

**PARK RIDGE-NILES SCHOOL
DISTRICT 64**

FINANCIAL STATEMENTS

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

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PARK RIDGE-NILES SCHOOL DISTRICT 64

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PARK RIDGE-NILES SCHOOL DISTRICT 64

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Park Ridge-Niles School District 64
164 South Prospect Avenue
Park Ridge, Illinois 60068

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Park Ridge-Niles School District 64, as of and for the year ended June 30, 2009, which collectively comprise Park Ridge-Niles School District 64's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Park Ridge-Niles School District 64's management. Our responsibility is to express opinions on these financial statements based on our audit. The prior year summarized comparative information included in the Governmental Funds Balance Sheet and the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances has been derived from Park Ridge-Niles School District 64's 2008 financial statements. In our report dated November 17, 2008, we expressed unqualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information.

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

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 Park Ridge-Niles School District 64 as of June 30, 2009, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, Park Ridge-Niles School District 64 adopted the provision of GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions, effective July 1, 2008.

In accordance with Government Auditing Standards, we have also issued a report dated November 4, 2009 on our consideration of Park Ridge-Niles School District 64's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting and compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Board of Education
Park Ridge-Niles School District 64

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Park Ridge-Niles School District 64's basic financial statements. The financial information listed as supplementary information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The 2009 supplementary information has been subjected to the auditing procedures applied to the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2009, taken as a whole. We also have previously audited, in accordance with auditing standards generally accepted in the United States, Park Ridge-Niles School District 64's basic financial statements for the year ended June 30, 2008, which are not presented with the accompanying financial statements. In our report dated November 17, 2008, we expressed unqualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. In our opinion, the 2008 supplementary information is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2008, taken as a whole.

Baker Tilly Vinchon Krause LLP

Oak Brook, Illinois
November 4, 2009

Park Ridge-Niles School District 64

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2009

The discussion and analysis of Park Ridge-Niles School District 64's (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2009. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- > In total, net assets increased by \$13.8. This represents a 40% increase from 2008. The increase can primarily be attributed to an increase in property taxes due to a tax rate increase approved by referendum in April 2007.
- > General revenues accounted for \$62.4 in revenue or 82% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$13.5 or 18% of total revenues of \$75.9.
- > The District had \$62.1 in expenses related to government activities. However, only \$13.5 of these expenses were offset by program specific charges and grants.
- > The District continued to pay down its long-term bonded debt retiring \$5.9 in fiscal 2009. The 2007 levy was the final levy for the working cash fund bond issue that occurred in the fall of 2005, thus reducing the overall debt service levy in 2008.

Overview of the Financial Statements

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

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

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

Government-wide financial statements

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

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

The statement of activities presents information showing how the District's net assets changed during the fiscal year being reported. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Park Ridge-Niles School District 64

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2009

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

Fund financial statements

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

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a school district's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds 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 seven individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General (Educational) Fund, Tort Immunity and Judgment Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Working Cash Fund, and Debt Service Fund, all of which are considered to be major funds.

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

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

Notes to basic financial statements

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

Other information

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

Park Ridge-Niles School District 64 **Management's Discussion and Analysis (Unaudited)** **For the Year Ended June 30, 2009**

District-Wide Financial Analysis

The District's combined net assets were higher on June 30, 2009, than they were the year before, increasing 40% to \$48.4.

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

	<u>2008</u>	<u>2009</u>
Assets:		
Current and other assets	\$ 58.0	\$ 65.3
Deferred charges	0.2	0.1
Capital Assets	<u>36.0</u>	<u>36.7</u>
Total assets	<u>94.2</u>	<u>102.1</u>
Liabilities:		
Current liabilities	36.9	34.1
Long-term debt outstanding	<u>22.7</u>	<u>19.6</u>
Total liabilities	<u>59.6</u>	<u>53.7</u>
Net assets:		
Invested in capital assets, net of related debt	16.0	17.7
Restricted	3.9	3.3
Unrestricted	<u>14.7</u>	<u>27.4</u>
Total net assets	<u>\$ 34.6</u>	<u>\$ 48.4</u>

Revenues in the governmental activities of the District of \$75.9 exceeded expenses by \$13.8. The successful tax rate increase referendum approved by the taxpayers in April 2007 can be credited for this improvement as well as measured growth of expenses.

Park Ridge-Niles School District 64
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

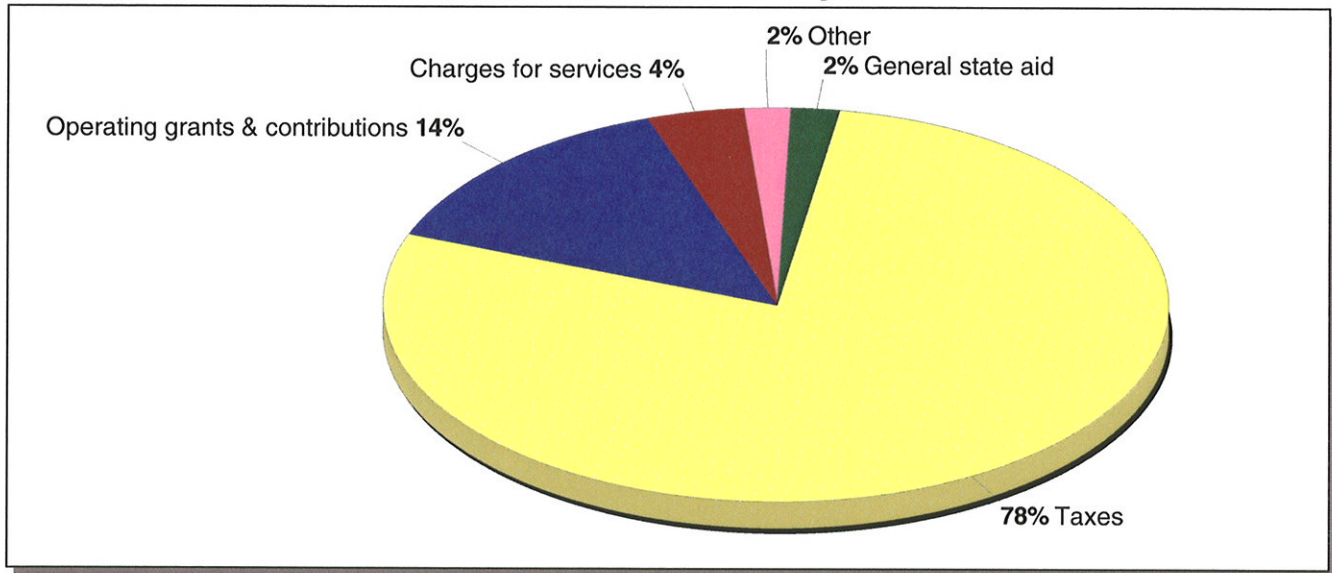
Table 2
Changes in Net Assets
(in millions of dollars)

	<u>2008</u>	<u>2009</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 2.8	\$ 3.2
Operating grants & contributions	8.2	10.3
<i>General revenues:</i>		
Taxes	53.1	59.6
General state aid	1.7	1.3
Other	<u>1.6</u>	<u>1.5</u>
Total revenues	<u>67.4</u>	<u>75.9</u>
Expenses:		
Instruction	37.1	40.4
Pupil & instructional staff services	3.6	3.9
Administration & business	5.0	5.8
Transportation	1.9	2.1
Operations & maintenance	4.7	5.7
Other	<u>3.2</u>	<u>4.2</u>
Total expenses	<u>55.5</u>	<u>62.1</u>
Increase (decrease) in net assets	<u>\$ 11.9</u>	<u>\$ 13.8</u>

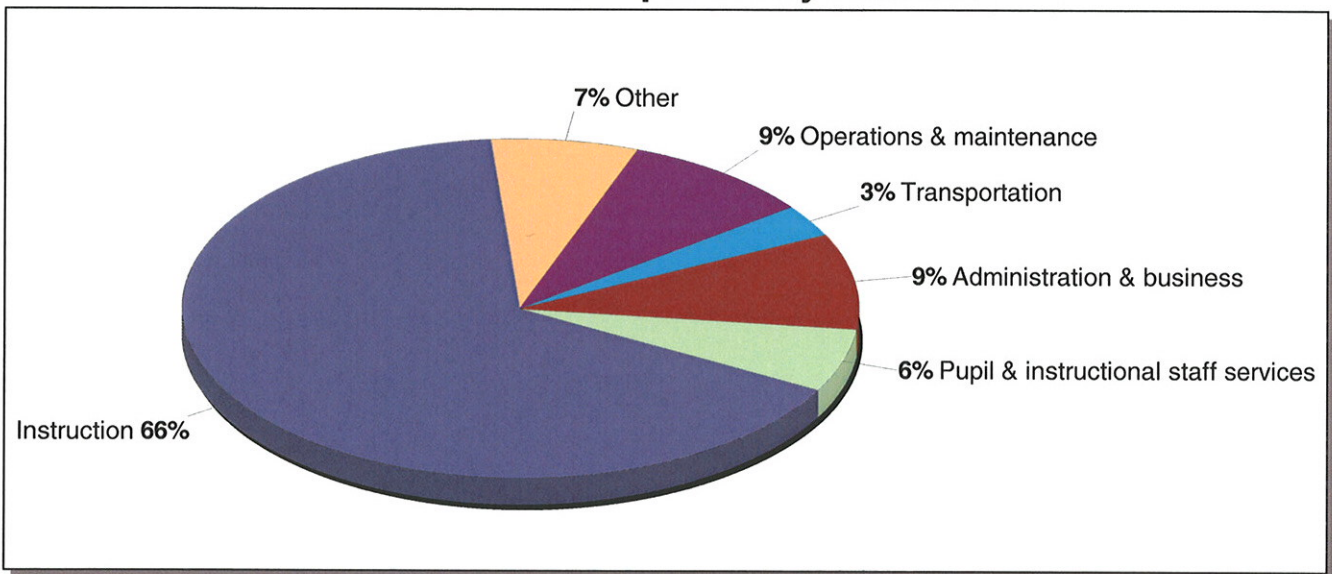
Property taxes accounted for the largest portion of the District's revenues, contributing 78%. The remainder of revenues came from state and federal grants, charges for services, and other sources. The total cost of all the District's programs was \$62.1, mainly related to instructing and caring for the students and student transportation 75%.

Park Ridge-Niles School District 64
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

The District's Governmental Funds balance increased from \$21.1 to \$29.9.

This increase can primarily be attributed to the increase in property taxes due to the successful tax rate increase referendum approved by the community in April 2007. The additional funds should avoid the need to issue short-term debt when property tax receipts arrive late and provide greater financial stability to the District.

Park Ridge-Niles School District 64

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2009

General Fund Budgetary Highlights

Revenues in the General (Educational) Fund were greater than budget by approximately \$1.4. This variance was due to an increase in federal funding from the stabilization funds received through general state aid. The District also saw an increase in property taxes due to the referendum that passed for the 2007 tax levy. Expenditures in the General (Educational) Fund approximated budget with a variance of only \$0.2.

