303,976
On-Behalf Retirement Contributions	5,489,409	4,877,700
Depreciation - Unallocated	611,529	611,546
Total Expenses	<u>\$ 51,000,406</u>	<u>\$ 57,284,684</u>
Change in Net Position	\$ 5,871,150	\$ (2,194,781)
Net Position - Beginning of Fiscal Year	33,346,484	35,541,265
Net Position - End of Fiscal Year	<u>\$ 39,217,634</u>	<u>\$ 33,346,484</u>

The District's total revenues increased \$1,781,653 (3 percent) compared to the prior year. The most significant factor of this increase was an increase in property tax revenue of \$826,221 and an increase in capital grants of \$563,638.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

As of June 30, 2013, the District funds reported combined ending fund balances of \$9,551,752, an increase of \$2,320,240 in comparison with the prior year.

The General Fund is the chief operating fund of the District. At June 30, 2013, total fund balance was \$7,669,414. As a measure of the General Fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Total fund balance represents 19 percent of total General Fund expenditures.

The Operations and Maintenance Fund and Transportation Fund fund balances increased by \$361,800 and \$261,389, respectively, due to an increase in revenues and a decrease in expenditures.

The remaining funds experienced net revenues and expenditures that remained relatively consistent with the prior year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Actual revenues exceeded budgeted revenues by \$555,404. The difference is largely due to higher than anticipated grant revenue.

Budgeted expenditures exceeded actual expenditures by \$522,548. The difference is largely due to lower than expected instructional and support service expenditures.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets – The District's investment in capital assets as of June 30, 2013 amounts to \$80,171,674 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements other than buildings, and equipment.

Major capital asset events during the year ended June 30, 2013 include the following:

- Increase in Construction in Progress of \$525,376, which included \$807,608 of additions for a new turf athletic field, offset by prior year construction in progress completed in the current year.
- Improvements Other than Buildings additions of \$690,068 for new parking lots at West Campus and the Transition Center.
- Equipment additions of \$554,376
- Loss on the disposal of equipment of \$60,387

The following table presents a summary of capital assets for the years ended June 30, 2013 and 2012:

Lake Park High School District No. 108's Capital Assets (net of depreciation)

	Governmental Activities	
	2013	2012
Land	\$ 558,191	\$ 558,191
Construction in Progress	807,608	282,232
Buildings	71,292,096	72,274,473
Improvements Other than Buildings	3,152,157	2,621,655
Equipment	4,361,622	4,629,947
Total	<u>\$ 80,171,674</u>	<u>\$ 80,366,498</u>

Further detail of the District's capital assets can be found in Note 3 on pages 24 and 25 of this report.

Long-term debt – At June 30, 2013, the District had total debt outstanding of \$48,520,010.

The following table presents a summary of outstanding debt for the years ended June 30, 2013 and 2012:

Lake Park High School District No. 108's Outstanding Debt

	Governmental Activities	
	2013	2012
General Obligation Bonds	\$ 46,380,000	\$ 50,255,000
Debt Certificates	1,710,000	1,915,000
Lease/Purchase Agreements	430,010	405,388
Total	<u>\$ 48,520,010</u>	<u>\$ 52,575,388</u>

Major debt transactions during the year ended June 30, 2013 include the following:

- Principal payments on all debt were \$4,196,455.
- A new lease/purchase agreement was entered into for \$213,860.

Further detail of the District's debt obligations can be found in Note 4 on pages 25 and 26 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Lake Park High School District No. 108's Board of Education continues to emphasize the importance of a balanced budget. The Board of Education has established a Finance Committee that meets on a monthly basis to discuss the curricular and financial status of the District. It must be noted that the Board of Education has approved a balanced budget for fiscal years 2011, 2012, 2013, and 2014. The previous audit reports conclude that the actual activity during these fiscal years supports this initiative.

REQUESTS FOR INFORMATION

This financial report is designed to provide citizens, taxpayers, parents, students, investors, and creditors with a general overview of the District's finances and to demonstrate its accountability for the money it receives. If there are questions about this report or additional information is needed please contact the District at the following address:

Lake Park High School District No. 108
590 S. Medinah Road
Roselle, IL 60172

BASIC FINANCIAL STATEMENTS

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF NET POSITION
 JUNE 30, 2013

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 8,599,336
Investments, at Fair Value	24,620,299
Accrued Interest Receivable, net of allowance of \$0	68,904
Other Accounts Receivable, net of allowance of \$0	70,663
Property Taxes Receivable, net of allowance of \$173,280	23,926,964
Due from Other Governments, net of allowance of \$0	609,670
Prepaid Expenses	383,957
Debt Issuance Costs, net of amortization	618,410
Net OPEB Asset	740,682
Capital Assets (Note 3):	
Land	558,191
Construction in Progress	807,608
Depreciable Buildings, Property, and Equipment, net of depreciation	78,805,875
 Total Assets	 \$ 139,810,559
LIABILITIES	
Accounts Payable and Accrued Expenses	\$ 1,804,871
Accrued Payroll and Payroll Liabilities	2,665,650
Deferred Revenue	45,112,837
Net Pension Obligation	318,882
Long-Term Liabilities	
Due Within One Year	4,670,867
Due in More Than One Year	46,019,818
 Total Liabilities	 \$ 100,592,925
NET POSITION	
Net Investment in Capital Assets	\$ 29,868,301
Restricted for:	
Operations and Maintenance	257,221
Debt Service	39,600
Transportation	524,363
Unrestricted/(Deficit)	8,528,149
 Total Net Position	 \$ 39,217,634

The Notes to Financial Statements are an integral part of this statement.

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2013

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Governmental Activities					
Instruction					
Regular Programs	\$ 12,934,012	\$ 1,179,425	\$ 289,134	\$ -	\$ (11,465,453)
Special Education Programs	3,011,843	213,343	1,167,044	-	(1,631,456)
Other Instructional Programs	5,907,236	209,448	104,062	-	(5,593,726)
Support Services					
Pupils	3,913,110	-	78,082	-	(3,835,028)
Instructional Staff	2,192,510	-	-	-	(2,192,510)
General Administration	886,346	-	-	-	(886,346)
School Administration	1,117,507	-	-	-	(1,117,507)
Business	1,037,983	-	-	-	(1,037,983)
Facilities Acquisition and Construction	790,658	-	-	-	(790,658)
Operations and Maintenance	5,143,899	47,823	-	613,971	(4,482,105)
Transportation	2,049,672	-	503,827	-	(1,545,845)
Food Services	1,403,673	1,128,778	2,689	-	(272,206)
Central	871,365	-	-	-	(871,365)
Other Support Services	1,025	-	-	-	(1,025)
Community Services	17,577	-	-	-	(17,577)
Payments to Other Districts and					
Governmental Units	1,597,722	-	724,219	-	(873,503)
Interest and Fees on Long-Term Debt	2,023,330	-	-	-	(2,023,330)
On-Behalf Retirement Contributions	5,489,409	-	5,489,409	-	-
Depreciation - Unallocated	611,529	-	-	-	(611,529)
Total Governmental Activities	\$ 51,000,406	\$ 2,778,817	\$ 8,358,466	\$ 613,971	\$ (39,249,152)
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes					\$ 37,572,318
Property Taxes, Levied for Debt Service					5,740,810
Other Payments in Lieu of Taxes					602,982
Grants and Contributions not Restricted to Specific Activities					1,169,418
Unrestricted Investment Earnings					95,161
Gain/(Loss) on Sale of Capital Assets					(60,387)
Total General Revenues					\$ 45,120,302
Change in Net Position					\$ 5,871,150
Net Position - July 1, 2012					33,346,484
Net Position - June 30, 2013					\$ 39,217,634

The Notes to Financial Statements are an integral part of this statement.

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 FUND FINANCIAL STATEMENTS
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 JUNE 30, 2013

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund
ASSETS				
Cash and Cash Equivalents	\$ 5,522,294	\$ 1,256,478	\$ 988,707	\$ 260,755
Investments, at Fair Value	18,642,406	1,705,157	1,912,459	1,007,564
Accrued Interest Receivable, net of allowance of \$0	62,848	3,703	247	1,487
Other Accounts Receivable, net of allowance of \$0	70,663	-	-	-
Property Taxes Receivable, net of allowance of \$173,280	16,340,891	2,740,754	3,238,421	906,060
Due from Other Governments, net of allowance of \$0	472,798	-	-	125,958
Prepaid Expenses	322,445	61,512	-	-
Total Assets	\$ 41,434,345	\$ 5,767,604	\$ 6,139,834	\$ 2,301,824
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable and Accrued Expenses	\$ 216,621	\$ 92,943	\$ -	\$ 10,489
Accrued Payroll and Payroll Liabilities	2,593,994	10,259	-	-
Deferred Revenue	30,954,316	5,159,143	6,091,829	1,707,001
Total Liabilities	\$ 33,764,931	\$ 5,262,345	\$ 6,091,829	\$ 1,717,490
FUND BALANCE				
Nonspendable				
Prepaid Expenses	\$ 322,445	\$ 61,512	\$ -	\$ -
Restricted				
Operations and Maintenance	-	257,221	-	-
Debt Service	-	-	39,600	-
Transportation	-	-	-	524,363
Assigned				
Operations and Maintenance	-	186,526	-	-
Debt Service	-	-	8,405	-
Transportation	-	-	-	59,971
Illinois Municipal Retirement	-	-	-	-
Capital Projects	-	-	-	-
Unassigned	7,346,969	-	-	-
Total Fund Balance	\$ 7,669,414	\$ 505,259	\$ 48,005	\$ 584,334
Total Liabilities and Fund Balance	\$ 41,434,345	\$ 5,767,604	\$ 6,139,834	\$ 2,301,824

The Notes to Financial Statements are an integral part of this statement.

Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
\$ 302,245	\$ 268,857	\$ 8,599,336
378,040	974,673	24,620,299
567	52	68,904
-	-	70,663
700,838	-	23,926,964
10,914	-	609,670
-	-	383,957
<u>\$ 1,392,604</u>	<u>\$ 1,243,582</u>	<u>\$ 58,279,793</u>

\$ -	\$ 511,185	\$ 831,238
61,397	-	2,665,650
1,318,864	-	45,231,153
<u>\$ 1,380,261</u>	<u>\$ 511,185</u>	<u>\$ 48,728,041</u>

\$ -	\$ -	\$ 383,957
-	-	257,221
-	-	39,600
-	-	524,363
-	-	186,526
-	-	8,405
-	-	59,971
12,343	-	12,343
-	732,397	732,397
-	-	7,346,969
<u>\$ 12,343</u>	<u>\$ 732,397</u>	<u>\$ 9,551,752</u>
<u>\$ 1,392,604</u>	<u>\$ 1,243,582</u>	<u>\$ 58,279,793</u>

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 JUNE 30, 2013

Total Fund Balances - Governmental Funds	\$	9,551,752
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.</p>		
Capital Assets	\$ 105,948,491	
Accumulated Depreciation on Capital Assets	<u>(25,776,817)</u>	80,171,674
<p>Other assets are not available to pay for current period expenditures and therefore are deferred in the funds.</p>		
Interest Receivable	\$ 68,455	
Due from Other Governments	<u>49,862</u>	118,317
<p>Net OPEB Asset is not included in the governmental funds.</p>		
		740,682
<p>Net Pension Obligation is not included in the governmental funds.</p>		
		(318,882)
<p>Deferred charges and credits for debt issue discounts or premiums and other debt issue costs are not financial resources and therefore are not reported in the funds.</p>		
Debt Issuance Costs, net of related amortization	\$ 618,410	
Bond Premiums, net of related amortization	(3,460,371)	
Deferred Loss on Refunding, net of related amortization	<u>1,677,007</u>	(1,164,954)
<p>Some liabilities are not due and payable in the current period and therefore are not reported in the funds.</p>		
Bonds Payable	\$ (46,380,000)	
Debt Certificates Payable	(1,710,000)	
Capital Leases Payable	(430,010)	
Accrued Interest on Long-Term Debt	(973,634)	
Compensated Absences	<u>(387,311)</u>	(49,880,955)
Net Position of Governmental Activities	\$	<u><u>39,217,634</u></u>

The Notes to Financial Statements are an integral part of this statement.

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2013

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund
REVENUES				
Property Taxes	\$ 29,837,218	\$ 4,905,394	\$ 5,740,810	\$ 1,598,001
Payments in Lieu of Taxes	386,468	-	-	-
Tuition	95,970	-	-	-
Transportation Fees	-	-	-	34,671
Earnings on Investments	49,364	1,482	2,833	1,355
Food Service	1,104,469	-	-	-
District/School Activity Income	1,113,134	-	-	-
Textbooks	3,762	-	-	-
Other Local Sources	424,507	103,098	-	-
State Aid	1,699,977	-	-	675,634
Federal Aid	1,055,512	-	-	-
On-Behalf Payments	5,489,409	-	-	-
	<u>\$ 41,259,790</u>	<u>\$ 5,009,974</u>	<u>\$ 5,743,643</u>	<u>\$ 2,309,661</u>
EXPENDITURES				
Current				
Instruction				
Regular Programs	\$ 12,676,984	\$ -	\$ -	\$ -
Special Education Programs	2,871,265	-	-	-
Other Instructional Programs	5,673,128	-	-	-
Support Services				
Pupils	3,752,910	-	-	-
Instructional Staff	1,977,941	-	-	-
General Administration	848,285	-	-	-
School Administration	1,058,116	-	-	-
Business	885,432	-	-	-
Facilities Acquisition and Construction	-	8,000	-	-
Operations and Maintenance	353,112	4,297,043	-	-
Transportation	-	-	-	2,048,272
Food Services	1,375,542	-	-	-
Central	734,059	-	-	-
Other Support Services	-	1,025	-	-
Community Services	16,096	-	-	-
Payments to Other Districts and Governmental Units	1,597,722	-	-	-
Debt Service				
Principal	-	-	4,196,455	-
Interest and Fees	-	-	1,941,957	-
Capital Outlay	500,430	53,946	-	-
On-Behalf Payments	5,489,409	-	-	-
	<u>\$ 39,810,431</u>	<u>\$ 4,360,014</u>	<u>\$ 6,138,412</u>	<u>\$ 2,048,272</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 1,449,359</u>	<u>\$ 649,960</u>	<u>\$ (394,769)</u>	<u>\$ 261,389</u>
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	\$ (142,547)	\$ (288,160)	\$ 430,707	\$ -
Proceeds from Capital Lease	213,860	-	-	-
	<u>\$ 71,313</u>	<u>\$ (288,160)</u>	<u>\$ 430,707</u>	<u>\$ -</u>
NET CHANGE IN FUND BALANCES	<u>\$ 1,520,672</u>	<u>\$ 361,800</u>	<u>\$ 35,938</u>	<u>\$ 261,389</u>
FUND BALANCES - JULY 1, 2012	<u>6,148,742</u>	<u>143,459</u>	<u>12,067</u>	<u>322,945</u>
FUND BALANCES - JUNE 30, 2013	<u>\$ 7,669,414</u>	<u>\$ 505,259</u>	<u>\$ 48,005</u>	<u>\$ 584,334</u>

The Notes to Financial Statements are an integral part of this statement.

Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
\$ 1,231,705	\$ -	\$ 43,313,128
216,514	-	602,982
-	-	95,970
-	-	34,671
438	940	56,412
-	-	1,104,469
-	-	1,113,134
-	-	3,762
5,205	512,603	1,045,413
-	956,299	3,331,910
-	-	1,055,512
-	-	5,489,409
<u>\$ 1,453,862</u>	<u>\$ 1,469,842</u>	<u>\$ 57,246,772</u>

\$ 178,815	\$ -	\$ 12,855,799
109,854	-	2,981,119
121,426	-	5,794,554
142,965	-	3,895,875
114,876	-	2,092,817
25,935	-	874,220
54,884	-	1,113,000
90,959	-	976,391
-	116,200	124,200
417,549	-	5,067,704
-	-	2,048,272
-	-	1,375,542
75,853	-	809,912
-	-	1,025
1,481	-	17,577
-	-	1,597,722
-	-	4,196,455
-	-	1,941,957
-	1,332,466	1,886,842
-	-	5,489,409
<u>\$ 1,334,597</u>	<u>\$ 1,448,666</u>	<u>\$ 55,140,392</u>

<u>\$ 119,265</u>	<u>\$ 21,176</u>	<u>\$ 2,106,380</u>
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\$ -	\$ -	\$ -
-	-	213,860
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 213,860</u>

\$ 119,265	\$ 21,176	\$ 2,320,240
(106,922)	711,221	7,231,512
<u>\$ 12,343</u>	<u>\$ 732,397</u>	<u>\$ 9,551,752</u>

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED JUNE 30, 2013

Net Change in Fund Balances - Total Governmental Funds		\$ 2,320,240
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.</p>		
Depreciation Expense	\$ (1,948,494)	
Capital Outlays	<u>1,886,842</u>	(61,652)
<p>In the Statement of Activities, only the gain or loss on the sale of capital assets is reported; whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the undepreciated balance of the capital assets sold.</p>		
Gain/(Loss) on Sale of Capital Assets		(60,387)
<p>Some revenues reported in the Statement of Activities do not provide current financial resources and therefore are deferred in the governmental funds.</p>		
Earnings on Investments	\$ 38,748	
State and Federal Aid	<u>(353,576)</u>	(314,828)
<p>The change in the Net OPEB Asset is not included in the governmental funds.</p>		
		211,694
<p>The change in the Net Pension Obligation is not included in the governmental funds.</p>		
		(100,909)
<p>Long-term debt proceeds provide current financial resources to governmental funds and are therefore shown as revenue in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but issuing debt increases long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.</p>		
Proceeds from Long-Term Debt		(213,860)
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Accrued Interest on Long-Term Debt	\$ (107,706)	
Compensated Absences	(24,230)	
Debt Issuance Costs - Amortization	(134,076)	
Bond Premium - Amortization	482,302	
Deferred Loss on Refunding - Amortization	<u>(321,893)</u>	(105,603)
<p>Repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.</p>		
Repayment of Long-Term Debt		<u>4,196,455</u>
Change in Net Position of Governmental Activities		<u>\$ 5,871,150</u>

The Notes to Financial Statements are an integral part of this statement.

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
FUND FINANCIAL STATEMENTS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2013

	<u>Agency Funds</u>
ASSETS	
Cash and Cash Equivalents	\$ 468,650
Investments	<u>152,051</u>
Total Assets	<u>\$ 620,701</u>
LIABILITIES	
Due to Agency Funds	<u>\$ 620,701</u>
Total Liabilities	<u>\$ 620,701</u>

The Notes to Financial Statements are an integral part of this statement.

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lake Park High School District No. 108's (District) accounting policies conform to generally accepted accounting principles as applicable to local education agencies.

The District's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies used by the District are discussed below.

A. *Reporting Entity*

The accompanying financial statements comply with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*, in that the financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units. In addition, the District is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

B. *Basic Financial Statements – Government-Wide Financial Statements*

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund (reporting the District's major funds) financial statements. Both the government-wide and fund financial statements categorize all of the primary activities of the District as governmental activities. The District does not have any business-type activities.

In the government-wide Statement of Net Position, the governmental activities column (a) is presented on a consolidated basis, and (b) is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are also supported by general government revenues (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function (regular programs, special education programs, payments to other districts and governmental units, etc.). Program revenues include charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. *Basic Financial Statements – Government-Wide Financial Statements (Continued)*

Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function) are normally covered by general revenues (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.).

The District does not allocate indirect costs.

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

C. *Basic Financial Statements – Fund Financial Statements*

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds are summarized into a single column. GASB Statement No. 34 sets forth the minimum criteria (percentage of the assets, liabilities, revenues or expenditures of all governmental funds) for the determination of major funds. The District electively made all governmental funds major funds.

1. Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The District reports these major governmental funds and fund types:

General Fund – The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Educational, Working Cash, and Special Education levies are included in this fund.

Special Revenue Funds – The Special Revenue Funds (Operations and Maintenance Fund, Transportation Fund, Illinois Municipal Retirement/Social Security Fund) are used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for specified purposes other than debt service or capital projects.

Debt Services Fund – The Debt Services Fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the periodic payment of principal, interest and related fees on general long-term debt.

Capital Projects Fund – The Capital Projects Fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the acquisition or construction of major capital facilities.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. *Basic Financial Statements – Fund Financial Statements (Continued)*

2. Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position. The following is a description of the fiduciary fund of the District:

Agency Funds – The Agency Funds (Student Activity Funds, Convenience Accounts, and Other Agency Funds) account for assets held by the District as an agent for the student organizations or as a convenience for its staff. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to each fund are equal to the assets.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (agency). Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the District, these funds are not incorporated into the government-wide statements.

D. *Basis of Accounting*

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual

The governmental activities in the government-wide financial statements and the fiduciary fund financial statements are presented on the accrual basis of accounting. Property taxes are reported in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements have been met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. Property tax revenues are recognized in the period for which levied provided they are also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

E. *Cash and Cash Equivalents and Investments*

Separate bank accounts are not maintained for all District funds. Instead, the funds maintain their cash balances in common accounts, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. *Cash and Cash Equivalents and Investments* (Continued)

Occasionally certain of the funds participating in the common bank account will incur overdrafts (deficits) in the account. Such overdrafts in effect constitute cash borrowed from other District funds and are, therefore, interfund loans that have not been authorized by District Board action.

No District fund had a cash overdraft at June 30, 2013.

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents are accounted for at cost, which approximates market.

Investments are stated at fair value. Fair value is determined by quoted market prices. Gains or losses on the sale of investments are recognized as they are incurred. The District has adopted a formal written investment and cash management policy. The institutions in which investments are made must be approved by the Board of Education.

F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

G. *Prepaid Expenses*

Prepaid expenses are for payments made by the District in the current year for goods and services received in the subsequent fiscal year, and the reserve for prepaid expenses in the governmental funds has been recorded to signify that a portion of fund balance is not available for other subsequent expenditures.

H. *Inventories*

No inventory accounts are maintained to reflect the values of resale or supply items on hand. Instead, the costs of such items are charged to expense when purchased. The value of the District's inventories is not deemed to be material.

I. *Interfund Activity*

Interfund activity is reported either as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

J. *Capital Assets*

Capital assets purchased or acquired with an original cost of \$500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. *Capital Assets* (Continued)

Building	50-75 years
Improvements Other than Buildings	20-35 years
Equipment	3-30 years

K. *Compensated Absences*

Vacation benefits are granted to employees in varying amounts to specified maximums depending on tenure with the District. The liability for unused compensated absences is reported in the government-wide financial statements. Sick leave is accumulated from year to year without limit, but is not paid upon termination. Therefore, no compensated absence accrual is recorded for sick leave.

L. *Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds on a straight-line basis. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

M. *Government-Wide Net Position*

Government-wide net position is divided into three components:

- Net Investment in Capital Assets – consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted Net Position – consists of net position that is restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted Net Position – the remaining net position is reported in this category.

N. *Governmental Fund Balances*

Governmental fund balances are divided between nonspendable and spendable.

Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. *Governmental Fund Balances* (Continued)

- Restricted – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
- Committed – Committed fund balances are amounts that can only be used for specific purposes as a result of a resolution of the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes those constraints by way of resolution. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- Assigned – Assigned fund balances are amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Education has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. The District has not delegated this authority to an appointed body or official. All assigned fund balances are the residual amounts of the fund.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects or debt service fund, are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the District itself.

- Unassigned – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash.

The District permits funds to be expended in the following order: Restricted, Committed, Assigned and Unassigned.

O. *Property Tax Calendar and Revenues*

Property taxes are levied each calendar year on all taxable real property located in the District on or before the last Tuesday in December. The 2012 tax levy was passed by the Board on November 26, 2012. The 2011 tax levy was passed by the Board on November 28, 2011. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and are payable in two installments early in June and early in September of the following calendar year. The District receives significant distributions of tax receipts within one month after these dates.

P. *Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 2 - DEPOSITS AND INVESTMENTS

Deposits with financial institutions are fully insured or collateralized by securities held in the District's name.

The District is allowed to invest in securities as authorized by the School Code of Illinois, Chapter 30, Section 235/2 and 6; and Chapter 105, Section 5/8-7.

Investments

As of June 30, 2013, the District had the following investments and maturities:

Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	5-10	More Than 10
State Investment Pool	\$ 16,439,604	\$ 16,439,604	\$ -	\$ -	\$ -

The fair value of investments in the State Investment Pool is the same as the value of pool shares. The State Investment Pool is not SEC-registered, but does have regulatory oversight through the State of Illinois.

Interest Rate Risk. The District's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments based on credit risk. The District's investment policy further limits its investment choices to ensure that capital loss, whether from credit or market risk, is avoided. As of June 30, 2013, the District's investments were rated as follows:

Investments	Credit Rating	Rating Source
State Investment Pool	AAAm	Standard and Poor's

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2013 was as follows:

	Balance July 1, 2012	Increases	Decreases	Balance June 30, 2013
Governmental Activities				
Capital Assets not being depreciated				
Land	\$ 558,191	\$ -	\$ -	\$ 558,191
Construction in Progress	282,232	807,608	282,232	807,608
Total Capital Assets not being depreciated	\$ 840,423	\$ 807,608	\$ 282,232	\$ 1,365,799
Other Capital Assets				
Buildings	\$ 90,766,240	\$ 117,021	\$ -	\$ 90,883,261
Improvements Other than Buildings	4,237,472	690,068	-	4,927,540
Equipment	8,480,801	554,376	263,286	8,771,891
Total Other Capital Assets at Historical Cost	\$ 103,484,513	\$ 1,361,465	\$ 263,286	\$ 104,582,692
Less Accumulated Depreciation for:				
Buildings	\$ 18,491,767	\$ 1,099,398	\$ -	\$ 19,591,165
Improvements Other than Buildings	1,615,817	159,566	-	1,775,383
Equipment	3,850,854	689,530	130,115	4,410,269
Total Accumulated Depreciation	\$ 23,958,438	\$ 1,948,494	\$ 130,115	\$ 25,776,817
Other Capital Assets, Net	\$ 79,526,075	\$ (587,029)	\$ 133,171	\$ 78,805,875
Governmental Activities Capital Assets, Net	\$ 80,366,498	\$ 220,579	\$ 415,403	\$ 80,171,674

Depreciation expense was charged to functions as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 3 - CAPITAL ASSETS (Continued)

Governmental Activities	
Instruction	
Regular Programs	\$ 188,998
Special Education Programs	22,801
Other Instructional Programs	110,123
Support Services	
Pupils	18,825
Instructional Staff	100,070
General Administration	7,083
School Administration	10,942
Business	62,835
Facilities Acquisition and Construction	666,458
Operations and Maintenance	58,638
Transportation	1,400
Food Services	28,131
Central	60,661
Unallocated	611,529
Total Governmental Activities Depreciation Expense	<u>\$ 1,948,494</u>

NOTE 4 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended June 30, 2013 was as follows:

	Balance July 1, 2012	Additions	Reductions	Balance June 30, 2013	Amounts Due Within One Year
Governmental Activities					
Long-Term Debt					
General Obligation Bonds	\$ 50,255,000	\$ -	\$ 3,875,000	\$ 46,380,000	\$ 4,180,000
Debt Certificates	1,915,000	-	205,000	1,710,000	215,000
Lease/Purchase Agreements	405,388	213,860	189,238	430,010	115,458
Total Long-Term Debt	<u>\$ 52,575,388</u>	<u>\$ 213,860</u>	<u>\$ 4,269,238</u>	<u>\$ 48,520,010</u>	<u>\$ 4,510,458</u>
Other Long-Term Liabilities					
Bond Premiums, net of amortization	\$ 3,942,673	\$ -	\$ 482,302	\$ 3,460,371	\$ 482,302
Deferred Loss on Refunding	(1,998,900)	-	(321,893)	(1,677,007)	(321,893)
Compensated Absences	363,081	24,230	-	387,311	-
Total Other Long-Term Liabilities	<u>\$ 2,306,854</u>	<u>\$ 24,230</u>	<u>\$ 160,409</u>	<u>\$ 2,170,675</u>	<u>\$ 160,409</u>
Total Governmental Activities Long-Term Obligations	<u>\$ 54,882,242</u>	<u>\$ 238,090</u>	<u>\$ 4,429,647</u>	<u>\$ 50,690,685</u>	<u>\$ 4,670,867</u>

Long-term debt consisted of the following at June 30, 2013:

	Maturity Dates	Interest Rates	Face Amount	Carrying Amount
2007A General Obligation Refunding Bonds	1/1/2015	4%-4.25%	\$ 10,855,000	\$ 1,265,000
2007B General Obligation Refunding Bonds	1/1/2025	4%-4.5%	12,655,000	9,005,000
2011 General Obligation Refunding Bonds	1/1/2017	2%-4%	9,100,000	8,950,000
2012 General Obligation Refunding Bonds	1/1/2022	3%-4%	27,610,000	27,160,000
2003 General Obligation Debt Certificates	1/1/2020	3%-4.6%	3,168,000	1,710,000
Lease/Purchase Agreement 2/09	2/19/2014	5.50%	233,504	-
Lease/Purchase Agreement 8/10	8/18/2015	6.00%	35,255	16,580
Lease/Purchase Agreement 9/10	9/1/2014	5.00%	97,445	39,401
Lease/Purchase Agreement 1/11	1/10/2016	6.00%	31,423	16,885
Lease/Purchase Agreement 12/11	12/22/2016	5.50%	236,710	172,383
Lease/Purchase Agreement 10/12	10/16/2017	4.50%	213,860	184,761

At June 30, 2013 the annual debt service requirements to cover all outstanding debt are:

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 4 - LONG-TERM LIABILITY ACTIVITY (Continued)

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 4,510,458	\$ 1,965,689	\$ 6,476,147
2015	4,700,295	1,785,782	6,486,077
2016	4,855,754	1,597,754	6,453,508
2017	5,017,703	1,402,390	6,420,093
2018	5,160,800	1,201,508	6,362,308
2019	5,350,000	994,540	6,344,540
2020	5,565,000	777,963	6,342,963
2021	5,500,000	551,663	6,051,663
2022	5,725,000	329,525	6,054,525
2023	930,000	96,075	1,026,075
2024	975,000	54,225	1,029,225
2025	230,000	10,350	240,350
	<u>\$ 48,520,010</u>	<u>\$ 10,767,464</u>	<u>\$ 59,287,474</u>

NOTE 5 - INTERFUND LOANS

There are no outstanding interfund loans at June 30, 2013.