Capital Assets and Debt Administration

Capital assets

By the end of 2009, the District had compiled a total investment of \$56.1 (\$36.7 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$0.9. More detailed information about capital assets can be found in Note 6 of the basic financial statements.

Table 3
Capital Assets (net of depreciation)
(in millions of dollars)

	<u>2008</u>	<u>2009</u>
Land	\$ 0.4	\$ 0.4
Construction in progress	0.6	0.5
Land improvements	0.1	-
Buildings	34.7	35.6
Equipment	<u>0.2</u>	<u>0.2</u>
Total	<u>\$ 36.0</u>	<u>\$ 36.7</u>

Long-term debt

The District retired \$5.9 in bonds in 2009. Capital leases and other increased by \$0.3. At the end of fiscal 2009, the District had a debt margin of \$127.9. More detailed information on long-term debt can be found in Note 7 of the basic financial statements. The District's \$4.9 working cash bond issue will be retired with the 2007 levy. The bonds were issued in 2005.

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

	<u>2008</u>	<u>2009</u>
General obligation bonds	\$ 22.3	\$ 18.9
Capital leases and other	<u>0.4</u>	<u>0.7</u>
Total	<u>\$ 22.7</u>	<u>\$ 19.6</u>

Park Ridge-Niles School District 64

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2009

Factors Bearing on the District's Future

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

The District is affected by the downturn in local, state and the national economy. The release of the December 2008 CPI-U of 0.1% will affect the District's ability to increase its operating fund revenues for fiscal year 2010 and beyond, although the passage of the 2007 referendum has positioned the District to survive the economic storm without dismantling the District's educational programs. The District recently negotiated three-year agreements with all employee bargaining groups. These negotiated agreements will assist the District in the preparation of its long range financial projections.

The District will continue to work with the Community Finance Committee (CFC), which is a standing board committee that acts in an advisory capacity. The District will work with the CFC on various projects that will include continuum of communication initiatives with the community that explains school financial matters in a fact based manner and to review spending patterns with the intent of gaining a more comprehensive understanding of District spending practices.

Requests for Information

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

Park Ridge-Niles School District 64
164 South Prospect Avenue
Park Ridge, Illinois 60068

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PARK RIDGE-NILES SCHOOL DISTRICT 64

STATEMENT OF NET ASSETS

JUNE 30, 2009

	GOVERNMENTAL ACTIVITIES
Assets	
Cash	\$ 10,000
Investments	33,264,442
Receivables (net of allowance for uncollectibles):	
Interest	323,504
Property taxes	29,757,623
Replacement taxes	178,698
Intergovernmental	1,741,997
Prepaid items	40,468
Other current assets	22
Deferred charges	76,596
Capital assets:	
Land	353,013
Construction in progress	535,125
Depreciable buildings, property and equipment, net	<u>35,822,422</u>
Total assets	<u>102,103,910</u>
Liabilities	
Accounts payable	1,497,221
Salaries and wages payable	2,674,150
Payroll deductions payable	548,450
Interest payable	78,662
Unearned revenue	29,299,501
Long-term liabilities:	
Other long-term liabilities - due within one year	1,773,753
Other long-term liabilities - due after one year	<u>17,773,977</u>
Total liabilities	<u>53,645,714</u>
Net assets	
Invested in capital assets, net of related debt	17,704,457
Restricted for:	
Retirement benefits	608,431
Debt service	2,733,076
Unrestricted	<u>27,412,232</u>
Total net assets	<u>\$ 48,458,196</u>

See Notes to Basic Financial Statements

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PARK RIDGE-NILES SCHOOL DISTRICT 64

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2009

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		GOVERNMENTAL ACTIVITIES	NET (EXPENSES) REVENUE AND CHANGES IN NET ASSETS
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS		
Governmental activities					
Instruction:					
Regular programs	\$ 22,815,976	\$ 2,143,716	\$ 402,856	\$ (20,269,404)	
Special programs	10,656,688	-	3,392,079	(7,264,609)	
Other instructional programs	1,617,273	572,561	8,728	(1,035,984)	
State retirement contributions	5,289,761	-	5,289,761	-	
Support Services:					
Pupils	1,887,898	-	9,799	(1,878,099)	
Instructional staff	2,018,129	-	89,237	(1,928,892)	
General administration	2,102,382	-	-	(2,102,382)	
School administration	2,288,651	-	-	(2,288,651)	
Business	1,372,648	309,071	203,803	(859,774)	
Transportation	2,133,329	107,413	711,208	(1,314,708)	
Operations and maintenance	5,744,608	43,097	233,568	(5,467,943)	
Central	1,332,244	-	-	(1,332,244)	
Community services	1,145,678	-	-	(1,145,678)	
Payments to other districts and gov't units - excluding special education	796,579	-	-	(796,579)	
Interest and fees	886,417	-	-	(886,417)	
Total governmental activities	\$ 62,088,261	\$ 3,175,858	\$ 10,341,039	(48,571,364)	
General revenues:					
Taxes:					
Real estate taxes, levied for general purposes				42,441,418	
Real estate taxes, levied for specific purposes				12,261,459	
Real estate taxes, levied for debt service				3,835,598	
Personal property replacement taxes				1,145,070	
State aid-formula grants				1,254,697	
Investment income				1,224,678	
Miscellaneous				238,263	
Total general revenues				62,401,183	
Change in net assets				13,829,819	
Net assets, beginning of year				34,628,377	
Net assets, end of year				\$ 48,458,196	

See Notes to Basic Financial Statements

PARK RIDGE-NILES SCHOOL DISTRICT 64

GOVERNMENTAL FUNDS

BALANCE SHEET

JUNE 30, 2009

WITH COMPARATIVE TOTALS FOR JUNE 30, 2008

	GENERAL (EDUCATIONAL) FUND	TORT IMMUNITY AND JUDGMENT FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND
Assets				
Cash	\$ 10,000	\$ -	\$ -	\$ -
Investments	18,091,602	-	-	332,543
Receivables (net allowance for uncollectibles):				
Interest	176,383	-	-	1,127
Property taxes	21,870,877	659,944	3,232,349	989,419
Replacement taxes	167,369	-	-	-
Intergovernmental	1,270,810	-	140,426	330,761
Prepaid items	40,468	-	-	-
Other current assets	<u>22</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 41,627,531</u>	<u>\$ 659,944</u>	<u>\$ 3,372,775</u>	<u>\$ 1,653,850</u>
Liabilities and fund balance				
Cash deficit	\$ -	\$ 149,485	\$ 42,155	\$ -
Accounts payable	1,140,216	31,432	249,131	76,442
Salaries and wages payable	2,674,150	-	-	-
Payroll deductions payable	530,328	4,776	7,596	2,710
Deferred revenue	<u>22,501,606</u>	<u>645,973</u>	<u>3,304,260</u>	<u>1,134,959</u>
Total liabilities	<u>26,846,300</u>	<u>831,666</u>	<u>3,603,142</u>	<u>1,214,111</u>
Fund balance				
Reserved fund balance:				
Reserved for prepaid expenditures	40,468	-	-	-
Reserved for capital projects	-	-	-	-
Unreserved fund balance:				
Undesignated	<u>14,740,763</u>	<u>(171,722)</u>	<u>(230,367)</u>	<u>439,739</u>
Total fund balance (deficit)	<u>14,781,231</u>	<u>(171,722)</u>	<u>(230,367)</u>	<u>439,739</u>
Total liabilities and fund balance	<u>\$ 41,627,531</u>	<u>\$ 659,944</u>	<u>\$ 3,372,775</u>	<u>\$ 1,653,850</u>

See Notes to Basic Financial Statements

MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND	WORKING CASH FUND	DEBT SERVICE FUND	TOTAL	
			2009	2008
\$ -	\$ -	\$ -	\$ 10,000	\$ 10,000
576,380	11,673,686	2,781,871	33,456,082	24,374,293
4,006	123,497	18,491	323,504	289,426
1,121,409	475,162	1,408,463	29,757,623	32,165,697
11,329	-	-	178,698	197,487
-	-	-	1,741,997	811,715
-	-	-	40,468	428,080
-	-	-	22	2,188
<u>\$ 1,713,124</u>	<u>\$ 12,272,345</u>	<u>\$ 4,208,825</u>	<u>\$ 65,508,394</u>	<u>\$ 58,278,886</u>
\$ -	\$ -	\$ -	\$ 191,640	\$ 157,243
-	-	-	1,497,221	1,888,187
-	-	-	2,674,150	2,462,192
3,040	-	-	548,450	401,586
<u>1,101,653</u>	<u>588,610</u>	<u>1,397,087</u>	<u>30,674,148</u>	<u>32,310,879</u>
<u>1,104,693</u>	<u>588,610</u>	<u>1,397,087</u>	<u>35,585,609</u>	<u>37,220,087</u>
-	-	-	40,468	428,080
-	-	-	-	791,451
<u>608,431</u>	<u>11,683,735</u>	<u>2,811,738</u>	<u>29,882,317</u>	<u>19,839,268</u>
<u>608,431</u>	<u>11,683,735</u>	<u>2,811,738</u>	<u>29,922,785</u>	<u>21,058,799</u>
<u>\$ 1,713,124</u>	<u>\$ 12,272,345</u>	<u>\$ 4,208,825</u>	<u>\$ 65,508,394</u>	<u>\$ 58,278,886</u>

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PARK RIDGE-NILES SCHOOL DISTRICT 64
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2009

Total fund balances - governmental funds \$ 29,922,785

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Net capital assets used in governmental activities and included in the Statement of Net Assets do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet. 36,710,560

Certain revenues receivable by the District and recognized in the Statement of Net Assets do not provide current financial resources and are deferred in the governmental funds balance sheet.

Interest revenue	\$ 323,504	
State and federal aid revenue	<u>1,051,143</u>	
		1,374,647

Deferred charges included in the Statement of Net Assets are not available to pay for current period expenditures and, therefore, are not included in the governmental funds balance sheet. 76,596

Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the Statement of Net Assets.

Balances at June 30, 2009 are:

Bonds payable	\$ (18,300,000)	
Unamortized bond premium	(632,703)	
Interest payable	(78,662)	
Capital leases	(149,996)	
Net OPEB obligation	(391,276)	
Compensated absences	<u>(73,755)</u>	
		<u>(19,626,392)</u>

Net assets of governmental activities \$ 48,458,196

See Notes to Basic Financial Statements

PARK RIDGE-NILES SCHOOL DISTRICT 64

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2008

	GENERAL (EDUCATIONAL) FUND	TORT IMMUNITY AND JUDGMENT FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND
Revenues				
Property taxes	\$ 42,441,418	\$ 1,252,347	\$ 6,116,588	\$ 1,872,380
Corporate personal property replacement taxes	1,023,911	-	-	-
State aid	8,551,729	-	-	545,827
Federal aid	1,353,895	-	93,142	-
Investment income	362,773	290	-	1,676
Other	<u>3,273,194</u>	<u>-</u>	<u>22,789</u>	<u>117,189</u>
Total revenues	<u>57,006,920</u>	<u>1,252,637</u>	<u>6,232,519</u>	<u>2,537,072</u>
Expenditures				
Current:				
Instruction:				
Regular programs	22,335,016	-	-	-
Special programs	9,889,836	-	-	-
Other instructional programs	1,579,735	-	-	-
State retirement contributions	5,289,761	-	-	-
Support Services:				
Pupils	1,813,463	-	-	-
Instructional staff	1,907,529	-	-	-
General administration	638,014	1,424,359	-	-
School administration	2,172,786	-	-	-
Business	1,264,915	-	-	-
Transportation	-	-	-	2,093,380
Operations and maintenance	-	-	4,404,158	-
Central	1,213,156	-	-	-
Community services	1,045,585	-	-	-
Payments to other districts and gov't units	1,106,452	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	<u>111,850</u>	<u>-</u>	<u>1,683,858</u>	<u>43,427</u>
Total expenditures	<u>50,368,098</u>	<u>1,424,359</u>	<u>6,088,016</u>	<u>2,136,807</u>
Excess (deficiency) of revenues over expenditures	<u>6,638,822</u>	<u>(171,722)</u>	<u>144,503</u>	<u>400,265</u>
Other financing sources (uses)				
Transfers in	407,090	-	-	-
Transfers (out)	-	-	-	-
Principal on bonds sold	-	-	-	-
Premium on bonds sold	-	-	-	-
Accrued interest on bonds sold	-	-	-	-
Payment to escrow agent	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>407,090</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	7,045,912	(171,722)	144,503	400,265
Fund balance (deficit), beginning of year	<u>7,735,319</u>	<u>-</u>	<u>(374,870)</u>	<u>39,474</u>
Fund balance (deficit), end of year	<u>\$ 14,781,231</u>	<u>\$ (171,722)</u>	<u>\$ (230,367)</u>	<u>\$ 439,739</u>

See Notes to Basic Financial Statements

MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND		WORKING CASH FUND	DEBT SERVICE FUND	TOTAL	
				2009	2008
\$	2,121,599	\$ 898,545	\$ 3,835,598	\$ 58,538,475	\$ 51,839,401
	121,159	-	-	1,145,070	1,308,996
	-	-	-	9,097,556	8,946,154
	-	-	-	1,447,037	948,741
	2,700	772,295	50,866	1,190,600	745,779
	-	-	949	3,414,121	3,461,993
	<u>2,245,458</u>	<u>1,670,840</u>	<u>3,887,413</u>	<u>74,832,859</u>	<u>67,251,064</u>
	283,465	-	-	22,618,481	21,712,596
	376,260	-	-	10,266,096	9,578,152
	29,090	-	-	1,608,825	1,697,557
	-	-	-	5,289,761	3,908,208
	63,278	-	-	1,876,741	1,713,321
	95,620	-	-	2,003,149	1,906,838
	40,355	-	-	2,102,728	583,783
	103,049	-	-	2,275,835	1,819,174
	95,049	-	-	1,359,964	2,513,143
	17,610	-	-	2,110,990	1,852,494
	338,751	-	-	4,742,909	4,191,019
	75,472	-	-	1,288,628	885,271
	92,109	-	-	1,137,694	1,120,133
	-	-	-	1,106,452	-
	-	-	3,299,998	3,299,998	3,010,680
	-	-	1,091,214	1,091,214	1,282,966
	-	-	-	1,839,135	1,555,540
	<u>1,610,108</u>	<u>-</u>	<u>4,391,212</u>	<u>66,018,600</u>	<u>59,330,875</u>
	<u>635,350</u>	<u>1,670,840</u>	<u>(503,799)</u>	<u>8,814,259</u>	<u>7,920,189</u>
	-	-	-	407,090	528,559
	-	(364,034)	(43,056)	(407,090)	(528,559)
	-	-	2,555,000	2,555,000	224,994
	-	-	74,237	74,237	-
	-	-	6,246	6,246	-
	-	-	(2,585,756)	(2,585,756)	-
	-	(364,034)	6,671	49,727	224,994
	635,350	1,306,806	(497,128)	8,863,986	8,145,183
	<u>(26,919)</u>	<u>10,376,929</u>	<u>3,308,866</u>	<u>21,058,799</u>	<u>12,913,616</u>
\$	<u>608,431</u>	<u>\$ 11,683,735</u>	<u>\$ 2,811,738</u>	<u>\$ 29,922,785</u>	<u>\$ 21,058,799</u>

PARK RIDGE-NILES SCHOOL DISTRICT 64
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2009

Net change in fund balances - total governmental funds		\$ 8,863,986
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.		754,476
The net effect of various miscellaneous transactions involving capital assets (sale, disposal, transfer, etc.) is to decrease net assets.		(220)
Certain revenues included in the Statement of Activities do not provide current financial resources and, therefore, are deferred in the fund statements.		
Grant revenue	\$ 1,051,143	
Deferred interest	<u>34,078</u>	
		1,085,221
The issuance of long-term debt (bonds, capital leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net assets. This is the amount by which current year principal repayments exceed amounts issued.		3,284,998
Governmental funds report the effects of issuance costs, premiums, discounts and similar items when the debt is issued. However, these amounts are deferred and amortized in the Statement of Activities. This is the amount of the current year, net effect of these differences.		73,188
In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:		
Interest payable	\$ 96,882	
Compensated absences	62,564	
Net OPEB obligation	<u>(391,276)</u>	
		<u>(231,830)</u>
Change in net assets of governmental activities		<u>\$ 13,829,819</u>

See Notes to Basic Financial Statements

PARK RIDGE-NILES SCHOOL DISTRICT 64
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2009

AGENCY
STUDENT
ACTIVITY
FUND

Assets

Cash and investments	\$ 279,654
Total assets	<u>\$ 279,654</u>

Liabilities

Due to student groups	\$ 279,654
Total liabilities	<u>\$ 279,654</u>

See Notes to Basic Financial Statements

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Park Ridge-Niles School District 64 (the "District") operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District:

Reporting Entity

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

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

Basis of Presentation

Government-wide Financial Statements

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

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

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

Governmental Funds Financial Statements

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

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

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus, while the fiduciary fund statements do not have a measurement focus. The government-wide financial statements and the fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Major Governmental Funds

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

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

Tort Immunity and Judgment Fund - accounts for all revenue and expenditures made for prevention of tort liability. Revenue is derived primarily from local property tax collections and investment income.

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

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

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

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

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

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

Other Fund Types

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

Agency Funds - include Student Activity Funds, Convenience Accounts and Other Agency Funds. These funds are custodial in nature and do not present results of operations or have a measurement focus. Although the Board of Education has the ultimate responsibility for Activity Funds, they are not local education agency funds. Student Activity Funds account for assets held by the District which are owned, operated and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational or cultural purposes. Convenience Accounts account for assets that are normally maintained by a local education agency as a convenience for its faculty, staff, etc.

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

Property taxes, replacement taxes, certain state and federal aid, and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and recognized as revenue at that time.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred revenues until earned.

All Financial Statements

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

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

Assets, Liabilities and Net Assets or Equity

Deposits and Investments

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. Investments are stated at fair value. Changes in fair value of investments are included as investment income.

Receivables and Payables

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

Deferred Revenue

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<i>Unavailable</i>	<i>Unearned</i>	<i>Totals</i>
Property taxes receivable for subsequent year	\$ -	\$ 29,127,021	\$ 29,127,021
Interest income receivable	323,504	-	323,504
Local receipts receivable	-	172,480	172,480
State and federal aid receivable	<u>1,051,143</u>	<u>-</u>	<u>1,051,143</u>
Total	<u>\$ 1,374,647</u>	<u>\$ 29,299,501</u>	<u>\$ 30,674,148</u>

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2008 levy resolution was approved during the December 8, 2008 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

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

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2008 and 2007 tax levies were 4.1% and 2.5%, respectively.

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

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

The 2008 property tax levy is recognized as a receivable in fiscal 2009, net of estimated uncollectible amounts approximating 1%. The District considers that the first installment of the 2008 levy is to be used to finance operations in fiscal 2009. The District has determined that the second installment of the 2008 levy is to be used to finance operations in fiscal 2010 and has deferred the corresponding receivable.

Personal Property Replacement Taxes

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

Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid assets.

Capital Assets

Capital assets, which include land, land improvements, buildings and improvements, vehicles, and equipment are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$1,500 and an estimated useful life of 1 year or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. In 2007, the District engaged an appraisal company to estimate historical cost of its capital assets acquired prior to that date.

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

Assets	Years
Buildings	60 - 80
Land improvements	15 - 20
Vehicles	8 - 18
Equipment	1 - 20

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

Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2009 are determined on the basis of current salary rates and include salary related payments.

The District's compensated absences consist of vacation time and sick days. Employees who work a twelve-month year are entitled to be compensated for vacation time. Vacation time earned in the previous year is credited to each employee on July 1 of the new year.

All certified employees receive a specified number of sick days per year depending on their years of service, in accordance with the agreement between the Board of Education and the Park Ridge Education Association. Unused sick leave days accumulate to a maximum of 340 days. The District does not reimburse employees for unused sick days upon termination of employment. Upon retirement, a certified employee may apply up to 340 days of unused sick leave toward service credit for TRS. He/she is reimbursed at the rate of \$55 per day for any remaining unused sick days to a maximum amount of 80 days.

Classified personnel receive a specified number of sick days per year depending on their years of service. Teacher assistants can accumulate unused sick days to a maximum of 275 days. Other classified personnel can accumulate unused sick days without limit. A classified employee may apply unused sick leave toward service credit for IMRF. However, in practice, the District pays this time out at retirement at the rate of \$55 per day. The District does not reimburse classified employees covered under this agreement for unused sick days remaining upon termination of employment.

Due to the nature of the policies on sick leave, and the fact that any liability is contingent upon future events and cannot be reasonably estimated, no liability is provided in the financial statements for accumulated unpaid sick leave.

Long-Term Obligations

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

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

Equity Classifications

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

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

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

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

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

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

Reserved Fund Balances

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

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2008, from which such summarized information was derived.

Eliminations and Reclassifications

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Excess of Expenditures over Budget

For the year ended June 30, 2009, expenditures exceeded budget in the General (Educational) Fund, Tort Immunity and Judgment Fund, Transportation Fund, and Debt Service Fund by \$163,354, \$191,861, \$226,861, and \$105,952, respectively. These excesses were funded by available fund balances or future tax levies.

Deficit Fund Equity

The Operations and Maintenance Fund and Tort Immunity and Judgment Fund had deficit fund balances of \$230,367 and \$171,722, respectively as of June 30, 2009. District management expects to fund these deficits through future tax levies.

NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES

For the year ended June 30, 2009, the District has implemented GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post-employment Benefits other than Pensions.

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 4 - DEPOSITS AND INVESTMENTS

Cash & Investments under the custody of the Township Treasurer

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

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

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

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

The weighted average maturity of all marketable pooled investments held by the Treasurer was 2.32 years at June 30, 2009. The Treasurer also holds money market type investments, certificates of deposits and other deposits with financial institutions. As of June 30, 2009, the fair value of all investments held by the Treasurer's office was \$274,717,612 and the fair value of the District's proportionate share of the pool was \$33,264,442.

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

Cash & Investments in the custody of the District

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

	<i><u>Carrying Value</u></i>	<i><u>Bank Balance</u></i>
Deposits with financial institutions	\$ 153,681	\$ 161,223
Total	<u>\$ 153,681</u>	<u>\$ 161,223</u>

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)

At year end, the District had the following investments:

<i>Investment Type</i>	<i>Fair Value</i>	<i>Maturity</i>	<i>% of Portfolio</i>	<i>Interest Rate</i>
Illinois School District Liquid Asset Fund	\$ 135,973	On demand	100.00 %	Variable
Total	<u>\$ 135,973</u>		<u>100.00 %</u>	

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the District's policy states investments shall provide sufficient liquidity to enable the District to meet all operating requirements that may be reasonably anticipated.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State Statutes limit the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The District has no investment policy that would further limit its investment choices.

The District's policy states that the Treasurer shall diversify its investments to the best of its ability based upon the type of funds invested, available institutions to invest in, and the cash flow needs of those funds. Diversification can be by type of investment, number of institutions invested in, and length of maturity. Maturities of investments of the various funds of the District shall be determined to enable the District to have available sufficient cash for all operation purposes.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. The trust is not registered with the SEC as an investment company. Investments are rated AAAM and are valued at share price, which is the price for which the investment could be sold.

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2009, the bank balance of the District's deposits with financial institutions totaled \$161,223; this amount was fully insured through FDIC.

NOTE 5 - INTERFUND TRANSFERS

During the year, the Board transferred \$407,090 in interest earned in the Working Cash Fund and \$43,056 in interest earned in the Debt Service Fund to the following fund:

<i>Fund</i>	<i>Amount</i>
General	\$ 407,090
Total	<u>\$ 407,090</u>

State law allows for the above transfers.

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 6 - CAPITAL ASSETS

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

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<u>Capital assets not being depreciated:</u>				
Land	\$ 353,013	\$ -	\$ -	\$ 353,013
Construction in progress	<u>585,932</u>	<u>535,125</u>	<u>585,932</u>	<u>535,125</u>
Total capital assets not being depreciated	<u>938,945</u>	<u>535,125</u>	<u>585,932</u>	<u>888,138</u>
<u>Capital assets being depreciated:</u>				
Land improvements	637,262	-	-	637,262
Buildings	44,546,961	1,606,453	-	46,153,414
Equipment	8,649,549	82,626	568,884	8,163,291
Vehicles	<u>205,609</u>	<u>43,427</u>	<u>23,147</u>	<u>225,889</u>
Total capital assets being depreciated	<u>54,039,381</u>	<u>1,732,506</u>	<u>592,031</u>	<u>55,179,856</u>
<u>Less Accumulated Depreciation for:</u>				
Land improvements	574,533	43,585	-	618,118
Buildings	9,821,187	729,477	-	10,550,664
Equipment	8,423,280	128,625	568,664	7,983,241
Vehicles	<u>203,022</u>	<u>25,536</u>	<u>23,147</u>	<u>205,411</u>
Total accumulated depreciation	<u>19,022,022</u>	<u>927,223</u>	<u>591,811</u>	<u>19,357,434</u>
Net capital assets being depreciated	<u>35,017,359</u>	<u>805,283</u>	<u>220</u>	<u>35,822,422</u>
Net governmental activities capital assets	<u>\$ 35,956,304</u>	<u>\$ 1,340,408</u>	<u>\$ 586,152</u>	<u>\$ 36,710,560</u>

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

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 11,811
Special programs	4,361
School administration	898
Business	757,690
Operations and maintenance	102,347
Pupil transportation services	18,790
Food services	6,378
Central	<u>24,948</u>
Total depreciation expense - governmental activities	<u>\$ 927,223</u>

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 7 - LONG TERM LIABILITIES

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

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>	<i>Due Within One Year</i>
General obligation bonds	\$ 21,510,000	\$ 2,555,000	\$ 5,765,000	\$ 18,300,000	\$ 1,625,000
Deferred refunding	-	(88,837)	(88,837)	-	-
Unamortized premium	783,207	74,237	224,741	632,703	-
Total bonds payable	22,293,207	2,540,400	5,900,904	18,932,703	1,625,000
Capital leases	224,994	-	74,998	149,996	74,998
Net OPEB obligation	-	391,276	-	391,276	-
Compensated absences	136,319	312,603	375,167	73,755	73,755
Total long-term liabilities - governmental activities	\$ 22,654,520	\$ 3,244,279	\$ 6,351,069	\$ 19,547,730	\$ 1,773,753

The obligations for the compensated absences and OPEB obligations will be repaid from the General (Educational) Fund.

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

<i>Purpose</i>	<i>Interest Rates</i>	<i>Original Indebtedness</i>	<i>Carrying Amount</i>
Series 2001 Refunding Bonds dated November 1, 2001 are due in annual installments through December 1, 2016	3.75% - 5.50%	\$ 17,065,000	\$ 15,745,000
Series 2008 Refunding Bonds dated December 1, 2008 are due in annual installments through December 1, 2016	4.00%	2,555,000	2,555,000
Total		\$ 19,620,000	\$ 18,300,000

During the year, the District issued \$2,555,000 in General Obligation Bonds with an average interest rate of 4.00% to advance refund \$2,540,000 of outstanding 1997 Series bonds with an average interest rate of 5.10%. The net proceeds of \$2,585,756 (after payment of \$30,564 in underwriting fees, insurance, accrued interest and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1997 Series bonds. As a result, the 1997 Series bonds are considered to be defeased and the liability for those bonds has been removed from the Statement of Net Assets.

The District advance refunded the 1997 Series bonds to reduce its total debt service payments over the next 8 years by \$196,003. This transaction resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$167,842.

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2009, \$18,390,000 of bonds outstanding are considered defeased.

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 7 - LONG TERM LIABILITIES - (CONTINUED)

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

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2010	\$ 1,625,000	\$ 913,169	\$ 2,538,169
2011	1,680,000	838,000	2,518,000
2012	2,055,000	739,300	2,794,300
2013	2,160,000	627,888	2,787,888
2014	2,275,000	510,575	2,785,575
2015 - 2019	<u>8,505,000</u>	<u>691,263</u>	<u>9,196,263</u>
Total	<u>\$ 18,300,000</u>	<u>\$ 4,320,195</u>	<u>\$ 22,620,195</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2009, the statutory debt limit for the District was \$146,371,082, providing a debt margin of \$127,921,086. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2009, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

Capital Leases. The District has entered into a lease agreement as lessee for financing the acquisition of copier equipment. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. At June 30, 2009, \$224,994 of amounts included in capital assets were acquired via capital leases. The obligations for the capital leases will be repaid from the Debt Service Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2009, are as follows:

	<i>Amount</i>
2010	\$ 79,460
2011	<u>79,460</u>
Total minimum lease payments	158,920
Less: amount representing interest	<u>(8,924)</u>
Present value of minimum lease payments	<u>\$ 149,996</u>

NOTE 8 - RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following public entity risk pools: Suburban School Cooperative Insurance Pool (SSCIP) and the School Employee Loss Fund (SELF). The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools. There have been no significant reductions in insurance coverage from coverage in any of the past three fiscal years.

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 8 - RISK MANAGEMENT - (CONTINUED)

The District continues to carry commercial insurance for all other risks of loss, including health insurance. Premiums have been recorded as expenditures in the appropriate funds. There have been no significant reductions in insurance coverage from coverage in the prior years. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 9 - JOINT AGREEMENTS

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

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS

Teachers' Health Insurance Security

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

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

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

On Behalf Contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.84 percent of pay during the year ended June 30, 2009. State of Illinois contributions were \$249,221, and the District recognized revenues and expenditures of this amount during the year. State contributions intended to match active member contributions during the year ended June 30, 2008 were also 0.84 percent of pay. They were 0.80 percent for the year ended June 30, 2007. State contributions on behalf of District employees were \$235,333 and \$207,616, respectively.

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

Employer Contributions to THIS Fund. The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.63 percent during the years ended June 30, 2009 and June 30, 2008. For the year ended, June 30, 2007, the rate was 0.60 percent. For the year ended June 30, 2009, the District paid \$186,915 to the THIS Fund. For the years ended June 30, 2008 and 2007, the District paid \$176,500 and \$155,712 to the THIS Fund, respectively, which was 100 percent of the required contribution.

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

Retirees' Health Plan

The District administers a single-employer defined benefit healthcare plan ("the Retirees' Health Plan"). The plan provides healthcare benefits for eligible retirees and, in some cases, their dependents through the District's group health insurance plan, which covers both active and retired members. Benefit provisions are established through collective bargaining agreements. Non-certified retirees and their dependents may continue coverage under the District group health program until age 65 by contributing the monthly premium. Certified retirees are reimbursed for the full single monthly contribution required for the medical coverage sponsored by the Illinois Teachers' Retirement System. Coverage for certified retirees terminates when the retiree becomes eligible for Medicare benefits or reaches the age of 65. The Retirees' Health Plan does not issue a publicly available financial report.

The District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the Retirees' Health Plan, and changes in the District's net OPEB obligation to the Retirees' Health Plan:

Annual required contribution	\$	554,503
Interest on net OPEB obligation		-
Adjustment to annual required contribution		-
Annual OPEB cost		554,503
Contributions made		(163,227)
Increase in net OPEB obligation		391,276
Net OPEB Obligation - Beginning of Year		-
Net OPEB Obligation - End of Year	\$	391,276

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the Retirees' Health Plan, and the net OPEB obligation for June 30, 2009 is as follows:

<i>Fiscal Year Ended</i>	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2009	\$ 554,503	29.44 %	\$ 391,276

PARK RIDGE-NILES SCHOOL DISTRICT 64
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

The funded status of the Retirees' Health Plan as of June 30, 2009, the most recent actuarial valuation date, is as follows:

Actuarial accrued liability (AAL)	\$ 4,424,147
Actuarial value of plan assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 4,424,147</u>
Funded ratio (actuarial value of plan assets/AAL)	-%
Covered payroll (active plan members)	\$ 27,884,247
UAAL as a percentage of covered payroll	15.87%

Actuarial valuations of an ongoing plan involve estimates for the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

In the June 30, 2009 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions include a 5 percent investment rate of return and an annual healthcare cost trend rate of 9 percent initially, reduced by decrements to an ultimate rate of 5 percent after 4 years. Both rates include a 5 percent inflation assumption. The actuarial value of the Retirees' Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The Retirees' Health Plan's unfunded actuarial accrued liability is being amortized as a level dollar amount. The remaining amortization period at June 30, 2009 is 29 years.