NOTE 6 - DEFICIT FUND BALANCE

No District fund had a deficit fund balance as of June 30, 2013.

NOTE 7 - PROPERTY TAXES

Property taxes recorded in these financial statements as property taxes receivable and deferred revenue are from the 2012 tax levy. The deferred revenue is 100% of the 2012 tax levy net of estimated uncollectible amounts. These taxes are deferred as only a portion of the taxes are collected near the end of the fiscal year and the District does not consider the amounts to be available and does not budget for their use in fiscal year 2013. The District has determined that 100% of the amounts collected for the 2011 levy are allocable for use in fiscal year 2013. Therefore, 100% of the amounts collected for the 2011 and prior levies (\$43,313,128) are recorded in these financial statements as property tax revenue. A summary of assessed valuations, rates, and extensions for tax years 2012, 2011, and 2010 is as follows:

Tax Year	2012		2011		2010	
	Rates	Extensions	Rates	Extensions	Rates	Extensions
Assessed Valuation	\$1,937,590,833		\$2,153,358,699		\$2,325,921,703	
Educational	1.5675	\$ 30,371,736	1.3729	\$ 29,563,462	1.2549	\$ 29,187,992
Special Education	0.0250	484,398	0.0200	430,672	0.0200	465,184
Operations and Maintenance	0.2671	5,175,305	0.2290	4,931,191	0.1991	4,630,910
Debt Service	0.3156	6,115,037	0.2680	5,771,001	0.2334	5,428,701
Transportation	0.0883	1,710,893	0.0746	1,606,406	0.0730	1,697,923
Municipal Retirement	0.0338	654,906	0.0274	590,020	0.0227	527,984
Social Security	0.0345	668,469	0.0301	648,161	0.0267	621,021
	<u>2.3318</u>	<u>\$ 45,180,743</u>	<u>2.0220</u>	<u>\$ 43,540,913</u>	<u>1.8298</u>	<u>\$ 42,559,715</u>

NOTE 8 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2013, no District fund had total expenditures that exceeded budget.

NOTE 9 - OPERATING LEASES, AS LESSEE

The District leases four school buses under an operating lease. Total lease expense for fiscal year 2013 was \$25,680 which ended the lease obligations of the District.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 10 - RETIREMENT FUND COMMITMENTS

A. *Teachers' Retirement System of the State of Illinois*

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 the primary responsibility for funding the Plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the System's administration.

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

The State of Illinois makes contributions directly to TRS on behalf of the District's TRS-covered employees.

➤ **On-behalf contributions to TRS**

The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2013, State of Illinois contributions were based on 28.05% of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$5,314,831 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2012 and June 30, 2011, the State of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 24.91% (\$4,711,079) and 23.10% (\$4,459,975), respectively.

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

➤ **2.2 formula contributions**

Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2013 were \$110,060. Contributions for the years ended June 30, 2012 and June 30, 2011 were \$109,818 and \$112,966, respectively.

➤ **Federal and special trust fund contributions**

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

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 10 - RETIREMENT FUND COMMITMENTS

A. *Teachers' Retirement System of the State of Illinois* (Continued)

➤ **Federal and special trust fund contributions** (Continued)

For the year ended June 30, 2013, the employer pension contribution was 28.05% of salaries paid from federal and special trust funds. For the years ended June 30, 2012 and June 30, 2011, the employer contribution was 24.91% and 23.10% of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2013, salaries totaling \$28,115 were paid from federal and special trust funds that required employer contributions of \$7,886. For the years ended June 30, 2012 and June 30, 2011, required District contributions were \$5,424 and \$39,187, respectively.

➤ **Early Retirement Option (ERO)**

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

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

For the year ended June 30, 2013, the District paid \$78,708 to TRS for employer contributions under the ERO program. For the years ended June 30, 2012 and June 30, 2011, the District paid \$952,411 and \$361,267 in employer ERO contributions, respectively.

➤ **Salary increases over 6% and excess sick leave**

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

For the year ended June 30, 2013, the District paid \$121,055 to TRS for employer contributions due on salary increases in excess of 6%. For the years ended June 30, 2012 and June 30, 2011, the District paid \$46,553 and \$0 to TRS for employer contributions due on salary increases in excess of 6%, respectively.

- If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (17.83% of salary during the year ended June 30, 2013).

For the year ended June 30, 2013, the District paid \$0 to TRS for sick leave days granted in the excess of the normal annual allotment. For the years ended June 30, 2012 and June 30, 2011, the District paid \$2,386 and \$0 in employer contributions granted for sick leave days, respectively.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 10 - RETIREMENT FUND COMMITMENTS (Continued)

A. *Teachers' Retirement System of the State of Illinois* (Continued)

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer and state funding requirements can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2012. The report for the year ended June 30, 2013 is expected to be available in late 2013.

The reports may be obtained by writing to the Teachers' Retirement System of the State of Illinois, 2815 West Washington Street, P.O. Box 19253, Springfield, IL 62794-9253. The most current report is also available on the TRS Web site at <http://trs.illinois.gov>.

B. *Illinois Municipal Retirement Fund*

➤ **Plan Description**

The District's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The District's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained on-line at www.imrf.org.

➤ **Funding Policy**

As set by statute, the District's Regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2012 used by the District was 11.33% of annual covered payroll. The District's annual required contribution rate for calendar year 2012 was 13.16%. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

➤ **Annual Pension Cost and Net Pension Obligation**

For calendar year ending December 31, 2012, the District's actual contributions for pension cost for the Regular plan were \$595,890. Its required contribution for calendar year 2012 was \$692,137. The following table shows the components of the annual pension cost of the current year:

Annual required contribution	\$	692,137
Interest on net pension obligation		16,348
Adjustments to annual required contribution		<u>(11,686)</u>
Annual pension cost (expense)	\$	696,799
Contributions made		<u>595,890</u>
Increase/(decrease) in net pension obligation	\$	100,909
Net IMRF pension obligation beginning of year		<u>217,973</u>
Net IMRF pension obligation end of year	\$	<u><u>318,882</u></u>

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 10 - RETIREMENT FUND COMMITMENTS (Continued)

B. *Illinois Municipal Retirement Fund* (Continued)

➤ **Annual Pension Cost and Net Pension Obligation** (Continued)

The required contribution for 2012 was determined as part of the December 31, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010 included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the District's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The District's Regular plan's unfunded actuarial accrued liability at December 31, 2010 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Three-Year Trend Information for the Regular Plan

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2012	\$ 692,137	86%	\$ 318,882
12/31/2011	625,129	83%	217,973
12/31/2010	579,104	81%	112,229

➤ **Funded Status and Funding Progress**

As of December 31, 2012, the most recent actuarial valuation date, the Regular plan was 71.47% funded. The actuarial accrued liability for benefits was \$17,144,504 and the actuarial value of assets was \$12,252,951, resulting in an underfunded actuarial accrued liability (UAAL) of \$4,891,553. The covered payroll for calendar year 2012 (annual payroll of active employees covered by the plan) was \$5,259,402 and the ratio of the UAAL to the covered payroll was 93%.

This schedule of funding progress 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.

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2012	\$ 12,252,951	\$ 17,144,504	\$ 4,891,553	71.47%	\$ 5,259,402	93.01%
12/31/2011	11,430,644	16,155,546	4,724,902	70.75%	5,065,872	93.27%
12/31/2010	10,907,028	15,190,285	4,283,257	71.80%	4,987,974	85.87%

On a market value basis, the actuarial value of assets as of December 31, 2012 is \$12,785,487. On a market basis, the funded ratio would be 74.57%.

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

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 10 - RETIREMENT FUND COMMITMENTS (Continued)

C. *Social Security*

Employees not qualifying for coverage under the Teachers' Retirement System of the State of Illinois or the Illinois Municipal Retirement Fund are considered "non-participating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid all the total required contribution for the current fiscal year.

NOTE 11 - POST EMPLOYMENT BENEFIT COMMITMENTS

A. *Teacher Health Insurance Security Fund (THIS)*

The District participates in the Teacher Health Insurance Security (THIS) Fund (Plan), 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 it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants may participate in the state administered participating provider option plan or choose from several managed care options.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the Plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to the TRS who are not employees of the State make a contribution to THIS Fund.

The percentage of employer required contributions in the future will not exceed 105% 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 0.92% of pay during the year ended June 30, 2013. State of Illinois contributions were \$174,578, and the District recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2012 and June 30, 2011 were 0.88% of pay, both years. State contributions on behalf of District employees were \$166,621 and \$171,397, respectively.

➤ **Employer contributions to THIS Fund**

The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.69% during the year ended June 30, 2013 and 0.66% during the years ended June 30, 2012 and June 30, 2011. For the year ended June 30, 2013, the District paid \$130,933 to the THIS Fund. For the years ended June 30, 2012 and June 30, 2011, the District paid \$124,966 and \$128,548 to the THIS Fund, respectively, which was 100% of the required contribution.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 11 - POST EMPLOYMENT BENEFIT COMMITMENTS (Continued)

A. *Teacher Health Insurance Security Fund (THIS)* (Continued)

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The 2013 report is listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

B. *Retiree Insurance Plan*

➤ **Plan Overview**

The District provides post-employment benefits other than pensions ("OPEB") to employees who retire directly from the District and who meet certain criteria. The Plan, a single-employer defined benefit plan, provides medical, dental, vision and life insurance benefits to retirees and their covered eligible dependents. The District pays a portion of the cost for eligible retirees, spouses and dependents. The Plan does not issue a stand-alone financial report.

Membership in the Plan consisted of the following at July 1, 2011 (the date of the latest actuarial valuation):

Active Participants	325
Inactive Participants	170
Total	<u>495</u>

➤ **Funding Policy**

The required contribution is based on projected pay-as-you-go financing requirements.

➤ **Annual OPEB Cost and Net OPEB Obligation**

The District's annual OPEB cost (expense) is calculated based on annual required contributions (ARC) of the District, an amount determined on an actuarially determined basis in accordance with the parameters of GASB Statement No. 45.

The ARC represents a level funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities over a period of 30 years. The following shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the plan, and the changes in the District's net OPEB obligation to the plan:

Annual required contribution	\$ 294,336
Interest on net OPEB obligation	(26,449)
Amortization of UAAL	<u>528,856</u>
Annual OPEB cost (expense)	\$ 796,743
Contributions made	<u>1,008,437</u>
Increase/(decrease) in net OPEB obligation	\$ (211,694)
Net OPEB obligation/(asset) beginning of year	<u>(528,988)</u>
Net OPEB obligation/(asset) end of year	<u><u>\$ (740,682)</u></u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation are as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 11 - POST EMPLOYMENT BENEFIT COMMITMENTS (Continued)

B. *Retiree Insurance Plan* (Continued)

➤ **Annual OPEB Cost and Net OPEB Obligation** (Continued)

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Employer Contribution</u>	<u>Percentage of Annual OPEB Contributed</u>	<u>Net OPEB Obligation/ (Asset)</u>
6/30/2013	\$ 796,743	\$ 1,008,437	126.6%	\$ (740,682)
6/30/2012	827,824	960,416	116.0%	(528,988)
6/30/2011	859,943	1,068,068	124.2%	(396,396)

➤ **Funding Status and Funding Progress**

This schedule of funding progress presents trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) -Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
7/1/2011	\$ -	\$ 8,536,306	\$ 8,536,306	0.00%	\$ 22,094,876	38.63%
7/1/2009	-	9,196,832	9,196,832	0.00%	20,953,222	43.89%
7/1/2007	-	9,498,167	9,498,167	0.00%	19,740,708	48.11%

➤ **Actuarial Assumptions and Methods**

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future.

The following includes actuarial assumptions and methods:

Actuarial Cost Method	Unit Credit
Amortization Period	Closed, Level Dollar
Remaining Amortization Period	30 Years
Healthcare Inflation Rate	8% Initial, 5% ultimate
Mortality	RP-2000 Combined Healthy table to 2015 using scale AA
New Retiree Elections, Medical Coverage	It is assumed that new retirees select coverage, consistent with their active election, and are assumed to participate in Medicare. Certified employees are assumed to enroll in a TRIP medical plan.

NOTE 12 - INTERFUND TRANSFERS

Interfund transfers during the year ended June 30, 2013 were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
General Fund	Debt Services Fund	\$ 142,547
Operations and Maintenance Fund	Debt Services Fund	288,160

The transfers from the General and Operations and Maintenance Funds to the Debt Services Fund were for principal and interest payments on debt.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 13 - JOINT VENTURES

A. *North DuPage Special Education Cooperative (NDSEC)*

The District and eight other districts within DuPage County have entered into a joint agreement to provide special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the management council.

A summary of financial condition (modified cash basis) of NDSEC at June 30, 2012 (most recent information available) is as follows:

Assets	<u>\$ 6,069,285</u>
Liabilities	<u>\$ 712,149</u>
Net Assets	<u>5,357,136</u>
	<u>\$ 6,069,285</u>
Revenues Received	<u>\$ 16,001,415</u>
Expenditures Disbursed	<u>16,699,135</u>
Net Increase/(Decrease) in Net Assets	<u>\$ (697,720)</u>

Complete financial statements for NDSEC can be obtained from the Administrative Offices at 255 E. Lake Street, Suite 300, Bloomingdale, Illinois 60108.

B. *DuPage Area Occupational Education System (DAOES)*

The District and thirteen other districts within the DuPage County area have entered into a joint agreement to provide vocational programs for member districts that are not offering these services individually. Each member district has a financial responsibility for annual and special assessments as established by the management council.

A summary of financial condition (accrual basis – governmental activities) of DAOES at June 30, 2012 (most recent information available) is as follows:

Assets	<u>\$ 16,983,644</u>
Liabilities	<u>\$ 209,757</u>
Net Assets	<u>16,773,887</u>
	<u>\$ 16,983,644</u>
Revenues Received	<u>\$ 9,655,394</u>
Expenditures Disbursed	<u>9,704,586</u>
Net Increase/(Decrease) in Net Assets	<u>\$ (49,192)</u>

Complete financial statements for DAOES can be obtained from the Administrative Offices at 301 S. Swift Road, Addison, Illinois 60101.