NOTE 11 - RETIREMENT SYSTEMS

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

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

Teachers' Retirement System

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

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

TRS members include all active nonannuitants that are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2009, was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of the employees by the employer, are submitted to TRS by the District. The District's payroll for the year ended June 30, 2009, included \$29,669,108 reported as creditable earnings to TRS. The active member contribution rate was also 9.4 percent for the years ended June 30, 2008 and 2007.

On Behalf Contributions. The State of Illinois also makes contributions directly to TRS on behalf of the District's TRS-covered employees. For the year ended June 30, 2009, State of Illinois contributions were based on 17.08 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$5,040,540 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2008 and 2007, the State of Illinois contributions rates as percentages of creditable earnings not paid from federal funds were 13.11 percent (\$3,672,875) and 9.78 percent (\$2,330,485), respectively. The state contributions to TRS for the years ended June 30, 2009 and June 30, 2008 were based on an actuarial formula. The state contribution for the year ended June 30, 2007 was based on dollar amounts specified by the statute and was not actuarially determined.

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

2.2 Formula Contributions. For the years ended June 30, 2009, 2008 and 2007, the District contributed 0.58 percent of creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for those years were \$172,081, \$162,492 and \$150,521, respectively. These contributions were 100 percent of the required contributions.

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

For the year ended June 30, 2009, the employer pension contribution was 17.08 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2008 and 2007, the employer pension contribution was 13.11 and 9.78 percent, respectively, of salaries paid from those funds. For the year ended June 30, 2009, salaries totaling \$157,748 were paid from federal and special trust funds that required employer contributions of \$26,943, which was equal to the District's actual contribution. For the years ended June 30, 2008 and 2007, required District contributions were \$20,000 and \$14,699, respectively. These contributions were equal to the District's actual contributions.

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

Illinois Municipal Retirement Fund

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

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2008, based on the 2006 valuation, was 10.11 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2008 was 24 years.

For December 31, 2008, December 31, 2007 and December 31, 2006 the District's annual pension cost of \$644,583, \$628,960 and \$572,603, respectively, was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2006, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor. The assumptions used for the 2008 actuarial valuation were based on the 2002-2004 experience study. However, the 2008 actuarial valuation information, shown as RSI following the notes to the financial statements, is based on the 2005-2007 experience study.

As of December 31, 2008, the most recent actuarial valuation date, the Regular plan was 72.37 percent funded. The actuarial accrued liability for benefits was \$15,539,745 and the actuarial value of assets was \$11,246,621 resulting in an underfunded actuarial accrued liability (UAAL) of \$4,293,124. The covered payroll (annual payroll of active employees covered by the plan) was \$6,375,693 and the ratio of the UAAL to the covered payroll was 67.34 percent.

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

PARK RIDGE-NILES SCHOOL DISTRICT 64

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 12 - CONSTRUCTION COMMITMENTS

As of June 30, 2009, the District is committed to approximately \$4,094,644 in expenditures in the upcoming years for Life Safety improvements. These expenditures will be paid through the available fund balances and building bonds already issued.

NOTE 13 - STATE AND FEDERAL AID CONTINGENCIES

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

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PARK RIDGE-NILES SCHOOL DISTRICT 64
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND ANALYSIS OF FUNDING PROGRESS
JUNE 30, 2009

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/08	\$ 644,583	100%	\$ -
12/31/07	628,690	100%	-
12/31/06	572,603	100%	-
12/31/05	553,003	100%	-
12/31/04	476,668	100%	-
12/31/03	431,727	100%	-

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/08	\$ 11,246,621	\$ 15,539,745	\$ 4,293,124	72.37%	\$ 6,375,693	67.34%
12/31/07	13,142,424	14,280,576	1,138,152	92.03%	6,030,299	18.87%
12/31/06	12,469,812	13,731,144	1,261,332	90.81%	5,532,395	22.80%
12/31/05	11,244,289	12,712,894	1,468,605	88.45%	5,563,409	26.40%
12/31/04	10,306,951	11,498,661	1,191,710	89.64%	5,302,207	22.48%
12/31/03	9,690,679	10,541,615	850,936	91.93%	5,055,352	16.83%

Digest of Changes

Assumptions

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

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PARK RIDGE-NILES SCHOOL DISTRICT 64
SCHEDULE OF FUNDING PROGRESS FOR RETIREES' HEALTH PLAN
JUNE 30, 2009

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)
6/30/09	\$ -	\$ 4,424,147	\$ 4,424,147	N/A	\$ 27,884,247	15.87%

The year ended June 30, 2009 was the first year of implementation of GASB 45. As such, two preceding years' information is not applicable.

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64

GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2009

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

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 41,110,109	\$ 42,109,786	\$ 999,677	\$ 37,117,441
Tort immunity levy	-	-	-	1,065,084
Special education levy	317,367	331,632	14,265	272,770
Corporate personal property replacement taxes	1,199,838	1,023,911	(175,927)	1,198,329
Regular tuition from pupils or parents (in state)	-	37,778	37,778	18,824
Summer school - tuition from pupils or parents (in state)	150,000	186,767	36,767	184,952
Summer school - tuition from other LEA's (in state)	-	2,205	2,205	2,435
Investment income	225,000	362,773	137,773	290,452
Sales to pupils - lunch	400,000	309,071	(90,929)	388,644
Fees	180,000	174,228	(5,772)	185,998
Book store sales	18,500	1,520	(16,980)	10,616
Other pupil activity revenue	265,100	318,149	53,049	281,385
Rentals - regular textbook	450,000	397,792	(52,208)	463,955
Sales - other	200	1,031	831	732
Contributions and donations from private sources	1,000	-	(1,000)	750
Payments of surplus monies from TIF districts	200,000	238,263	38,263	-
Payment from other LEA's	500,000	382,558	(117,442)	551,653
Other local fees	1,054,090	659,648	(394,442)	606,799
Other	2,000	564,184	562,184	657,928
Total local sources	46,073,204	47,101,296	1,028,092	43,298,747
Flow-through revenue from one LEA to another LEA				
Flow-through revenue from federal sources	25,000	-	(25,000)	-
Other flow-through	4,051	-	(4,051)	-
Total flow-through	29,051	-	(29,051)	-
State sources				
General state aid	1,339,561	1,254,697	(84,864)	1,678,094
Special education - private facility tuition	250,000	303,651	53,651	346,761
Special education - extraordinary	350,000	419,472	69,472	528,252
Special education - personnel	850,000	744,103	(105,897)	943,118
Special education - orphanage - individual	120,000	194,706	74,706	346,966
Special education - orphanage - summer	-	10,555	10,555	5,980
Special education - summer school	10,000	5,887	(4,113)	4,892
CTE - WECEP	-	-	-	4,057
Bilingual education - downstate - TPI	15,000	2,371	(12,629)	19,879
State free lunch & breakfast	550	1,633	1,083	851
Adult education from Illinois community college board	3,100	3,130	30	3,135
Learning improvement - change grants	3,000	3,000	-	3,104

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64

GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2009

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

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Reading improvement block grant	\$ 165,985	\$ 165,985	\$ -	\$ 153,744
School safety & educational improvement block grant	<u>160,000</u>	<u>152,778</u>	<u>(7,222)</u>	<u>150,984</u>
Total state sources	<u>3,267,196</u>	<u>3,261,968</u>	<u>(5,228)</u>	<u>4,189,817</u>
Federal sources				
Title V - Innovation and flexibility formula	-	220	220	6,110
National school lunch program	38,000	-	(38,000)	-
Special milk program	-	48,028	48,028	45,082
Title IV - Safe & drug free schools - formula	9,438	9,799	361	9,981
Federal - special education - IDEA - flow-through/low incident	-	779,315	779,315	758,582
Federal - special education - IDEA - room & board	786,894	16,777	(770,117)	18,563
General state aid - education stabilization	-	365,260	365,260	-
Title II - Eisenhower professional development formula	88,786	-	(88,786)	-
Title II - Teacher quality	-	89,237	89,237	80,470
Medicaid matching funds - administrative outreach	25,000	17,539	(7,461)	29,953
Medicaid matching funds - fee-for-service program	-	27,720	27,720	-
Other restricted revenue from federal sources	<u>22,400</u>	<u>-</u>	<u>(22,400)</u>	<u>-</u>
Total federal sources	<u>970,518</u>	<u>1,353,895</u>	<u>383,377</u>	<u>948,741</u>
Total revenues	<u>50,339,969</u>	<u>51,717,159</u>	<u>1,377,190</u>	<u>48,437,305</u>
Expenditures				
Instruction				
Regular programs				
Salaries	18,739,345	18,565,392	173,953	18,083,604
Employee benefits	2,464,300	2,529,468	(65,168)	2,175,218
Purchased services	232,598	147,554	85,044	93,094
Supplies and materials	1,118,269	1,090,316	27,953	1,075,593
Capital outlay	31,060	27,298	3,762	207,527
Other objects	<u>2,600</u>	<u>2,286</u>	<u>314</u>	<u>3,115</u>
Total	<u>22,588,172</u>	<u>22,362,314</u>	<u>225,858</u>	<u>21,638,151</u>
Special education programs				
Salaries	7,002,114	7,112,416	(110,302)	6,243,094
Employee benefits	944,075	1,091,734	(147,659)	750,962
Purchased services	233,368	234,458	(1,090)	121,439
Supplies and materials	54,220	81,726	(27,506)	60,460
Capital outlay	<u>7,500</u>	<u>10,079</u>	<u>(2,579)</u>	<u>-</u>
Total	<u>8,241,277</u>	<u>8,530,413</u>	<u>(289,136)</u>	<u>7,175,955</u>

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64
GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2009

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

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Remedial and supplemental programs K-12				
Supplies and materials	\$ 6,000	\$ 6,044	\$ (44)	\$ 3,066
Total	6,000	6,044	(44)	3,066
Interscholastic programs				
Salaries	-	750	(750)	1,150
Employee benefits	100	9	91	138
Total	100	759	(659)	1,288
Summer school programs				
Salaries	464,769	258,280	206,489	261,698
Employee benefits	34,283	2,077	32,206	31,479
Purchased services	2,200	1,875	325	2,044
Supplies and materials	9,990	7,535	2,455	9,825
Other objects	1,500	1,587	(87)	1,190
Total	512,742	271,354	241,388	306,236
Gifted programs				
Salaries	895,284	887,855	7,429	934,721
Employee benefits	117,851	85,682	32,169	112,435
Supplies and materials	12,472	10,150	2,322	5,880
Total	1,025,607	983,687	41,920	1,053,036
Driver's education programs				
Salaries	289,393	-	289,393	-
Purchased services	800	-	800	-
Supplies and materials	3,000	-	3,000	-
Total	293,193	-	293,193	-
Bilingual programs				
Salaries	-	287,393	(287,393)	272,944
Employee benefits	38,147	33,041	5,106	32,832
Purchased services	-	780	(780)	936
Supplies and materials	-	2,721	(2,721)	1,499
Total	38,147	323,935	(285,788)	308,211
Truant's alternative and optional programs				
Special education programs K-12 - private tuition				
Other objects	2,037,000	1,363,458	673,542	2,037,969
Total	2,037,000	1,363,458	673,542	2,037,969
Total instruction	34,742,238	33,841,964	900,274	32,523,912

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64
GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2009

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

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Support services				
Pupils				
Attendance and social work services				
Salaries	\$ 774,587	\$ 736,648	\$ 37,939	\$ 714,379
Employee benefits	97,780	61,139	36,641	85,930
Supplies and materials	1,045	731	314	362
Total	873,412	798,518	74,894	800,671
Guidance services				
Salaries	110,439	193,072	(82,633)	184,455
Employee benefits	25,628	24,758	870	22,188
Supplies and materials	600	557	43	534
Total	136,667	218,387	(81,720)	207,177
Health services				
Salaries	227,360	307,221	(79,861)	263,442
Employee benefits	40,779	25,953	14,826	31,689
Purchased services	9,050	4,359	4,691	4,005
Supplies and materials	3,859	1,386	2,473	2,085
Capital outlay	2,195	-	2,195	-
Total	283,243	338,919	(55,676)	301,221
Psychological services				
Salaries	398,487	379,506	18,981	295,408
Employee benefits	50,374	62,068	(11,694)	35,534
Purchased services	6,930	3,300	3,630	4,110
Supplies and materials	10,000	8,546	1,454	7,107
Total	465,791	453,420	12,371	342,159
Other support services - pupils				
Salaries	1,000	984	16	1,174
Employee benefits	131	86	45	141
Purchased services	800	772	28	924
Supplies and materials	2,251	2,377	(126)	1,913
Total	4,182	4,219	(37)	4,152
Total pupils	1,763,295	1,813,463	(50,168)	1,655,380
Instructional staff				
Improvement of instructional services				
Salaries	171,389	162,335	9,054	15,839
Employee benefits	21,548	35,398	(13,850)	1,905
Purchased services	157,752	112,859	44,893	79,749
Supplies and materials	4,000	4,199	(199)	1,319
Total	354,689	314,791	39,898	98,812

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64

GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2009

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

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Educational media services				
Salaries	\$ 946,322	\$ 946,571	\$ (249)	\$ 967,378
Employee benefits	125,644	15,807	109,837	116,363
Purchased services	1,474	1,474	-	1,473
Supplies and materials	176,164	140,254	35,910	207,186
Capital outlay	1,500	-	1,500	-
Total	<u>1,251,104</u>	<u>1,104,106</u>	<u>146,998</u>	<u>1,292,400</u>
Assessment and testing				
Salaries	408,114	401,820	6,294	376,597
Employee benefits	53,336	82,125	(28,789)	45,300
Purchased services	3,408	4,687	(1,279)	5,033
Total	<u>464,858</u>	<u>488,632</u>	<u>(23,774)</u>	<u>426,930</u>
Total instructional staff	<u>2,070,651</u>	<u>1,907,529</u>	<u>163,122</u>	<u>1,818,142</u>
General administration				
Board of education services				
Purchased services	407,000	119,195	287,805	137,053
Other objects	16,000	138	15,862	-
Total	<u>423,000</u>	<u>119,333</u>	<u>303,667</u>	<u>137,053</u>
Executive administration services				
Salaries	285,717	322,782	(37,065)	262,784
Employee benefits	42,845	68,632	(25,787)	31,609
Purchased services	10,000	4,951	5,049	17,428
Total	<u>338,562</u>	<u>396,365</u>	<u>(57,803)</u>	<u>311,821</u>
Special area administration services				
Salaries	91,706	90,153	1,553	88,306
Employee benefits	11,967	2,832	9,135	10,622
Purchased services	79,915	29,331	50,584	4,321
Total	<u>183,588</u>	<u>122,316</u>	<u>61,272</u>	<u>103,249</u>
Total general administration	<u>945,150</u>	<u>638,014</u>	<u>307,136</u>	<u>552,123</u>
School administration				
Office of the principal services				
Salaries	1,595,811	1,566,347	29,464	1,343,979
Employee benefits	207,911	342,104	(134,193)	161,663
Purchased services	16,552	7,957	8,595	6,313
Supplies and materials	49,313	54,759	(5,446)	23,858
Capital outlay	-	2,075	(2,075)	4,924
Other objects	-	15,434	(15,434)	15,501
Total	<u>1,869,587</u>	<u>1,988,676</u>	<u>(119,089)</u>	<u>1,556,238</u>

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64

GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2009

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

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Other support services - school administration				
Salaries	\$ 166,960	\$ 179,025	\$ (12,065)	\$ 153,417
Employee benefits	23,763	6,127	17,636	18,454
Purchased services	<u>2,500</u>	<u>1,033</u>	<u>1,467</u>	<u>1,961</u>
Total	<u>193,223</u>	<u>186,185</u>	<u>7,038</u>	<u>173,832</u>
Total school administration	<u>2,062,810</u>	<u>2,174,861</u>	<u>(112,051)</u>	<u>1,730,070</u>
Business				
Direction of business support services				
Salaries	91,877	92,930	(1,053)	90,633
Employee benefits	12,335	27,730	(15,395)	10,902
Purchased services	<u>1,188</u>	<u>2,571</u>	<u>(1,383)</u>	<u>1,188</u>
Total	<u>105,400</u>	<u>123,231</u>	<u>(17,831)</u>	<u>102,723</u>
Fiscal services				
Salaries	208,711	189,133	19,578	711,791
Employee benefits	25,105	13,264	11,841	85,619
Purchased services	34,500	47,467	(12,967)	629,643
Supplies and materials	<u>1,684</u>	<u>2,004</u>	<u>(320)</u>	<u>8,407</u>
Total	<u>270,000</u>	<u>251,868</u>	<u>18,132</u>	<u>1,435,460</u>
Food services				
Purchased services	412,526	516,225	(103,699)	509,919
Capital outlay	<u>8,500</u>	<u>14,740</u>	<u>(6,240)</u>	<u>23,560</u>
Total	<u>421,026</u>	<u>530,965</u>	<u>(109,939)</u>	<u>533,479</u>
Internal services				
Salaries	144,700	146,083	(1,383)	135,890
Employee benefits	19,391	16,247	3,144	16,346
Purchased services	128,833	124,383	4,450	136,281
Supplies and materials	84,692	86,878	(2,186)	78,447
Capital outlay	<u>7,350</u>	<u>-</u>	<u>7,350</u>	<u>58,498</u>
Total	<u>384,966</u>	<u>373,591</u>	<u>11,375</u>	<u>425,462</u>
Total business	<u>1,181,392</u>	<u>1,279,655</u>	<u>(98,263)</u>	<u>2,497,124</u>
Central				
Direction of central support services				
Salaries	170,024	169,184	840	162,772
Employee benefits	22,457	29,592	(7,135)	19,579
Purchased services	7,188	4,225	2,963	1,306
Supplies and materials	<u>1,000</u>	<u>-</u>	<u>1,000</u>	<u>-</u>
Total	<u>200,669</u>	<u>203,001</u>	<u>(2,332)</u>	<u>183,657</u>

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64
GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2009

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

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Staff services				
Salaries	\$ 91,890	\$ 132,178	\$ (40,288)	\$ 105,606
Employee benefits	17,545	288,240	(270,695)	12,703
Purchased services	114,540	78,353	36,187	21,509
Supplies and materials	6,823	4,823	2,000	3,662
Capital outlay	2,000	-	2,000	-
Other objects	10,000	-	10,000	-
Total	<u>242,798</u>	<u>503,594</u>	<u>(260,796)</u>	<u>143,480</u>
Data processing services				
Salaries	263,478	260,182	3,296	226,424
Employee benefits	34,536	23,940	10,596	27,236
Purchased services	118,267	101,527	16,740	106,000
Supplies and materials	112,000	120,912	(8,912)	132,398
Capital outlay	35,500	57,658	(22,158)	63,029
Total	<u>563,781</u>	<u>564,219</u>	<u>(438)</u>	<u>555,087</u>
Total central	<u>1,007,248</u>	<u>1,270,814</u>	<u>(263,566)</u>	<u>882,224</u>
Total support services	<u>9,030,546</u>	<u>9,084,336</u>	<u>(53,790)</u>	<u>9,135,063</u>
Community services				
Salaries	903,767	913,255	(9,488)	847,764
Employee benefits	121,222	49,553	71,669	101,975
Purchased services	65,960	42,808	23,152	40,590
Supplies and materials	34,000	31,706	2,294	33,460
Capital outlay	1,500	-	1,500	-
Other objects	15,750	8,263	7,487	10,219
Total community services	<u>1,142,199</u>	<u>1,045,585</u>	<u>96,614</u>	<u>1,034,008</u>
Payments to other districts and governmental units				
Payments for regular programs				
Purchased services	-	796,579	(796,579)	-
Total	-	<u>796,579</u>	<u>(796,579)</u>	-
Payments for special education programs				
Other objects	-	309,873	(309,873)	-
Total	-	<u>309,873</u>	<u>(309,873)</u>	-
Total payments to other districts and governmental units	-	<u>1,106,452</u>	<u>(1,106,452)</u>	-

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64

GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2009

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

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Debt services				
Interest on short term debt				
Tax anticipation warrants	\$ -	\$ -	\$ -	\$ 85,750
Total	-	-	-	85,750
Payments on long term debt				
Interest on long term debt	-	-	-	3,793
Principal payments on long term debt	-	-	-	150,680
Total	-	-	-	154,473
Total debt services	-	-	-	240,223
Total expenditures	44,914,983	45,078,337	(163,354)	42,933,206
Excess (deficiency) of revenues over expenditures	5,424,986	6,638,822	1,213,836	5,504,099
Other financing sources (uses)				
Permanent transfer from working cash fund - interest	400,000	364,034	(35,966)	408,559
Permanent transfer of interest	100,000	43,056	(56,944)	120,000
Capital lease value	-	-	-	224,994
Total other financing sources (uses)	500,000	407,090	(92,910)	753,553
Net change in fund balance	\$ 5,924,986	7,045,912	\$ 1,120,926	6,257,652
Fund balance, beginning of year		7,735,319		1,477,667
Fund balance, end of year		\$ 14,781,231		\$ 7,735,319