NOTE 14 - SELF INSURANCE

Beginning in the current fiscal year, the District self-insures the dental and vision portion of its employees' health care benefits. A third party administrator has been contracted to manage the plan. Stop loss insurance has been obtained for losses in excess of certain limitations. At June 30, 2013, the liability for unpaid claims was \$9,779 and \$2,455 for dental and vision claims, respectively. A reconciliation of changes in the aggregate liabilities for claims for the current year is as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 14 - SELF INSURANCE (Continued)

	Fiscal Year Ending June 30, 2013
Claims Liabilities - Beginning of the Year	\$ -
Incurred Claims	310,758
Payment on Claims	<u>(298,525)</u>
Claims Liabilities - End of the Year	<u>\$ 12,233</u>

NOTE 15 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance to handle these risks of loss. During fiscal year 2013 there was no significant reduction in insurance coverage for any category. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District is a member of the Collective Liability Insurance Cooperative (CLIC), a joint risk management pool of school districts through which property, general liability, automobile liability, crime, excess property, excess liability, and boiler and machinery coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

The relationship between the District and CLIC is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The District is contractually obligated to make all annual and supplementary contributions for CLIC, to report claims on a timely basis, cooperate with CLIC, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by CLIC. Members have a contractual obligation to fund any deficit of CLIC attributable to a membership year during which they were members.

CLIC is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Board of Directors. CLIC also provides its members with risk management services, including the defense and settlement of claims, and establishes reasonable and necessary loss of reduction and prevention procedures to be followed by the members.

The District is insured under a retrospectively-rated policy for workers' compensation coverage, whereas the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended June 30, 2013, there were no significant adjustments in premiums based on actual experience.

The District has a self-insured plan that provides its employees' dental and vision care benefits. A third party administrator is contracted to manage the plan and all related claims. See Note 14 for more information.

NOTE 16 - CONTINGENCIES

Two Office of Civil Rights claims were filed against the District for discrimination on the basis of sex in violation of Title IX of the Education Amendments of 1972. A detailed response to one claim was filed on May 1, 2013, and on August 7, 2013 the Office of Civil Rights conducted a visit to the District in response to the claim. Immediately following the site visit, the Office of Civil Rights investigator informed the District that she observed no evidence of violations and that she would issue a decision finding no violations of Title IX. The District's response to the second claim was filed on August 16 and 23, 2013. The District is unable to estimate any future liability.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 17 - LEGAL DEBT LIMITATION

The Illinois School Code limits the amount of indebtedness to 6.9% of the most recent available equalized assessed valuation (EAV) of the District. The District's legal debt limitation is as follows:

2012 EAV	\$ 1,937,590,833
Rate	<u>6.90%</u>
Debt Margin	\$ 133,693,767
Current Debt	<u>48,520,010</u>
Remaining Debt Margin	<u>\$ 85,173,757</u>

NOTE 18 - SUBSEQUENT EVENTS

On May 20, 2013 the District board approved a capital lease for five new Chevrolet buses to be used for athletics and other activities. The lease begins August 1, 2013, and the buses were not received prior to the end of the fiscal year. The total cost of the buses is \$230,900.

The District has evaluated subsequent events through October 8, 2013, the date on which the financial statements were available to be issued.

NOTE 19 - CHANGE IN ACCOUNTING PRINCIPLE

Effective in the year ended June 30, 2013, the District has implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*.

REQUIRED SUPPLEMENTARY INFORMATION

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Property Taxes	\$ 29,923,283	\$ 29,923,283	\$ 29,837,218
Payments in Lieu of Taxes	361,322	361,322	386,468
Tuition	69,001	69,001	95,970
Earnings on Investments	66,740	66,740	49,364
Food Service	1,134,137	1,134,137	1,104,469
District/School Activity Income	1,096,645	1,096,645	1,113,134
Textbooks	2,500	2,500	3,762
Other Local Sources	354,265	354,265	424,507
State Aid			
General State Aid	369,371	369,371	263,120
Special Education	844,188	844,188	1,274,265
Career and Technical Education	43,019	43,019	42,958
Bilingual	11,312	11,312	5,675
State Free Lunch and Breakfast	5,453	5,453	2,689
Driver Education	89,793	89,793	106,982
Other State Aid	3,679	3,679	4,288
Federal Aid			
Title I	144,021	144,021	178,109
Title IV	2,264	2,264	-
Federal Special Education	611,000	611,000	724,378
CTE - Perkins	22,859	22,859	22,837
Other ARRA Funds	1,701	1,701	-
Title II - Teacher Quality	45,586	45,586	53,981
Medicaid Matching Funds - Administrative Outreach	25,400	25,400	50,667
Medicaid Matching Funds - Fee-for-Service Program	5,047	5,047	23,126
Other Federal Aid	5,000	5,000	2,414
On-Behalf Payments	5,466,800	5,466,800	5,489,409
Total Revenues	\$ 40,704,386	\$ 40,704,386	\$ 41,259,790
EXPENDITURES			
Instruction			
Regular Programs			
Salaries	\$ 10,271,435	\$ 10,271,435	\$ 10,273,900
Employee Benefits	1,964,131	1,964,131	1,938,234
Purchased Services	97,683	97,683	47,136
Supplies and Materials	477,653	477,653	398,164
Other Objects	27,680	27,680	19,550
	<u>\$ 12,838,582</u>	<u>\$ 12,838,582</u>	<u>\$ 12,676,984</u>
Special Education Programs			
Salaries	\$ 2,070,940	\$ 2,070,940	\$ 2,226,915
Employee Benefits	565,944	565,944	605,917
Purchased Services	19,323	19,323	12,950
Supplies and Materials	50,050	50,050	25,434
Other Objects	540	540	49
	<u>\$ 2,706,797</u>	<u>\$ 2,706,797</u>	<u>\$ 2,871,265</u>
Remedial and Supplemental Programs K-12			
Salaries	\$ 426,342	\$ 426,342	\$ 326,725
Employee Benefits	200,128	200,128	184,964
Purchased Services	30,700	30,700	25,568
Supplies and Materials	11,207	11,207	24,521
	<u>\$ 668,377</u>	<u>\$ 668,377</u>	<u>\$ 561,778</u>
CTE Programs			
Salaries	\$ 1,066,659	\$ 1,066,659	\$ 1,081,506
Employee Benefits	262,681	262,681	252,016
Purchased Services	11,267	11,267	10,249
Supplies and Materials	76,682	76,682	61,166
Other Objects	508	508	358
	<u>\$ 1,417,797</u>	<u>\$ 1,417,797</u>	<u>\$ 1,405,295</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Instruction (Continued)			
Interscholastic Programs			
Salaries	\$ 1,641,961	\$ 1,641,961	\$ 1,549,619
Employee Benefits	97,383	97,383	97,699
Purchased Services	278,359	278,359	295,439
Supplies and Materials	139,057	139,057	152,322
Other Objects	50,275	50,275	51,971
	<u>\$ 2,207,035</u>	<u>\$ 2,207,035</u>	<u>\$ 2,147,050</u>
Summer School Programs			
Salaries	\$ 75,639	\$ 75,639	\$ 57,401
Employee Benefits	2,522	2,522	2,222
Supplies and Materials	-	-	59
Other Objects	6,805	6,805	3,094
	<u>\$ 84,966</u>	<u>\$ 84,966</u>	<u>\$ 62,776</u>
Driver's Education Programs			
Salaries	\$ 254,521	\$ 254,521	\$ 237,419
Employee Benefits	57,278	57,278	57,347
Purchased Services	9,266	9,266	11,014
Supplies and Materials	10,650	10,650	6,203
Other Objects	775	775	107
	<u>\$ 332,490</u>	<u>\$ 332,490</u>	<u>\$ 312,090</u>
Bilingual Programs			
Salaries	\$ 61,478	\$ 61,478	\$ 63,456
Employee Benefits	17,629	17,629	17,572
Purchased Services	9,512	9,512	6,052
	<u>\$ 88,619</u>	<u>\$ 88,619</u>	<u>\$ 87,080</u>
Private Tuition - Other Objects			
Pre-K Programs	\$ -	\$ -	\$ 58,731
Special Education Programs K-12	-	1,145,000	1,038,328
	<u>\$ -</u>	<u>\$ 1,145,000</u>	<u>\$ 1,097,059</u>
Total Instruction	<u>\$ 20,344,663</u>	<u>\$ 21,489,663</u>	<u>\$ 21,221,377</u>
Support Services			
Pupils			
Attendance and Social Work Services			
Salaries	\$ 1,240,966	\$ 1,240,966	\$ 1,253,913
Employee Benefits	269,551	269,551	272,864
Purchased Services	23,595	23,595	10,724
Supplies and Materials	28,701	28,701	12,815
Other Objects	1,008	1,008	439
	<u>\$ 1,563,821</u>	<u>\$ 1,563,821</u>	<u>\$ 1,550,755</u>
Guidance Services			
Salaries	\$ 1,223,361	\$ 1,223,361	\$ 1,209,397
Employee Benefits	252,578	252,578	250,912
Purchased Services	3,030	3,030	1,207
Supplies and Materials	2,104	2,104	778
	<u>\$ 1,481,073</u>	<u>\$ 1,481,073</u>	<u>\$ 1,462,294</u>
Health Services			
Salaries	\$ 252,398	\$ 252,398	\$ 261,721
Employee Benefits	49,686	49,686	50,786
Purchased Services	52,668	52,668	44,983
Supplies and Materials	4,379	4,379	3,037
	<u>\$ 359,131</u>	<u>\$ 359,131</u>	<u>\$ 360,527</u>
Psychological Services			
Salaries	\$ 203,599	\$ 203,599	\$ 204,617
Employee Benefits	26,936	26,936	26,786
Purchased Services	1,350	1,350	123
Supplies and Materials	650	650	216
	<u>\$ 232,535</u>	<u>\$ 232,535</u>	<u>\$ 231,742</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Pupils (Continued)			
Speech Pathology and Audiology Services			
Salaries	\$ 58,612	\$ 58,612	\$ 59,160
Employee Benefits	19,072	19,072	18,958
Purchased Services	225	225	299
Supplies and Materials	1,334	1,334	-
	<u>\$ 79,243</u>	<u>\$ 79,243</u>	<u>\$ 78,417</u>
Other Support Services - Pupils			
Salaries	\$ 5,751	\$ 5,751	\$ 8,950
Employee Benefits	48	48	63
Purchased Services	34,000	34,000	30,835
Supplies and Materials	31,080	31,080	29,327
	<u>\$ 70,879</u>	<u>\$ 70,879</u>	<u>\$ 69,175</u>
Total Support Services - Pupils	<u>\$ 3,786,682</u>	<u>\$ 3,786,682</u>	<u>\$ 3,752,910</u>
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 627,323	\$ 627,323	\$ 597,062
Employee Benefits	82,220	82,220	80,765
Purchased Services	87,378	87,378	84,765
Supplies and Materials	4,815	4,815	66
Other Objects	450	450	-
	<u>\$ 802,186</u>	<u>\$ 802,186</u>	<u>\$ 762,658</u>
Educational Media Services			
Salaries	\$ 770,390	\$ 770,390	\$ 762,309
Employee Benefits	226,142	226,142	207,995
Purchased Services	57,785	57,785	101,906
Supplies and Materials	108,228	108,228	77,625
	<u>\$ 1,162,545</u>	<u>\$ 1,162,545</u>	<u>\$ 1,149,835</u>
Assessment and Testing			
Salaries	\$ 11,311	\$ 11,311	\$ 5,385
Employee Benefits	2,654	2,654	3,875
Purchased Services	36,810	36,810	53,895
Supplies and Materials	-	-	2,293
Other Objects	450	450	-
	<u>\$ 51,225</u>	<u>\$ 51,225</u>	<u>\$ 65,448</u>
Total Support Services - Instructional Staff	<u>\$ 2,015,956</u>	<u>\$ 2,015,956</u>	<u>\$ 1,977,941</u>
General Administration			
Board of Education Services			
Salaries	\$ 13,000	\$ 13,000	\$ 5,802
Employee Benefits	319,757	319,757	303,605
Purchased Services	3,000	3,000	937
Supplies and Materials	21,150	21,150	20,591
	<u>\$ 356,907</u>	<u>\$ 356,907</u>	<u>\$ 330,935</u>
Executive Administration Services			
Salaries	\$ 428,426	\$ 428,426	\$ 427,430
Employee Benefits	81,166	81,166	80,920
Purchased Services	12,046	12,046	5,771
Supplies and Materials	1,728	1,728	1,366
Other Objects	2,340	2,340	1,863
	<u>\$ 525,706</u>	<u>\$ 525,706</u>	<u>\$ 517,350</u>
Total Support Services - General Administration	<u>\$ 882,613</u>	<u>\$ 882,613</u>	<u>\$ 848,285</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
School Administration			
Office of the Principal Services			
Salaries	\$ 839,725	\$ 839,725	\$ 839,951
Employee Benefits	196,687	196,687	200,622
Purchased Services	24,087	24,087	8,423
Supplies and Materials	6,039	6,039	6,860
Other Objects	3,679	3,679	2,260
	<u>\$ 1,070,217</u>	<u>\$ 1,070,217</u>	<u>\$ 1,058,116</u>
Total Support Services - School Administration	<u>\$ 1,070,217</u>	<u>\$ 1,070,217</u>	<u>\$ 1,058,116</u>
Business			
Direction of Business Support Services			
Salaries	\$ 241,977	\$ 241,977	\$ 241,457
Employee Benefits	47,481	47,481	47,540
Purchased Services	2,876	2,876	9,236
Supplies and Materials	400	400	204
Other Objects	1,080	1,080	640
	<u>\$ 293,814</u>	<u>\$ 293,814</u>	<u>\$ 299,077</u>
Fiscal Services			
Salaries	\$ 286,894	\$ 286,894	\$ 276,063
Employee Benefits	43,647	43,647	37,571
Purchased Services	6,014	6,014	5,537
Supplies and Materials	3,200	3,200	4,148
	<u>\$ 339,755</u>	<u>\$ 339,755</u>	<u>\$ 323,319</u>
Internal Services			
Salaries	\$ 113,992	\$ 113,992	\$ 103,895
Employee Benefits	43,493	43,493	43,348
Purchased Services	118,381	118,381	87,415
Supplies and Materials	26,467	26,467	28,378
	<u>\$ 302,333</u>	<u>\$ 302,333</u>	<u>\$ 263,036</u>
Total Support Services - Business	<u>\$ 935,902</u>	<u>\$ 935,902</u>	<u>\$ 885,432</u>
Operations and Maintenance			
Salaries	\$ 117,940	\$ 117,940	\$ 114,448
Employee Benefits	17,670	17,670	17,542
Purchased Services	226,066	226,066	218,363
Supplies and Materials	1,341	1,341	2,759
Total Support Services - Operations and Maintenance	<u>\$ 363,017</u>	<u>\$ 363,017</u>	<u>\$ 353,112</u>
Food Services			
Salaries	25,000	\$ 25,000	\$ -
Purchased Services	\$ 1,473,573	1,473,573	1,363,927
Supplies and Materials	6,492	6,492	9,928
Other Objects	1,194	1,194	1,687
Total Support Services - Food Services	<u>\$ 1,506,259</u>	<u>\$ 1,506,259</u>	<u>\$ 1,375,542</u>
Central			
Planning, Research, Development and Evaluation Services			
Salaries	\$ 45,822	\$ 45,822	\$ 46,912
Employee Benefits	16,773	16,773	16,640
Supplies and Materials	200	200	193
	<u>\$ 62,795</u>	<u>\$ 62,795</u>	<u>\$ 63,745</u>
Information Services			
Salaries	\$ 83,889	\$ 83,889	\$ 86,580
Employee Benefits	16,183	16,183	16,245
Purchased Services	37,034	37,034	16,275
Supplies and Materials	2,250	2,250	1,259
Other Objects	1,800	1,800	1,487
	<u>\$ 141,156</u>	<u>\$ 141,156</u>	<u>\$ 121,846</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Central (Continued)			
Staff Services			
Salaries	\$ 190,431	\$ 190,431	\$ 186,207
Employee Benefits	23,593	23,593	21,817
Purchased Services	23,602	23,602	13,289
Supplies and Materials	7,922	7,922	6,955
	<u>\$ 245,548</u>	<u>\$ 245,548</u>	<u>\$ 228,268</u>
Data Processing Services			
Salaries	\$ 92,331	\$ 92,331	\$ 92,331
Employee Benefits	21,967	21,967	21,859
Purchased Services	209,574	209,574	204,319
Supplies and Materials	11,000	11,000	1,691
	<u>\$ 334,872</u>	<u>\$ 334,872</u>	<u>\$ 320,200</u>
Total Support Services - Central	<u>\$ 784,371</u>	<u>\$ 784,371</u>	<u>\$ 734,059</u>
Total Support Services	<u>\$ 11,345,017</u>	<u>\$ 11,345,017</u>	<u>\$ 10,985,397</u>
Community Services			
Salaries	\$ 1,275	\$ 1,275	\$ 7,449
Employee Benefits	-	-	33
Purchased Services	-	-	2,406
Supplies and Materials	1,350	1,350	3,255
Other Objects	5,400	5,400	2,953
Total Community Services	<u>\$ 8,025</u>	<u>\$ 8,025</u>	<u>\$ 16,096</u>
Payments to Other Districts and Governmental Units			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Special Education Programs			
Purchased Services	\$ 4,500	\$ 4,500	\$ 6,033
	<u>\$ 4,500</u>	<u>\$ 4,500</u>	<u>\$ 6,033</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 4,500</u>	<u>\$ 4,500</u>	<u>\$ 6,033</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Regular Programs			
Other Objects	\$ -	\$ -	\$ 4,212
Payments for Special Education Programs			
Other Objects	2,405,000	1,260,000	1,112,229
Payment for CTE Programs			
Other Objects	495,000	495,000	475,003
Payments for Other Programs			
Other Objects	1,600	1,600	245
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 2,901,600</u>	<u>\$ 1,756,600</u>	<u>\$ 1,591,689</u>
Total Payments to Other Districts and Governmental Units	<u>\$ 2,906,100</u>	<u>\$ 1,761,100</u>	<u>\$ 1,597,722</u>
Capital Outlay			
Instruction			
Regular Programs	\$ 116,717	\$ 116,717	\$ 68,229
Special Education Programs	23,068	23,068	36,787
Other Instructional Programs	64,508	64,508	72,745
Support Services			
Pupils	16,117	16,117	797
Instructional Staff	34,151	34,151	270,622
General Administration	1,500	1,500	5,463
Business	2,313	2,313	1,340
Operations and Maintenance	-	-	1,536
Central	4,000	4,000	42,911
Total Capital Outlay	<u>\$ 262,374</u>	<u>\$ 262,374</u>	<u>\$ 500,430</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
On-Behalf Payments	\$ 5,466,800	\$ 5,466,800	\$ 5,489,409
Total Expenditures	<u>\$ 40,332,979</u>	<u>\$ 40,332,979</u>	<u>\$ 39,810,431</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 371,407</u>	<u>\$ 371,407</u>	<u>\$ 1,449,359</u>
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ (142,547)	\$ (142,547)	\$ (142,547)
Interest Transfers	6,000	6,000	-
Proceeds from Capital Lease	-	-	213,860
	<u>\$ (136,547)</u>	<u>\$ (136,547)</u>	<u>\$ 71,313</u>
NET CHANGE IN FUND BALANCE	\$ 234,860	\$ 234,860	\$ 1,520,672
FUND BALANCE - JULY 1, 2012	<u>23,244,383</u>	<u>23,244,383</u>	<u>6,148,742</u>
FUND BALANCE - JUNE 30, 2013	<u><u>\$ 23,479,243</u></u>	<u><u>\$ 23,479,243</u></u>	<u><u>\$ 7,669,414</u></u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - OPERATIONS AND MAINTENANCE FUND
YEAR ENDED JUNE 30, 2013