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64

TORT IMMUNITY AND JUDGMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Tort immunity levy	\$ 1,200,303	\$ 1,252,347	\$ 52,044	\$ -
Investment income	-	290	290	-
Total local sources	1,200,303	1,252,637	52,334	-
Total revenues	1,200,303	1,252,637	52,334	-
Expenditures				
Support Services				
General administration				
Workers' compensation or workers' occupational disease act payments				
Purchased services	442,200	669,734	(227,534)	-
Total	442,200	669,734	(227,534)	-
Unemployment insurance payments				
Purchased services	15,000	-	15,000	-
Total	15,000	-	15,000	-
Insurance payments (regular or self-insurance)				
Purchased services	-	121,828	(121,828)	-
Total	-	121,828	(121,828)	-
Risk management and claims services payments				
Purchased services	99,855	127,845	(27,990)	-
Total	99,855	127,845	(27,990)	-
Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction				
Salaries	457,583	416,716	40,867	-
Employee benefits	81,280	81,044	236	-
Purchased services	128,580	-	128,580	-
Supplies and materials	8,000	7,192	808	-
Total	675,443	504,952	170,491	-

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64**TORT IMMUNITY AND JUDGMENT FUND**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

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

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Legal Services				
Total general administration	\$ 1,232,498	\$ 1,424,359	\$ (191,861)	\$ -
Total expenditures	<u>1,232,498</u>	<u>1,424,359</u>	<u>(191,861)</u>	<u>-</u>
Net change in fund balance	<u>\$ (32,195)</u>	<u>(171,722)</u>	<u>\$ (139,527)</u>	<u>-</u>
Fund balance, beginning of year		<u>-</u>		<u>-</u>
Fund balance (deficit), end of year		<u>\$ (171,722)</u>		<u>\$ -</u>

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64

OPERATIONS AND MAINTENANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 5,837,447	\$ 6,116,588	\$ 279,141	\$ 5,202,254
Investment income	2,000	-	(2,000)	10,663
Rentals	27,000	22,789	(4,211)	30,028
Total local sources	5,866,447	6,139,377	272,930	5,242,945
Federal sources				
Other restricted revenue from federal sources	375,000	93,142	(281,858)	-
Total federal sources	375,000	93,142	(281,858)	-
Total revenues	6,241,447	6,232,519	(8,928)	5,242,945
Expenditures				
Support services				
Business				
Direction of business support services				
Purchased services	2,240	-	2,240	-
Total	2,240	-	2,240	-
Facilities acquisition and construction service				
Purchased services	-	-	-	1,735
Capital outlay	2,016,300	1,447,318	568,982	1,172,593
Non-capitalized equipment	-	303,821	(303,821)	-
Total	2,016,300	1,751,139	265,161	1,174,328
Operation and maintenance of plant services				
Salaries	2,048,531	1,992,701	55,830	1,894,448
Employee benefits	265,317	288,419	(23,102)	288,811
Purchased services	591,704	644,411	(52,707)	530,895
Supplies and materials	1,399,878	1,174,806	225,072	1,149,154
Capital outlay	375,000	236,540	138,460	-
Total	4,680,430	4,336,877	343,553	3,863,308
Total business	6,698,970	6,088,016	610,954	5,037,636
Total support services	6,698,970	6,088,016	610,954	5,037,636
Total expenditures	6,698,970	6,088,016	610,954	5,037,636

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64
OPERATIONS AND MAINTENANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2009
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Net change in fund balance	<u>\$ (457,523)</u>	144,503	<u>\$ 602,026</u>	205,309
Fund balance (deficit), beginning of year		<u>(374,870)</u>		<u>(580,179)</u>
Fund balance (deficit), end of year		<u>\$ (230,367)</u>		<u>\$ (374,870)</u>

See Auditor's Report and Notes to Required Supplementary Information

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PARK RIDGE-NILES SCHOOL DISTRICT 64
TRANSPORTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2009
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 1,796,955	\$ 1,872,380	\$ 75,425	\$ 1,593,658
Regular transportation fees from pupils or parents (in state)	28,000	77,632	49,632	27,944
Regular transportation fees from co-curricular act (in state)	32,000	29,781	(2,219)	47,800
Investment income	500	1,676	1,176	4,209
Other	1,500	9,776	8,276	1,550
Total local sources	<u>1,858,955</u>	<u>1,991,245</u>	<u>132,290</u>	<u>1,675,161</u>
State sources				
Transportation - regular/vocational	482,234	266,229	(216,005)	487,764
Transportation - special education	<u>384,171</u>	<u>279,598</u>	<u>(104,573)</u>	<u>360,365</u>
Total state sources	<u>866,405</u>	<u>545,827</u>	<u>(320,578)</u>	<u>848,129</u>
Total revenues	<u>2,725,360</u>	<u>2,537,072</u>	<u>(188,288)</u>	<u>2,523,290</u>
Expenditures				
Support Services				
Business				
Pupil transportation services				
Salaries	166,397	219,789	(53,392)	182,262
Employee benefits	34,033	45,354	(11,321)	43,496
Purchased services	1,645,516	1,814,513	(168,997)	1,600,522
Supplies and materials	19,000	13,724	5,276	16,569
Capital outlay	<u>45,000</u>	<u>43,427</u>	<u>1,573</u>	<u>25,409</u>
Total	<u>1,909,946</u>	<u>2,136,807</u>	<u>(226,861)</u>	<u>1,868,258</u>
Total business	<u>1,909,946</u>	<u>2,136,807</u>	<u>(226,861)</u>	<u>1,868,258</u>
Total support services	<u>1,909,946</u>	<u>2,136,807</u>	<u>(226,861)</u>	<u>1,868,258</u>
Total expenditures	<u>1,909,946</u>	<u>2,136,807</u>	<u>(226,861)</u>	<u>1,868,258</u>
Net change in fund balance	<u>\$ 815,414</u>	400,265	<u>\$ (415,149)</u>	655,032
Fund balance (deficit), beginning of year		<u>39,474</u>		<u>(615,558)</u>
Fund balance, end of year		<u>\$ 439,739</u>		<u>\$ 39,474</u>

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2009
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 898,477	\$ 935,684	\$ 37,207	\$ 796,612
Social security/medicare only levy	1,137,738	1,185,915	48,177	1,008,730
Corporate personal property replacement taxes	100,000	121,159	21,159	110,667
Investment income	500	2,700	2,200	4,784
Total local sources	<u>2,136,715</u>	<u>2,245,458</u>	<u>108,743</u>	<u>1,920,793</u>
Total revenues	<u>2,136,715</u>	<u>2,245,458</u>	<u>108,743</u>	<u>1,920,793</u>
Expenditures				
Instruction				
Regular programs	301,682	283,465	18,217	281,972
Special education programs	400,441	376,260	24,181	361,162
Interscholastic programs	12	11	1	16
Summer school programs	12,480	11,726	754	10,800
Gifted programs	14,127	13,274	853	17,970
Bilingual programs	4,341	4,079	262	-
Total instruction	<u>733,083</u>	<u>688,815</u>	<u>44,268</u>	<u>671,920</u>
Support services				
Pupils				
Attendance and social work services	11,334	10,650	684	13,269
Guidance services	2,868	2,695	173	-
Health services	34,595	32,506	2,089	29,033
Psychological services	18,523	17,404	1,119	15,639
Other support services - pupils	24	23	1	-
Total pupils	<u>67,344</u>	<u>63,278</u>	<u>4,066</u>	<u>57,941</u>
Instructional staff				
Improvement of instructional staff	3,567	3,352	215	711
Educational media services	72,747	68,354	4,393	66,692
Assessment and testing	25,451	23,914	1,537	21,293
Total instructional staff	<u>101,765</u>	<u>95,620</u>	<u>6,145</u>	<u>88,696</u>
General administration				
Executive administration services	26,028	24,456	1,572	15,850
Special area administration services	16,921	15,899	1,022	15,810
Total general administration	<u>42,949</u>	<u>40,355</u>	<u>2,594</u>	<u>31,660</u>

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2009
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
School administration				
Office of the principal services	\$ 100,891	\$ 94,799	\$ 6,092	\$ 85,864
Other support services - school administration	<u>8,780</u>	<u>8,250</u>	<u>530</u>	<u>8,164</u>
Total school administration	<u>109,671</u>	<u>103,049</u>	<u>6,622</u>	<u>94,028</u>
Business				
Direction of business support services	5,533	5,199	334	5,041
Fiscal services	69,812	65,596	4,216	69,937
Operations and maintenance of plant services	360,519	338,751	21,768	325,976
Pupil transportation services	18,742	17,610	1,132	9,645
Internal services	<u>25,813</u>	<u>24,254</u>	<u>1,559</u>	<u>23,099</u>
Total business	<u>480,419</u>	<u>451,410</u>	<u>29,009</u>	<u>433,698</u>
Central				
Direction of central support services	10,701	10,055	646	9,497
Staff services	22,113	20,778	1,335	16,366
Data processing services	<u>47,508</u>	<u>44,639</u>	<u>2,869</u>	<u>40,213</u>
Total central	<u>80,322</u>	<u>75,472</u>	<u>4,850</u>	<u>66,076</u>
Total support services	<u>882,470</u>	<u>829,184</u>	<u>53,286</u>	<u>772,099</u>
Community services	<u>98,029</u>	<u>92,109</u>	<u>5,920</u>	<u>86,125</u>
Total expenditures	<u>1,713,582</u>	<u>1,610,108</u>	<u>103,474</u>	<u>1,530,144</u>
Net change in fund balance	<u>\$ 423,133</u>	635,350	<u>\$ 212,217</u>	390,649
Fund balance (deficit), beginning of year		<u>(26,919)</u>		<u>(417,568)</u>
Fund balance (deficit), end of year		<u>\$ 608,431</u>		<u>\$ (26,919)</u>

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64
WORKING CASH FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2009
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 864,560	\$ 898,545	\$ 33,985	\$ 382,005
Investment income	<u>400,000</u>	<u>772,295</u>	<u>372,295</u>	<u>286,444</u>
Total local sources	<u>1,264,560</u>	<u>1,670,840</u>	<u>406,280</u>	<u>668,449</u>
Total revenues	<u>1,264,560</u>	<u>1,670,840</u>	<u>406,280</u>	<u>668,449</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,264,560</u>	<u>1,670,840</u>	<u>406,280</u>	<u>668,449</u>
Other financing sources (uses)				
Permanent transfer from working cash fund - interest	<u>(400,000)</u>	<u>(364,034)</u>	<u>35,966</u>	<u>(408,559)</u>
Total other financing sources (uses)	<u>(400,000)</u>	<u>(364,034)</u>	<u>35,966</u>	<u>(408,559)</u>
Net change in fund balance	<u>\$ 864,560</u>	<u>1,306,806</u>	<u>\$ 442,246</u>	<u>259,890</u>
Fund balance, beginning of year		<u>10,376,929</u>		<u>10,117,039</u>
Fund balance, end of year		<u>\$ 11,683,735</u>		<u>\$ 10,376,929</u>

See Auditor's Report and Notes to Required Supplementary Information

PARK RIDGE-NILES SCHOOL DISTRICT 64
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2009

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

Except for the exclusion of on-behalf payments from other governments, discussed below, the budgeted amounts for the Governmental Funds are adopted on the modified accrual basis, which is consistent with accounting principles generally accepted in the United States of America.