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 4,919,503	\$ 4,905,394
Earnings on Investments	6,000	1,482
Other Local Sources	98,700	103,098
Total Revenues	<u>\$ 5,024,203</u>	<u>\$ 5,009,974</u>
EXPENDITURES		
Support Services		
Facilities Acquisition and Construction		
Purchased Services	\$ 900	\$ 8,000
Supplies and Materials	2,000	-
Total Support Services - Facilities Acquisition and Construction	<u>\$ 2,900</u>	<u>\$ 8,000</u>
Operations and Maintenance		
Salaries	\$ 2,052,628	\$ 2,024,935
Employee Benefits	623,715	624,597
Purchased Services	731,405	711,844
Supplies and Materials	1,206,292	934,657
Other Objects	3,516	1,010
Total Support Services - Operations and Maintenance	<u>\$ 4,617,556</u>	<u>\$ 4,297,043</u>
Other Support Services		
Purchased Services	\$ 700	\$ 1,025
Total Support Services - Other Support Services	<u>\$ 700</u>	<u>\$ 1,025</u>
Total Support Services	<u>\$ 4,621,156</u>	<u>\$ 4,306,068</u>
Capital Outlay		
Support Services		
Facilities Acquisition and Construction	\$ 4,000	\$ -
Operations and Maintenance	55,590	37,742
Food Services	-	16,204
Total Capital Outlay	<u>\$ 59,590</u>	<u>\$ 53,946</u>
Total Expenditures	<u>\$ 4,680,746</u>	<u>\$ 4,360,014</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 343,457</u>	<u>\$ 649,960</u>
OTHER FINANCING SOURCES (USES)		
Interfund Transfers	<u>(288,160)</u>	<u>(288,160)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 55,297</u>	<u>\$ 361,800</u>
FUND BALANCE - JULY 1, 2012	<u>2,635,463</u>	<u>143,459</u>
FUND BALANCE - JUNE 30, 2013	<u><u>\$ 2,690,760</u></u>	<u><u>\$ 505,259</u></u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - TRANSPORTATION FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Property Taxes	\$ 1,602,633	\$ 1,598,001
Transportation Fees	10,710	34,671
Earnings on Investments	1,200	1,355
State Aid		
Transportation	587,208	675,634
Total Revenues	\$ 2,201,751	\$ 2,309,661
EXPENDITURES		
Support Services		
Transportation		
Purchased Services	\$ 2,074,882	\$ 2,047,604
Other Objects	1,200	668
Total Support Services - Transportation	\$ 2,076,082	\$ 2,048,272
Total Support Services	\$ 2,076,082	\$ 2,048,272
Total Expenditures	\$ 2,076,082	\$ 2,048,272
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 125,669	\$ 261,389
OTHER FINANCING SOURCES (USES)	-	-
NET CHANGE IN FUND BALANCE	\$ 125,669	\$ 261,389
FUND BALANCE - JULY 1, 2012	1,016,450	322,945
FUND BALANCE - JUNE 30, 2013	\$ 1,142,119	\$ 584,334

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2013

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 588,614	\$ 586,934
FICA/Medicare Only Purposes Levies	646,625	644,771
Payments in Lieu of Taxes	110,600	216,514
Earnings on Investments	2,222	438
Other Local Sources	3,724	5,205
Total Revenues	<u>\$ 1,351,785</u>	<u>\$ 1,453,862</u>
EXPENDITURES		
Instruction		
Regular Programs		
Employee Benefits	\$ 179,337	\$ 178,815
Special Education Programs		
Employee Benefits	108,466	109,854
Remedial and Supplemental Programs - K-12		
Employee Benefits	21,916	25,660
CTE Programs		
Employee Benefits	14,770	15,062
Interscholastic Programs		
Employee Benefits	78,117	74,844
Summer School Programs		
Employee Benefits	1,758	1,507
Driver's Education Programs		
Employee Benefits	3,910	3,475
Bilingual Programs		
Employee Benefits	839	878
	<u>\$ 409,113</u>	<u>\$ 410,095</u>
Support Services		
Pupils		
Attendance and Social Work Services		
Employee Benefits	\$ 73,261	\$ 74,900
Guidance Services		
Employee Benefits	46,350	47,632
Health Services		
Employee Benefits	13,526	13,685
Psychological Services		
Employee Benefits	4,761	4,762
Speech Pathology and Audiology Services		
Employee Benefits	806	801
Other Support Services - Pupils		
Employee Benefits	633	1,185
	<u>\$ 139,337</u>	<u>\$ 142,965</u>
Instructional Staff		
Improvement of Instruction Services		
Employee Benefits	\$ 12,544	\$ 8,328
Educational Media Services		
Employee Benefits	105,174	105,780
Assessment and Testing		
Employee Benefits	1,683	768
	<u>\$ 119,401</u>	<u>\$ 114,876</u>
General Administration		
Executive Administration Services		
Employee Benefits	\$ 25,860	\$ 25,935
	<u>\$ 25,860</u>	<u>\$ 25,935</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts Original and Final	Actual Amounts
EXPENDITURES (Continued)		
Support Services (Continued)		
School Administration		
Office of the Principal Services		
Employee Benefits	\$ 55,007	\$ 54,884
	\$ 55,007	\$ 54,884
Business		
Direction of Business Support Services		
Employee Benefits	\$ 13,936	\$ 13,841
Fiscal Services		
Employee Benefits	58,618	56,888
Internal Services		
Employee Benefits	22,159	20,230
	\$ 94,713	\$ 90,959
Operations and Maintenance		
Employee Benefits	\$ 413,021	\$ 417,549
	\$ 413,021	\$ 417,549
Food Services		
Employee Benefits	\$ 4,923	\$ -
	\$ 4,923	\$ -
Central		
Planning, Research, Development and Evaluation Services		
Employee Benefits	\$ 8,029	\$ 8,317
Information Services		
Employee Benefits	18,125	19,417
Staff Services		
Employee Benefits	26,140	26,130
Data Processing Services		
Employee Benefits	21,932	21,989
	\$ 74,226	\$ 75,853
Total Support Services	\$ 926,488	\$ 923,021
Community Services		
Employee Benefits	\$ 251	\$ 1,481
Total Community Services	\$ 251	\$ 1,481
Total Expenditures	\$ 1,335,852	\$ 1,334,597
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 15,933	\$ 119,265
OTHER FINANCING SOURCES (USES)	-	-
NET CHANGE IN FUND BALANCE	\$ 15,933	\$ 119,265
FUND BALANCE - JULY 1, 2012	565,479	(106,922)
FUND BALANCE - JUNE 30, 2013	\$ 581,412	\$ 12,343

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2013

NOTE 1 - BUDGETARY PROCESS

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budget was passed on September 24, 2012 and was amended on June 24, 2013. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

For each fund, total fund expenditures may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally adopted through passage of a resolution.
4. Formal budgetary integration is employed as a management control device during the year.
5. The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
6. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2013, no District fund presented as Required Supplementary Information had total expenditures that exceeded budget.

SUPPLEMENTAL FINANCIAL INFORMATION

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 COMBINING BALANCE SHEET
 GENERAL FUND
 YEAR ENDED JUNE 30, 2013

	Educational Fund	Working Cash Fund	General Fund Total
ASSETS			
Cash and Cash Equivalents	\$ 4,508,228	\$ 1,014,066	\$ 5,522,294
Investments, at Fair Value	14,704,848	3,937,558	18,642,406
Accrued Interest Receivable, net of allowance of \$0	38,306	24,542	62,848
Other Accounts Receivable, net of allowance of \$0	70,663	-	70,663
Property Taxes Receivable, net of allowance of \$118,341	16,340,891	-	16,340,891
Due from Other Governments, net of allowance of \$0	472,798	-	472,798
Prepaid Expenses	322,445	-	322,445
	<u>\$ 36,458,179</u>	<u>\$ 4,976,166</u>	<u>\$ 41,434,345</u>
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Accounts Payable and Accrued Expenses	\$ 216,621	\$ -	\$ 216,621
Accrued Payroll and Payroll Liabilities	2,593,994	-	2,593,994
Deferred Revenue	30,929,774	24,542	30,954,316
Total Liabilities	<u>\$ 33,740,389</u>	<u>\$ 24,542</u>	<u>\$ 33,764,931</u>
FUND BALANCE			
Nonspendable			
Prepaid Expenses	\$ 322,445	\$ -	\$ 322,445
Unassigned	2,395,345	4,951,624	7,346,969
Total Fund Balance	<u>\$ 2,717,790</u>	<u>\$ 4,951,624</u>	<u>\$ 7,669,414</u>
Total Liabilities and Fund Balance	<u>\$ 36,458,179</u>	<u>\$ 4,976,166</u>	<u>\$ 41,434,345</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 GENERAL FUND
 YEAR ENDED JUNE 30, 2013

	Educational Fund	Working Cash Fund	General Fund Total
REVENUES			
Property Taxes	\$ 29,837,218	\$ -	\$ 29,837,218
Payments in Lieu of Taxes	386,468	-	386,468
Tuition	95,970	-	95,970
Earnings on Investments	32,206	17,158	49,364
Food Service	1,104,469	-	1,104,469
District/School Activity Income	1,113,134	-	1,113,134
Textbooks	3,762	-	3,762
Other Local Sources	424,507	-	424,507
State Aid	1,699,977	-	1,699,977
Federal Aid	1,055,512	-	1,055,512
On-Behalf Payments	5,489,409	-	5,489,409
	<u>\$ 41,242,632</u>	<u>\$ 17,158</u>	<u>\$ 41,259,790</u>
EXPENDITURES			
Current			
Instruction			
Regular Programs	\$ 12,676,984	\$ -	\$ 12,676,984
Special Education Programs	2,871,265	-	2,871,265
Other Instructional Programs	5,673,128	-	5,673,128
Support Services			
Pupils	3,752,910	-	3,752,910
Instructional Staff	1,977,941	-	1,977,941
General Administration	848,285	-	848,285
School Administration	1,058,116	-	1,058,116
Business	885,432	-	885,432
Operations and Maintenance	353,112	-	353,112
Food Services	1,375,542	-	1,375,542
Central	734,059	-	734,059
Community Services	16,096	-	16,096
Payments to Other Districts and Governmental Units	1,597,722	-	1,597,722
Capital Outlay	500,430	-	500,430
On-Behalf Payments	5,489,409	-	5,489,409
	<u>\$ 39,810,431</u>	<u>\$ -</u>	<u>\$ 39,810,431</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 1,432,201</u>	<u>\$ 17,158</u>	<u>\$ 1,449,359</u>
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ (142,547)	\$ -	\$ (142,547)
Proceeds from Capital Lease	213,860	-	213,860
	<u>\$ 71,313</u>	<u>\$ -</u>	<u>\$ 71,313</u>
NET CHANGE IN FUND BALANCES	<u>\$ 1,503,514</u>	<u>\$ 17,158</u>	<u>\$ 1,520,672</u>
FUND BALANCES - JULY 1, 2012	<u>1,214,276</u>	<u>4,934,466</u>	<u>6,148,742</u>
FUND BALANCES - JUNE 30, 2013	<u>\$ 2,717,790</u>	<u>\$ 4,951,624</u>	<u>\$ 7,669,414</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Property Taxes	\$ 29,923,283	\$ 29,923,283	\$ 29,837,218
Payments in Lieu of Taxes	361,322	361,322	386,468
Tuition	69,001	69,001	95,970
Earnings on Investments	46,740	46,740	32,206
Food Service	1,134,137	1,134,137	1,104,469
District/School Activity Income	1,096,645	1,096,645	1,113,134
Textbooks	2,500	2,500	3,762
Other Local Sources	354,265	354,265	424,507
State Aid			
General State Aid	369,371	369,371	263,120
Special Education	844,188	844,188	1,274,265
Career and Technical Education	43,019	43,019	42,958
Bilingual	11,312	11,312	5,675
State Free Lunch and Breakfast	5,453	5,453	2,689
Driver Education	89,793	89,793	106,982
Other State Aid	3,679	3,679	4,288
Federal Aid			
Title I	144,021	144,021	178,109
Title IV	2,264	2,264	-
Federal Special Education	611,000	611,000	724,378
CTE - Perkins	22,859	22,859	22,837
Other ARRA Funds	1,701	1,701	-
Title II - Teacher Quality	45,586	45,586	53,981
Medicaid Matching Funds - Administrative Outreach	25,400	25,400	50,667
Medicaid Matching Funds - Fee-for-Service Program	5,047	5,047	23,126
Other Federal Aid	5,000	5,000	2,414
On-Behalf Payments	5,466,800	5,466,800	5,489,409
Total Revenues	\$ 40,684,386	\$ 40,684,386	\$ 41,242,632
EXPENDITURES			
Instruction			
Regular Programs			
Salaries	\$ 10,271,435	\$ 10,271,435	\$ 10,273,900
Employee Benefits	1,964,131	1,964,131	1,938,234
Purchased Services	97,683	97,683	47,136
Supplies and Materials	477,653	477,653	398,164
Other Objects	27,680	27,680	19,550
	<u>\$ 12,838,582</u>	<u>\$ 12,838,582</u>	<u>\$ 12,676,984</u>
Special Education Programs			
Salaries	\$ 2,070,940	\$ 2,070,940	\$ 2,226,915
Employee Benefits	565,944	565,944	605,917
Purchased Services	19,323	19,323	12,950
Supplies and Materials	50,050	50,050	25,434
Other Objects	540	540	49
	<u>\$ 2,706,797</u>	<u>\$ 2,706,797</u>	<u>\$ 2,871,265</u>
Remedial and Supplemental Programs K-12			
Salaries	\$ 426,342	\$ 426,342	\$ 326,725
Employee Benefits	200,128	200,128	184,964
Purchased Services	30,700	30,700	25,568
Supplies and Materials	11,207	11,207	24,521
	<u>\$ 668,377</u>	<u>\$ 668,377</u>	<u>\$ 561,778</u>
CTE Programs			
Salaries	\$ 1,066,659	\$ 1,066,659	\$ 1,081,506
Employee Benefits	262,681	262,681	252,016
Purchased Services	11,267	11,267	10,249
Supplies and Materials	76,682	76,682	61,166
Other Objects	508	508	358
	<u>\$ 1,417,797</u>	<u>\$ 1,417,797</u>	<u>\$ 1,405,295</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Instruction (Continued)			
Interscholastic Programs			
Salaries	\$ 1,641,961	\$ 1,641,961	\$ 1,549,619
Employee Benefits	97,383	97,383	97,699
Purchased Services	278,359	278,359	295,439
Supplies and Materials	139,057	139,057	152,322
Other Objects	50,275	50,275	51,971
	<u>\$ 2,207,035</u>	<u>\$ 2,207,035</u>	<u>\$ 2,147,050</u>
Summer School Programs			
Salaries	\$ 75,639	\$ 75,639	\$ 57,401
Employee Benefits	2,522	2,522	2,222
Supplies and Materials	-	-	59
Other Objects	6,805	6,805	3,094
	<u>\$ 84,966</u>	<u>\$ 84,966</u>	<u>\$ 62,776</u>
Driver's Education Programs			
Salaries	\$ 254,521	\$ 254,521	\$ 237,419
Employee Benefits	57,278	57,278	57,347
Purchased Services	9,266	9,266	11,014
Supplies and Materials	10,650	10,650	6,203
Other Objects	775	775	107
	<u>\$ 332,490</u>	<u>\$ 332,490</u>	<u>\$ 312,090</u>
Bilingual Programs			
Salaries	\$ 61,478	\$ 61,478	\$ 63,456
Employee Benefits	17,629	17,629	17,572
Purchased Services	9,512	9,512	6,052
	<u>\$ 88,619</u>	<u>\$ 88,619</u>	<u>\$ 87,080</u>
Private Tuition - Other Objects			
Pre-K Programs	\$ -	\$ -	\$ 58,731
Special Education Programs K-12	-	1,145,000	1,038,328
	<u>\$ -</u>	<u>\$ 1,145,000</u>	<u>\$ 1,097,059</u>
Total Instruction	<u>\$ 20,344,663</u>	<u>\$ 21,489,663</u>	<u>\$ 21,221,377</u>
Support Services			
Pupils			
Attendance and Social Work Services			
Salaries	\$ 1,240,966	\$ 1,240,966	\$ 1,253,913
Employee Benefits	269,551	269,551	272,864
Purchased Services	23,595	23,595	10,724
Supplies and Materials	28,701	28,701	12,815
Other Objects	1,008	1,008	439
	<u>\$ 1,563,821</u>	<u>\$ 1,563,821</u>	<u>\$ 1,550,755</u>
Guidance Services			
Salaries	\$ 1,223,361	\$ 1,223,361	\$ 1,209,397
Employee Benefits	252,578	252,578	250,912
Purchased Services	3,030	3,030	1,207
Supplies and Materials	2,104	2,104	778
	<u>\$ 1,481,073</u>	<u>\$ 1,481,073</u>	<u>\$ 1,462,294</u>
Health Services			
Salaries	\$ 252,398	\$ 252,398	\$ 261,721
Employee Benefits	49,686	49,686	50,786
Purchased Services	52,668	52,668	44,983
Supplies and Materials	4,379	4,379	3,037
	<u>\$ 359,131</u>	<u>\$ 359,131</u>	<u>\$ 360,527</u>
Psychological Services			
Salaries	\$ 203,599	\$ 203,599	\$ 204,617
Employee Benefits	26,936	26,936	26,786
Purchased Services	1,350	1,350	123
Supplies and Materials	650	650	216
	<u>\$ 232,535</u>	<u>\$ 232,535</u>	<u>\$ 231,742</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Pupils (Continued)			
Speech Pathology and Audiology Services			
Salaries	\$ 58,612	\$ 58,612	\$ 59,160
Employee Benefits	19,072	19,072	18,958
Purchased Services	225	225	299
Supplies and Materials	1,334	1,334	-
	<u>\$ 79,243</u>	<u>\$ 79,243</u>	<u>\$ 78,417</u>
Other Support Services - Pupils			
Salaries	\$ 5,751	\$ 5,751	\$ 8,950
Employee Benefits	48	48	63
Purchased Services	34,000	34,000	30,835
Supplies and Materials	31,080	31,080	29,327
	<u>\$ 70,879</u>	<u>\$ 70,879</u>	<u>\$ 69,175</u>
Total Support Services - Pupils	<u>\$ 3,786,682</u>	<u>\$ 3,786,682</u>	<u>\$ 3,752,910</u>
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 627,323	\$ 627,323	\$ 597,062
Employee Benefits	82,220	82,220	80,765
Purchased Services	87,378	87,378	84,765
Supplies and Materials	4,815	4,815	66
Other Objects	450	450	-
	<u>\$ 802,186</u>	<u>\$ 802,186</u>	<u>\$ 762,658</u>
Educational Media Services			
Salaries	\$ 770,390	\$ 770,390	\$ 762,309
Employee Benefits	226,142	226,142	207,995
Purchased Services	57,785	57,785	101,906
Supplies and Materials	108,228	108,228	77,625
	<u>\$ 1,162,545</u>	<u>\$ 1,162,545</u>	<u>\$ 1,149,835</u>
Assessment and Testing			
Salaries	\$ 11,311	\$ 11,311	\$ 5,385
Employee Benefits	2,654	2,654	3,875
Purchased Services	36,810	36,810	53,895
Supplies and Materials	-	-	2,293
Other Objects	450	450	-
	<u>\$ 51,225</u>	<u>\$ 51,225</u>	<u>\$ 65,448</u>
Total Support Services - Instructional Staff	<u>\$ 2,015,956</u>	<u>\$ 2,015,956</u>	<u>\$ 1,977,941</u>
General Administration			
Board of Education Services			
Employee Benefits	\$ 13,000	\$ 13,000	\$ 5,802
Purchased Services	319,757	319,757	303,605
Supplies and Materials	3,000	3,000	937
Other Objects	21,150	21,150	20,591
	<u>\$ 356,907</u>	<u>\$ 356,907</u>	<u>\$ 330,935</u>
Executive Administration Services			
Salaries	\$ 428,426	\$ 428,426	\$ 427,430
Employee Benefits	81,166	81,166	80,920
Purchased Services	12,046	12,046	5,771
Supplies and Materials	1,728	1,728	1,366
Other Objects	2,340	2,340	1,863
	<u>\$ 525,706</u>	<u>\$ 525,706</u>	<u>\$ 517,350</u>
Total Support Services - General Administration	<u>\$ 882,613</u>	<u>\$ 882,613</u>	<u>\$ 848,285</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
School Administration			
Office of the Principal Services			
Salaries	\$ 839,725	\$ 839,725	\$ 839,951
Employee Benefits	196,687	196,687	200,622
Purchased Services	24,087	24,087	8,423
Supplies and Materials	6,039	6,039	6,860
Other Objects	3,679	3,679	2,260
	<u>\$ 1,070,217</u>	<u>\$ 1,070,217</u>	<u>\$ 1,058,116</u>
Total Support Services - School Administration	<u>\$ 1,070,217</u>	<u>\$ 1,070,217</u>	<u>\$ 1,058,116</u>
Business			
Direction of Business Support Services			
Salaries	\$ 241,977	\$ 241,977	\$ 241,457
Employee Benefits	47,481	47,481	47,540
Purchased Services	2,876	2,876	9,236
Supplies and Materials	400	400	204
Other Objects	1,080	1,080	640
	<u>\$ 293,814</u>	<u>\$ 293,814</u>	<u>\$ 299,077</u>
Fiscal Services			
Salaries	\$ 286,894	\$ 286,894	\$ 276,063
Employee Benefits	43,647	43,647	37,571
Purchased Services	6,014	6,014	5,537
Supplies and Materials	3,200	3,200	4,148
	<u>\$ 339,755</u>	<u>\$ 339,755</u>	<u>\$ 323,319</u>
Internal Services			
Salaries	\$ 113,992	\$ 113,992	\$ 103,895
Employee Benefits	43,493	43,493	43,348
Purchased Services	118,381	118,381	87,415
Supplies and Materials	26,467	26,467	28,378
	<u>\$ 302,333</u>	<u>\$ 302,333</u>	<u>\$ 263,036</u>
Total Support Services - Business	<u>\$ 935,902</u>	<u>\$ 935,902</u>	<u>\$ 885,432</u>
Operations and Maintenance			
Salaries	\$ 117,940	\$ 117,940	\$ 114,448
Employee Benefits	17,670	17,670	17,542
Purchased Services	226,066	226,066	218,363
Supplies and Materials	1,341	1,341	2,759
Total Support Services - Operations and Maintenance	<u>\$ 363,017</u>	<u>\$ 363,017</u>	<u>\$ 353,112</u>
Food Services			
Salaries	\$ 25,000	\$ 25,000	\$ -
Purchased Services	1,473,573	1,473,573	1,363,927
Supplies and Materials	6,492	6,492	9,928
Other Objects	1,194	1,194	1,687
Total Support Services - Food Services	<u>\$ 1,506,259</u>	<u>\$ 1,506,259</u>	<u>\$ 1,375,542</u>
Central			
Planning, Research, Development and Evaluation Services			
Salaries	\$ 45,822	\$ 45,822	\$ 46,912
Employee Benefits	16,773	16,773	16,640
Supplies and Materials	200	200	193
	<u>\$ 62,795</u>	<u>\$ 62,795</u>	<u>\$ 63,745</u>
Information Services			
Salaries	\$ 83,889	\$ 83,889	\$ 86,580
Employee Benefits	16,183	16,183	16,245
Purchased Services	37,034	37,034	16,275
Supplies and Materials	2,250	2,250	1,259
Other Objects	1,800	1,800	1,487
	<u>\$ 141,156</u>	<u>\$ 141,156</u>	<u>\$ 121,846</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Central (Continued)			
Staff Services			
Salaries	\$ 190,431	\$ 190,431	\$ 186,207
Employee Benefits	23,593	23,593	21,817
Purchased Services	23,602	23,602	13,289
Supplies and Materials	7,922	7,922	6,955
	<u>\$ 245,548</u>	<u>\$ 245,548</u>	<u>\$ 228,268</u>
Data Processing Services			
Salaries	\$ 92,331	\$ 92,331	\$ 92,331
Employee Benefits	21,967	21,967	21,859
Purchased Services	209,574	209,574	204,319
Supplies and Materials	11,000	11,000	1,691
	<u>\$ 334,872</u>	<u>\$ 334,872</u>	<u>\$ 320,200</u>
Total Support Services - Central	<u>\$ 784,371</u>	<u>\$ 784,371</u>	<u>\$ 734,059</u>
Total Support Services	<u>\$ 11,345,017</u>	<u>\$ 11,345,017</u>	<u>\$ 10,985,397</u>
Community Services			
Salaries	\$ 1,275	\$ 1,275	\$ 7,449
Employee Benefits	-	-	33
Purchased Services	-	-	2,406
Supplies and Materials	1,350	1,350	3,255
Other Objects	5,400	5,400	2,953
Total Community Services	<u>\$ 8,025</u>	<u>\$ 8,025</u>	<u>\$ 16,096</u>
Payments to Other Districts and Governmental Units			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Special Education Programs			
Purchased Services	\$ 4,500	\$ 4,500	\$ 6,033
	<u>\$ 4,500</u>	<u>\$ 4,500</u>	<u>\$ 6,033</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 4,500</u>	<u>\$ 4,500</u>	<u>\$ 6,033</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Regular Programs			
Other Objects	\$ -	\$ -	\$ 4,212
Payments for Special Education Programs			
Other Objects	2,405,000	1,260,000	1,112,229
Payment for CTE Programs			
Other Objects	495,000	495,000	475,003
Payments for Other Programs			
Other Objects	1,600	1,600	245
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 2,901,600</u>	<u>\$ 1,756,600</u>	<u>\$ 1,591,689</u>
Total Payments to Other Districts and Governmental Units	<u>\$ 2,906,100</u>	<u>\$ 1,761,100</u>	<u>\$ 1,597,722</u>
Capital Outlay			
Instruction			
Regular Programs	\$ 116,717	\$ 116,717	\$ 68,229
Special Education Programs	23,068	23,068	36,787
Other Instructional Programs	64,508	64,508	72,745
Support Services			
Pupils	16,117	16,117	797
Instructional Staff	34,151	34,151	270,622
General Administration	1,500	1,500	5,463
Business	2,313	2,313	1,340
Operations and Maintenance	-	-	1,536
Central	4,000	4,000	42,911
Total Capital Outlay	<u>\$ 262,374</u>	<u>\$ 262,374</u>	<u>\$ 500,430</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL FUND - EDUCATIONAL FUND
 YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
On-Behalf Payments	\$ 5,466,800	\$ 5,466,800	\$ 5,489,409
Total Expenditures	\$ 40,332,979	\$ 40,332,979	\$ 39,810,431
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 351,407	\$ 351,407	\$ 1,432,201
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ (142,547)	\$ (142,547)	\$ (142,547)
Interest Transfers	26,000	26,000	-
Proceeds from Capital Lease	-	-	213,860
	<u>\$ (116,547)</u>	<u>\$ (116,547)</u>	<u>\$ 71,313</u>
NET CHANGE IN FUND BALANCE	\$ 234,860	\$ 234,860	\$ 1,503,514
FUND BALANCE - JULY 1, 2012	<u>18,309,916</u>	<u>18,309,916</u>	<u>1,214,276</u>
FUND BALANCE - JUNE 30, 2013	<u>\$ 18,544,776</u>	<u>\$ 18,544,776</u>	<u>\$ 2,717,790</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL FUND - WORKING CASH FUND
 YEAR ENDED JUNE 30, 2013

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Earnings on Investments	\$ 20,000	\$ 17,158
Total Revenues	\$ 20,000	\$ 17,158
EXPENDITURES	\$ -	\$ -
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 20,000	\$ 17,158
OTHER FINANCING SOURCES (USES)		
Interest Transfers	(20,000)	-
NET CHANGE IN FUND BALANCE	\$ -	\$ 17,158
FUND BALANCE - JULY 1, 2012	4,934,467	4,934,466
FUND BALANCE - JUNE 30, 2013	\$ 4,934,467	\$ 4,951,624

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICES FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Property Taxes	\$ 5,757,306	\$ 5,740,810
Earnings on Investments	6,000	2,833
Total Revenues	\$ 5,763,306	\$ 5,743,643
EXPENDITURES		
Debt Services		
Interest		
Other Objects	\$ 1,936,484	\$ 1,940,953
Total Debt Services - Interest	\$ 1,936,484	\$ 1,940,953
Debt Services - Payment of Principal on Long-Term Debt		
Other Objects	\$ 4,205,184	\$ 4,196,455
Total Debt Services - Payment of Principal on Long-Term Debt	\$ 4,205,184	\$ 4,196,455
Debt Services - Other		
Other Objects	\$ -	\$ 1,004
Total Debt Services - Debt Services - Other	\$ -	\$ 1,004
Total Debt Services	\$ 6,141,668	\$ 6,138,412
Total Expenditures	\$ 6,141,668	\$ 6,138,412
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (378,362)	\$ (394,769)
OTHER FINANCING SOURCES (USES)		
Interfund Transfers	\$ 430,707	\$ 430,707
Interest Transfers	(6,000)	-
	\$ 424,707	\$ 430,707
NET CHANGE IN FUND BALANCE	\$ 46,345	\$ 35,938
FUND BALANCE - JULY 1, 2012	2,844,767	12,067
FUND BALANCE - JUNE 30, 2013	\$ 2,891,112	\$ 48,005

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Earnings on Investments	\$ 2,500	\$ 2,500	\$ 940
Other Local Sources	600,000	600,000	512,603
State Aid			
General State Aid	800,000	800,000	906,299
Other State Aid	50,000	50,000	50,000
Total Revenues	<u>\$ 1,452,500</u>	<u>\$ 1,452,500</u>	<u>\$ 1,469,842</u>
EXPENDITURES			
Support Services			
Facilities Acquisition and Construction			
Purchased Services	\$ 20,000	\$ 65,000	\$ 116,200
Total Support Services - Facilities Acquisition and Construction	<u>\$ 20,000</u>	<u>\$ 65,000</u>	<u>\$ 116,200</u>
Total Support Services	<u>\$ 20,000</u>	<u>\$ 65,000</u>	<u>\$ 116,200</u>
Capital Outlay			
Support Services			
Facilities Acquisition and Construction	\$ 840,156	\$ 1,605,937	\$ 1,332,466
Total Capital Outlay	<u>\$ 840,156</u>	<u>\$ 1,605,937</u>	<u>\$ 1,332,466</u>
Total Expenditures	<u>\$ 860,156</u>	<u>\$ 1,670,937</u>	<u>\$ 1,448,666</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 592,344	\$ (218,437)	\$ 21,176
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	\$ 592,344	\$ (218,437)	\$ 21,176
FUND BALANCE - JULY 1, 2012	1,008,483	1,008,483	711,221
FUND BALANCE - JUNE 30, 2013	<u>\$ 1,600,827</u>	<u>\$ 790,046</u>	<u>\$ 732,397</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2013

ASSETS	BALANCE JULY 1, 2012	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2013
Cash and Cash Equivalents	\$ 506,669	\$ 2,203,039	\$ 2,241,058	\$ 468,650
Investments	99,422	52,629	-	152,051
	<u>\$ 606,091</u>	<u>\$ 2,255,668</u>	<u>\$ 2,241,058</u>	<u>\$ 620,701</u>
 LIABILITIES				
Amount Due to Agency Fund				
District Miscellaneous (was Faculty Lunch Donations)	\$ -	\$ 3,500	\$ 3,425	\$ 75
Classrooms for Kids	7,997	-	-	7,997
50th Anniversary Committee	842	-	-	842
Employee Purchases	45	-	-	45
School Supply Donations	369	-	-	369
Library Fund	17	-	-	17
Student Activity Startup Funds (was Employee Fund - Balance)	221	-	-	221
Earned Interest Balance	9,097	11	1,977	7,131
FSA Funds FY 2010-2011	21,016	-	21,016	-
FSA Funds FY 2011-2012	62,584	-	62,584	-
FSA Funds FY 2012-2013	-	205,699	159,499	46,200
FSA Earnings and Fees	1,364	11,735	6,287	6,812
Health Insurance	32,323	436,205	444,215	24,313
Dental Insurance	4,458	31,998	29,972	6,484
Vision Insurance	1,215	5,800	5,673	1,342
Vision Insurance - Allied Benefits	38,507	31,386	20,031	49,862
Life Insurance	7,265	42,417	42,950	6,732
EE - Summer Insurance Premiums	2,175	7,318	7,245	2,248
Dependent Life Insurance	83	470	464	89
Athletic Booster Club	3,375	16,739	16,939	3,175
LPPE Membership	825	4,236	4,431	630
Blood Borne Pathogen	30	-	-	30
Dental Insurance - Sun Life	90,010	303,619	309,547	84,082
LP Band Aux - Sales Tax	64	-	-	64
Activities Travel	-	6,523	1,768	4,755
The Altier Scholarship	11,052	11,052	11,052	11,052
Kathy Percoco Scholarship	5,081	15	1,000	4,096
Vendor Scholarships	500	-	-	500
Art Club	45	-	45	-
Graphic Art Club	210	-	-	210
Band Boosters	178	80	-	258
Summer Band Camp	-	23,000	22,900	100
Jazz Band	271	-	185	86
Lake Park Strings	-	390	350	40
Science Club	435	910	437	908
Scholastic Bowl	257	-	81	176
Women of Promise	1,208	200	384	1,024
Chess Club	13	-	13	-
Game Club	-	133	-	133
Chorus	1,600	17,228	11,680	7,148

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2013

	BALANCE JULY 1, 2012	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2013
Amount Due to Agency Fund (Continued)				
CWT	\$ 37	\$ -	\$ -	\$ 37
Craft Show	-	6,231	6,231	-
Creative Writing Club	250	-	-	250
Speech Team Summer	561	733	581	713
Deca-East	140	4,816	4,956	-
Deca-West	1,068	12,904	13,617	355
Memorial Fund	2,000	1,504	2,000	1,504
West Campus Charity Fund	864	1,468	993	1,339
Cha-Cha for Children	961	20	-	981
Susan G. Koman Charity	1,271	392	-	1,663
Hoops for Heart	-	6,606	6,606	-
Wonder	1,129	-	225	904
Poetry Slam	1,150	-	300	850
Fishing Club	420	1,008	1,136	292
French Club	50	135	-	185
German Club	596	1,627	1,267	956
Spanish Club	154	-	-	154
Math Team	95	816	898	13
College Unidos	44	-	1	43
El Intercambio	2,464	6,850	7,711	1,603
HOSA	214	439	400	253
International Thespian Society	7,648	13,472	15,039	6,081
Homecoming	3,928	44,412	33,799	14,541
National Honor Society	3,942	1,808	2,733	3,017
Dance Ensemble Club	3,436	11,137	13,668	905
Perspective	2,081	565	695	1,951
Band Travel Program	21,795	124,135	145,930	-
Der Austausch	9,485	31,715	40,820	380
L'Exchange	(22)	26,228	25,845	361
Exchange Assistance	2,708	4,306	6,921	93
Freshman Class	528	-	200	328
Sophomore Class	324	657	354	627
Junior Class	(19)	57,416	59,198	(1,801)
Senior Class	1,299	1,745	2,700	344
Theatre Program	-	1,345	1,305	40
Mural Fund	3,469	-	-	3,469
Psychology Fund	231	53	15	269
GSA	-	179	-	179
Student Council	466	9,006	9,399	73
East Student Council	536	4,604	4,970	170
DSA Club Assistance Fund	5,401	31,678	31,375	5,704
Senior Class Gift Fund	614	1,000	-	1,614
F.C.C.L.A.	325	1,950	2,003	272
Youth & Government	1,720	19,762	19,603	1,879
S.A.D.D.	1,300	-	-	1,300
Parent/Student Dinner Dance	473	-	-	473
SADD - Safety Incentive Program	350	-	-	350
Stand for the Silent	-	1,014	294	720
Earth Club	787	4,876	1,688	3,975
V.I.C.A.	344	-	-	344
Yearbook	13,326	63,670	66,890	10,106

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2013

	BALANCE JULY 1, 2012	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2013
Amount Due to Agency Fund (Continued)				
Yearbook - Prior Years	\$ 12,547	\$ 13,011	\$ 16,526	\$ 9,032
Snowball - Drug Free Schools	3,925	2,158	3,248	2,835
Snowball Scholarship	2,243	-	-	2,243
Market Day	4,729	40,351	41,174	3,906
Party w/a Purpose	1,671	-	-	1,671
Athletic Department	-	15,812	15,535	277
Athlete of the Week	1	-	-	1
Cheerleaders	1,528	17,888	18,535	881
Cheer Summer Camp	3,653	9,944	8,308	5,289
Super Fans	155	144	-	299
Patrick Cooper Memorial	5,299	-	5,299	-
Dan Burgess Benefit Account	200	-	-	200
Lancettes	4,743	34,898	26,139	13,502
Lancette Dinners	592	-	-	592
Girls Track	264	1,700	1,682	282
Swim Team - In & Out	2	4,303	4,201	104
Swim Team Fund Raiser	-	1,665	1,665	-
Booster Club	-	703	703	-
Boys Baseball - Summer Camp	7,027	25,906	18,417	14,516
Boys Soccer - Summer League	2,062	5,900	4,041	3,921
Boys Soccer - Regular	131	7,842	7,754	219
Boys Soccer - Summer	1,559	14,330	9,808	6,081
Boys Baseball - Summer League	2,387	4,380	3,490	3,277
Boys Baseball - Regular	252	16,072	15,533	791
Girls Softball - Summer	2,799	11,220	7,080	6,939
Girls Softball - Regular	-	7,487	7,461	26
Boys Basketball - Summer League	188	8,539	8,068	659
Boys Basketball - Summer	6,815	22,798	29,796	(183)
Boys Basketball - Regular	72	1,523	1,472	123
Badminton	-	1,281	1,236	45
Badminton - Summer	736	2,095	2,859	(28)
Girls Basketball - Summer	4,529	12,803	9,424	7,908
Girls Basketball - Regular	43	1,475	1,327	191
Girls Basketball - League	606	4,708	4,054	1,260
Boys/Girls X Cntry - Summer	3,211	8,282	6,535	4,958
Boys/Girls X Cntry - Regular	580	1,369	1,946	3
Boys Football - Summer	5,025	22,163	13,717	13,471
Boys Football - Regular	(876)	11,611	10,206	529
Football Dinners	-	3,005	2,843	162
Speed Camp	2,643	7,654	6,004	4,293
Boys Gymnastics - Summer	422	1,577	1,085	914
Boys Gymnastics - Regular	26	545	571	-
Girls Summer Pom Camp	2,501	10,888	7,456	5,933
Boys/Girls Tennis - Summer	2,987	10,043	7,556	5,474
Boys/Girls Tennis - Regular	-	3,509	3,509	-
Boys Wrestling - Summer	620	4,623	2,370	2,873
Boys Wrestling - Regular	1	754	749	6
Girls Volleyball - League	145	-	-	145
Girls Volleyball - Summer	5,675	23,881	14,942	14,614
Girls Volleyball - Regular	110	6,656	6,751	15
Boys Volleyball - Summer	1,659	8,943	5,416	5,186

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2013

	BALANCE JULY 1, 2012	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2013
Amount Due to Agency Fund (Continued)				
Boys Volleyball - Regular	\$ -	\$ 4,347	\$ 4,154	\$ 193
Boys Volleyball - League	50	-	-	50
Girls Gymnastics - Regular	-	420	419	1
Boys Track - Regular	4	1,150	1,139	15
Girls Golf - Regular	147	492	491	148
Girls Soccer- Regular	1,374	9,687	9,423	1,638
Girls Soccer- Summer League	4,153	2,659	5,090	1,722
IHSA Tournament	95	9,799	8,586	1,308
Inv-Boys Basketball-Frosh	7	2,275	1,964	318
Inv-Boys Gymnastics-FR/V	60	4,511	4,178	393
Inv-Boys Tennis-FR/V	36	420	420	36
Inv-Boys Track	6	-	-	6
Inv-Boys Wrestling-FR/V	-	5,643	5,422	221
Inv-Boys Golf-Varsity	-	6,610	6,300	310
Inv-Boys Soccer-Varsity	-	5,022	4,935	87
Inv-Boys/Girls X Country	-	5,135	5,135	-
Inv-Girls Gymnastics-JV	30	1,842	1,840	32
Inv-Girls Track	15	6,048	5,717	346
Inv-Girls Volleyball	10	4,798	4,806	2
Inv-Boys Volleyball	18	1,641	1,642	17
Inv-Girls Basketball	-	1,683	1,683	-
Inv-Lancettes	7	-	-	7
Inv-Girls Bowling	-	1,100	1,100	-
Inv-Boys Bowling	-	5,570	4,546	1,024
Inv-Girls Soccer	-	1,925	1,616	309
Special Olympics	-	710	190	520
Upstate 8 Tournament	12	5,533	5,167	378
X-treme Sports Club	61	485	-	546
Replacement Jerseys	993	835	-	1,828
Athletic Trainers - Summer Camps	517	13,603	7,876	6,244
Athletic Vending-E/C	147	-	96	51
Eighth Grade Contest Fund	-	210	170	40
Chartered Bus	203	-	-	203
Graduation Video	3,330	-	-	3,330
Athletic Vending-W/C	9,582	-	-	9,582
W/C Coca Cola Part. In Ed	1,213	-	-	1,213
Tobacco Survey Fund	1,000	-	-	1,000
Upstate 8 Principals	155	-	-	155
Lake Park Foundation Donation	325	726	775	276
Lake Park Foundation	26,163	45,909	32,309	39,763
LPEF Endowment	20,345	118	-	20,463
Lancer Emergency Fund	4,973	1,520	926	5,567
Carl Forrester Scholarship	500	-	500	-
Don Lovelace Scholarship	2,770	320	1,000	2,090
Foundation Scholarship	200	3,090	-	3,290
Swierczewski Scholarship	-	1,000	1,000	-
DMG Perserverance Scholarship	-	750	-	750
Hope Stewart Scholarship	-	500	-	500
Amanda Dombrowski Scholarship	1,000	1,000	1,000	1,000
Joe Cychosz Scholarship	1,200	1,500	1,000	1,700
Bloomington Artists Association Scholarship	-	300	-	300

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2013

	BALANCE JULY 1, 2012	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2013
Amount Due to Agency Fund (Continued)				
Gary Annunziata Scholarship	\$ 500	\$ -	\$ -	\$ 500
Scott Bradley Memorial Scholarship	-	2,000	1,500	500
Gaylon Elliott Memorial	1,270	200	500	970
Friends Spring Brook Nature Ctr Sch.	-	2,000	1,000	1,000
Trinity Lutheran School Scholarship	500	-	500	-
Stan Wheeler Memorial	2,380	-	2,380	-
Claudia Sloan Scholarship	3,776	-	1,000	2,776
Alumni Association	344	-	-	344
Alumni Scholarship	50	-	50	-
Gary Steger Scholarship	-	1,000	1,000	-
Chris Frizzelle Scholarship Fund	6,115	-	1,000	5,115
Daniel Christopher, Jr. Memorial Scholarship	-	2,000	-	2,000
Foundation Mini Grants	4,888	180	5,061	7
J. Kyle Braid Leadership Foundation	-	1,500	1,500	-
Neis Family Scholarships	-	2,000	-	2,000
Lancer Preschool Equipment	326	-	326	-
Lancers Read	-	1,020	1,020	-
Math: Flipped Classroom	-	1,040	1,016	24
FCS: Chef Coats	-	504	504	-
Art: Wacom Interactive Pen Display	-	453	-	453
Get Smart @ Your Library	-	1,500	-	1,500
Mini Grant - ACT Prep - Students w/Hardships	2,877	-	2,877	-
LP Educational Foundation	2,202	-	2,202	-
	<u>\$ 606,091</u>	<u>\$ 2,255,668</u>	<u>\$ 2,241,058</u>	<u>\$ 620,701</u>

See Accompanying Independent Auditor's Report

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
 COMPUTATION OF OPERATING EXPENSE PER PUPIL
 AND PER CAPITA TUITION CHARGE
 FOR YEAR ENDED JUNE 30, 2013

OPERATING EXPENSE PER PUPIL

EXPENDITURES:			
ED	Total Expenditures	\$	34,321,022
O&M	Total Expenditures		4,360,014
DS	Total Expenditures		6,138,412
TR	Total Expenditures		2,048,272
MR/SS	Total Expenditures		1,334,597
	Total Expenditures	\$	48,202,317

LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:

TR	Summer Sch - Transp. Fees from Pupils or Parents (In State)	\$	5,371
TR	Special Ed - Transp Fees from Other Districts (In State)		11,946
ED	Summer School Programs		62,776
ED	Pre-K Programs - Private Tuition		58,731
ED	Special Education Programs K-12 - Private Tuition		1,038,328
ED	Community Services		16,096
ED	Total Payments to Other District & Govt Units		1,597,722
ED	Capital Outlay		500,430
O&M	Capital Outlay		53,946
DS	Debt Service - Payments of Principal on Long-Term Debt		4,196,455
MR/SS	Summer School Programs		1,507
MR/SS	Community Services		1,481
	Total Deductions	\$	7,544,789
	Total Operating Expenses (Regular K-12)		40,657,528
	9 Mo ADA (See the General State Aid Claim for 2012-2013 (ISBE 54-33, L12)		2,448.81
	Estimated OEPP *	\$	16,602.97

PER CAPITA TUITION CHARGE

LESS OFFSETTING RECEIPTS/REVENUES:			
TR	Regular -Transp Fees from Pupils or Parents (In State)	\$	17,354
ED	Total Food Service		1,104,469
ED-O&M	Total District/School Activity Income		1,113,135
ED	Sales - Other (Describe & Itemize)		396
ED-O&M	Rentals		47,824
ED	Other Local Fees		63,775
ED-O&M-TR	Total Special Education		1,274,265
ED-O&M-MR/SS	Total Career and Technical Education		42,958
ED-MR/SS	Total Bilingual Ed		5,675
ED	State Free Lunch & Breakfast		2,689
ED-O&M	Driver Education		106,982
ED-O&M-TR-MR/SS	Total Transportation		675,634
ED-O&M-DS-TR-MR/SS-Tort	Other Restricted Revenue from State Sources		4,288
ED-O&M-TR-MR/SS	Total Title I		178,109
ED-O&M-TR-MR/SS	Fed - Spec Education - IDEA - Flow Through/Low Incidence		473,661
ED-O&M-TR-MR/SS	Fed - Spec Education - IDEA - Room & Board		250,717
ED-O&M-MR/SS	Total CTE - Perkins		22,837
ED-O&M-TR-MR/SS	Title II - Teacher Quality		53,981
ED-O&M-TR-MR/SS	Medicaid Matching Funds - Administrative Outreach		50,667
ED-O&M-TR-MR/SS	Medicaid Matching Funds - Fee-for-Service Program		23,126
ED-O&M-TR-MR/SS	Other Restricted Revenue from Federal Sources (Describe & Itemize)		2,414
	Total Allowance for PCTC Computation	\$	5,514,956
	Net Operating Expense for PCTC Computation		35,142,572
	Total Depreciation Allowance (from page 27, Col I)		2,666,761
	Total Allowance for PCTC Computation		37,809,333
	9 Mo ADA		2,448.81
	Total Estimated PCTC *	\$	15,439.88

Unaudited

ANNUAL FEDERAL FINANCIAL COMPLIANCE SECTION

**ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)
DISTRICT/JOINT AGREEMENT
Year Ending June 30, 2013**

DISTRICT/JOINT AGREEMENT NAME LAKE PARK HIGH SCHOOL DISTRICT NO. 108	RCDT NUMBER 19-022-1080-16	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER 060-004991	
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable)		NAME AND ADDRESS OF AUDIT FIRM EDER, CASELLA & CO. 5400 WEST ELM STREET, SUITE 203 MCHENRY, IL 60050	
ADDRESS OF AUDITED ENTITY (Street and/or P.O. Box, City, State, Zip Code) 590 SOUTH MEDINAH ROAD ROSELLE 60712		E-MAIL ADDRESS CPAS@EDERCASELLA.COM	NAME OF AUDIT SUPERVISOR JOHN ALBANESE
		CPA FIRM TELEPHONE NUMBER 815-344-1300	FAX NUMBER 815-344-1320

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

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

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

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



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Education
Lake Park High School District No. 108
Roselle, Illinois

Report on Compliance for Each Major Federal Program

We have audited

Lake Park High School District No. 108's

compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Lake Park High School District No. 108's major federal programs for the year ended June 30, 2013. Lake Park High School District No. 108's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Lake Park High School District No. 108's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Lake Park High School District No. 108's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Lake Park High School District No. 108's compliance.

Opinion on Each Major Federal Program

In our opinion, Lake Park High School District No. 108 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of Lake Park High School District No. 108 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Lake Park High School District No. 108's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Lake Park High School District No. 108's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Eder, Casella & Co.

EDER, CASELLA & CO.
Certified Public Accountants

McHenry, Illinois
October 8, 2013

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
19-022-1080-16
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2013

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/11-6/30/12 (C)	Year 7/1/12-6/30/13 (D)	Year 7/1/11-6/30/12 (E)	Year 7/1/12-6/30/13 (F)			
U.S. Department of Education Passed Through									
Illinois State Board of Education:									
Title I - Low Income (M)	84.010A	13-4799-00	153,763	23,492	153,763	23,492		177,255	177,255
Title I - Low Income (M) *	84.010A	13-4300-00		154,617		154,617		154,617	166,119
Special Education - IDEA Room & Board (M)	84.027A	12-4625-00	200,435	29,134	200,435	29,134		229,569	N/A
Special Education - IDEA Room & Board (M)	84.027A	12-4625-XC		29		29		29	N/A
Special Education - IDEA Room & Board (M) *	84.027A	13-4625-00		216,193		216,193		216,193	N/A
Special Education - IDEA Room & Board (M) *	84.027A	13-4625-BF		5,361		5,361		5,361	N/A
Title II - Teacher Quality	84.367A	12-4932-00	39,757	8,395	39,757	8,395		48,152	48,152
Title II - Teacher Quality*	84.367A	13-4932-00		45,586		45,586		45,586	45,586
U.S. Department of Education Passed Through									
North DuPage Special Education Cooperative:									
Special Education - IDEA - Flow-Through (M)	84.027A	13-4620-00		473,661		473,661		473,661	473,661

• (*) Project Year Ends 8/31

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

The accompanying notes are an integral part of this schedule.

¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.

² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.

³ When awards are received as a subrecipient, the identifying number assigned by the pass-through entity should be included in the schedule.

⁴ Circular A-133 requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, Circular A-133 states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

LAKE PARK HIGH SCHOOL DISTRICT 108
19-022-1080-16
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2013

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/11-6/30/12 (C)	Year 7/1/12-6/30/13 (D)	Year 7/1/11-6/30/12 (E)	Year 7/1/12-6/30/13 (F)			
U.S. Department of Education Passed Through									
DuPage Area Occupational Education System:									
Perkins - Title III	84.048	13-4799-00		22,837		22,837		22,837	N/A
U.S. Department of Education Passed Through									
Illinois Department of Human Services:									
DHS Rehab Services - Secondary Transition Experience	84.126	13-4999-00		2,414		2,414		2,414	N/A
Total CFDA "84"			393,955	981,719	393,955	981,719		1,375,674	
U.S. Department of Health and Human Services Passed									
Through IL Department of Healthcare and Family Services									
Passed Through North DuPage Special Education									
Cooperative:									
Medicaid Admin Outreach	93.778	13-4991-00		52,779		52,779		52,779	N/A
Subtotal CFDA "93"				52,779		52,779		52,779	
Total Federal Assistance			393,955	1,034,498	393,955	1,034,498		1,428,453	

- (*) Project Year Ends 8/31
- (M) Program was audited as a major program as defined by OMB Circular A-133.

The accompanying notes are an integral part of this schedule.

¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.

² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.

³ When awards are received as a subrecipient, the identifying number assigned by the pass-through entity should be included in the schedule.

⁴ Circular A-133 requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, Circular A-133 states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2013

NOTE 1 - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Lake Park High School District No. 108 and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with requirements of the OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2- SUBRECIPIENTS

The District did not provide federal awards to subrecipients during the year ended June 30, 2013.

NOTE 3 - NON-CASH ASSISTANCE, INSURANCE, AND LOANS

Non-cash assistance is reported in the Schedule of Expenditures of Federal Awards at the fair market value of the commodities received and disbursed. During the year ended June 30, 2013, the District received and disbursed \$0 of food commodities.

There was no federal insurance in effect during the year, nor any federal loans or loan guarantees outstanding at year end.

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2013

- 1) Summary of auditor's results:
 - a) An unqualified opinion report was issued.
 - b) No significant deficiencies or material weaknesses in internal control were disclosed by the audit of the financial statements.
 - c) No noncompliance which is material to the financial statements was disclosed by the audit of the financial statements.
 - d) No significant deficiencies or material weaknesses in internal control over major programs were disclosed by the audit.
 - e) An unqualified opinion report on compliance for major programs was issued.
 - f) The audit disclosed no audit findings which the auditor is required to report.
 - g) The major programs identified were the Special Education Cluster (CFDA #84.027) and the Title I - Low Income (CFDA #84.010).
 - h) The dollar threshold to distinguish between Type A and Type B programs was \$300,000.
 - i) Lake Park High School District No. 108 does not qualify as a low-risk auditee.
- 2) There were no findings relating to the financial statements which are required to be reported.
- 3) There were no findings and questioned costs for federal awards which are required to be reported.

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
19-022-1080-16
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2013

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ N/A 2. THIS FINDING IS: New Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement

4. Condition

5. Context¹²

6. Effect

7. Cause

8. Recommendation

9. Management's response¹³

For ISBE Review

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

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

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

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
19-022-1080-16
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS¹⁹
Year Ending June 30, 2013

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u> ²⁰
NONE		

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

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

²⁰ Current Status should include one of the following:

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108
19-022-1080-16
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS²¹
Year Ending June 30, 2013

Corrective Action Plan

Finding No.: _____ N/A _____

Condition:

Plan:

Anticipated Date of Completion:

Name of Contact Person:

Management Response:

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