The Board of Education follows these procedures in establishing the budgetary data reflected in the general purpose financial statements:

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.
4. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

The budget amounts shown in the financial statements are as originally adopted because there were no amendments during the past fiscal year.

Budget Reconciliations

The Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (GAAP basis) includes "on-behalf" payments received and made for the amounts contributed by the State of Illinois for the employer's share of the Teachers Retirement System pension. The District does not budget for these amounts. The differences between the budget and GAAP basis are as follows:

	<i>Revenues</i>	<i>Expenditures</i>
General Fund Budgetary Basis	\$ 51,717,159	\$ 45,078,337
To adjust for on-behalf payments received	5,289,761	-
To adjust for on-behalf payments made	<u>-</u>	<u>5,289,761</u>
General Fund GAAP Basis	<u>\$ 57,006,920</u>	<u>\$ 50,368,098</u>

Excess of Expenditures over Budget

For the year ended June 30, 2009, expenditures exceeded budget in the General (Educational) Fund, Tort Immunity and Judgment Fund, and Transportation Fund by \$163,354, \$191,861, and \$226,861, respectively. These excesses were funded by available fund balances or future tax levies.

Deficit Fund Equity

The Operations and Maintenance Fund and Tort Immunity and Judgment Fund had deficit fund balances of \$230,367 and \$171,722, respectively as of June 30, 2009. District management expects to fund these deficits through future tax levies.

See Auditor's Report

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PARK RIDGE-NILES SCHOOL DISTRICT 64

DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 4,721,114	\$ 3,835,598	\$ (885,516)	\$ 4,400,847
Investment income	100,000	50,866	(49,134)	149,227
Other	-	949	949	-
Total local sources	4,821,114	3,887,413	(933,701)	4,550,074
State sources				
General state aid	123,743	-	(123,743)	-
Total state sources	123,743	-	(123,743)	-
Total revenues	4,944,857	3,887,413	(1,057,444)	4,550,074
Expenditures				
Debt services				
Payments on long term debt				
Interest on long term debt	1,053,260	1,047,733	5,527	1,186,881
Principal payments on long term debt	3,225,000	3,299,998	(74,998)	2,860,000
Total	4,278,260	4,347,731	(69,471)	4,046,881
Other debt service				
Purchased services	-	43,481	(43,481)	-
Other objects	7,000	-	7,000	6,542
Total	7,000	43,481	(36,481)	6,542
Total debt services	4,285,260	4,391,212	(105,952)	4,053,423
Total expenditures	4,285,260	4,391,212	(105,952)	4,053,423
Excess (deficiency) of revenues over expenditures	659,597	(503,799)	(1,163,396)	496,651
Other financing sources (uses)				
Principal on bonds sold	-	2,555,000	2,555,000	-
Premium on bonds sold	-	74,237	74,237	-
Accrued interest on bonds sold	-	6,246	6,246	-
Permanent transfer of interest	(100,000)	(43,056)	56,944	(120,000)
Payment to escrow agent	-	(2,585,756)	(2,585,756)	-
Total other financing sources (uses)	(100,000)	6,671	106,671	(120,000)
Net change in fund balance	\$ 559,597	(497,128)	\$ (1,056,725)	376,651
Fund balance, beginning of year		3,308,866		2,932,215
Fund balance, end of year		\$ 2,811,738		\$ 3,308,866

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PARK RIDGE - NILES SCHOOL DISTRICT 64
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUND
JUNE 30, 2009

	BALANCE JUNE 30, 2008	RECEIPTS	DISBURSEMENTS	BALANCE JUNE 30, 2009
Accommodation	\$ 9,385	\$ 21,115	\$ 18,648	\$ 11,852
Carpenter	16,568	5,002	4,480	17,090
Day Care	1,253	12,498	9,553	4,198
2008 ELF Grants	(517)	31,360	30,843	-
2007 ELF Grants	(473)	2,850	2,377	-
Emerson Afterschool	108,498	47,146	50,223	105,421
Emerson Middle School	11,387	66,993	64,628	13,752
Emerson SGA	2,517	1,902	2,956	1,463
ESC Beverage	(2,773)	2,965	1,037	(845)
Field School	6,214	16,822	16,420	6,616
Franklin School	3,065	9,316	9,935	2,446
Green Fund	-	1,000	-	1,000
IMRF Insurance	826	5,154	4,376	1,604
Interest	5,326	3,795	-	9,121
Jefferson	1,834	1,377	1,048	2,163
Lincoln Afterschool	66,672	38,470	50,749	54,393
Lincoln Environmental	185	33	-	218
Lincoln Middle School	21,392	55,261	60,973	15,680
Lincoln SGA	1,800	1,798	3,064	534
Outdoor Education	2,824	90,084	90,960	1,948
Power	-	13,540	13,119	421
Roosevelt	7,459	24,115	21,703	9,871
S Arbetter Memorial Fund	2,521	7,553	1,719	8,355
Sales Tax	750	5,139	6,368	(479)
SEC Flower Fund	216	-	113	103
Teachers' Institute	216	-	216	-
Washington	10,848	11,422	9,541	12,729
Total	\$ 277,993	\$ 476,710	\$ 475,049	\$ 279,654

PARK RIDGE-NILES SCHOOL DISTRICT 64

FIVE YEAR SUMMARY OF ASSESSED VALUATIONS, TAX RATES, EXTENSIONS AND COLLECTIONS JUNE 30, 2009

	2008	2007	2006	2005	2004
Assessed valuation	<u>\$ 2,121,320,033</u>	<u>\$ 1,968,799,003</u>	<u>\$ 1,625,641,143</u>	<u>\$ 1,594,439,099</u>	<u>\$ 1,492,251,710</u>
Tax rates					
Educational	1.9581	2.0262	2.1750	1.9135	1.9270
Tort immunity	0.0595	0.0586	0.0615	-	0.0670
Special education	0.0158	0.0156	0.0154	0.0145	-
Operations and maintenance	0.2918	0.2874	0.3015	0.2509	0.2681
Bond and interest	0.1272	0.2319	0.2654	0.2708	0.1657
Transportation	0.0893	0.0880	0.0923	0.0564	0.0469
Municipal retirement	0.0446	0.0440	0.0461	0.0314	0.0201
Social security	0.0566	0.0557	0.0584	0.0443	0.0302
Working cash	<u>0.0428</u>	<u>0.0422</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>2.6857</u>	<u>2.8496</u>	<u>3.0156</u>	<u>2.5818</u>	<u>2.5250</u>
Tax extensions					
Educational	\$ 41,537,412	\$ 39,871,166	\$ 35,357,218	\$ 30,509,259	\$ 28,755,417
Tort immunity	1,262,871	1,154,451	1,000,000	-	1,000,000
Special education	335,209	306,431	250,000	230,500	1
Operations and maintenance	6,189,180	5,657,829	4,900,884	4,000,000	4,000,000
Bond and interest	2,697,385	4,565,816	4,314,550	4,317,856	2,471,955
Transportation	1,894,305	1,731,876	1,500,000	900,000	700,000
Municipal retirement	947,153	865,838	750,000	500,000	300,000
Social security	1,199,728	1,096,729	950,000	706,000	450,000
Working cash	<u>908,869</u>	<u>830,841</u>	<u>-</u>	<u>-</u>	<u>1</u>
Total	<u>\$ 56,972,112</u>	<u>\$ 56,080,977</u>	<u>\$ 49,022,652</u>	<u>\$ 41,163,615</u>	<u>\$ 37,677,374</u>
Total collections	<u>\$ 26,644,768</u>	<u>\$ 54,949,046</u>	<u>\$ 48,341,345</u>	<u>\$ 40,797,190</u>	<u>\$ 37,487,661</u>
Percentage collected	46.77 %	97.98 %	98.61 %	99.11 %	99.50 %

PARD RIDGE-NILES SCHOOL DISTRICT 64**OPERATING COST AND TUITION CHARGE**

JUNE 30, 2009

	2009	2008
Operating cost per pupil		
Average Daily Attendance (ADA):	<u>4,417</u>	<u>4,258</u>
Operating Costs:		
Educational	\$ 45,078,337	\$ 42,933,206
Operations and Maintenance	6,088,016	5,037,636
Debt Service	4,391,212	4,053,423
Transportation	2,136,807	1,868,258
Municipal Retirement/Social Security	1,610,108	1,530,144
Tort	<u>1,424,359</u>	<u>-</u>
Subtotal	<u>60,728,839</u>	<u>55,422,667</u>
Less Revenues/Expenditures of Nonregular Programs:		
Tuition	1,363,458	2,037,969
Summer school	283,080	287,669
Capital outlay	1,839,135	1,555,540
Non-capitalized equipment	303,821	-
Debt principal retired	3,299,998	3,010,680
Community services	1,137,694	1,068,330
Payments to other districts & governmental units	<u>1,106,452</u>	<u>-</u>
Subtotal	<u>9,333,638</u>	<u>7,960,188</u>
Operating costs	<u>\$ 51,395,201</u>	<u>\$ 47,462,479</u>
Operating Cost Per Pupil - Based on ADA	<u>\$ 11,635</u>	<u>\$ 11,146</u>
Tuition charge		
Operating Costs	\$ 51,395,201	\$ 47,462,479
Less - revenues from specific programs, such as special education or lunch programs	<u>6,005,944</u>	<u>6,901,012</u>
Net operating costs	45,389,257	40,561,467
Depreciation allowance	<u>1,824,231</u>	<u>1,481,976</u>
Allowable Tuition Costs	<u>\$ 47,213,488</u>	<u>\$ 42,043,443</u>
Tuition Charge Per Pupil - based on ADA	<u>\$ 10,688</u>	<u>\$ 9,873</u>

PARK RIDGE-NILES SCHOOL DISTRICT 64
BONDS PAYABLE SCHEDULE - ISSUE DATED NOVEMBER 1, 2001
JUNE 30, 2009

YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2010	\$ 1,385,000	\$ 815,769	\$ 2,200,769
2011	1,440,000	750,200	2,190,200
2012	1,760,000	662,200	2,422,200
2013	1,855,000	562,788	2,417,788
2014	1,960,000	457,875	2,417,875
2015	2,320,000	340,175	2,660,175
2016	2,445,000	209,137	2,654,137
2017	<u>2,580,000</u>	<u>70,950</u>	<u>2,650,950</u>
Total	<u>\$ 15,745,000</u>	<u>\$ 3,869,094</u>	<u>\$ 19,614,094</u>

Paying Agent:	Cole Taylor Bank
Principal payment date:	December 1
Interest payment dates:	December 1 and June 1
Interest rates:	3.75% - 5.50%

PARK RIDGE-NILES SCHOOL DISTRICT 64
BONDS PAYABLE SCHEDULE - ISSUE DATED DECEMBER 1, 2008
JUNE 30, 2009

YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2010	\$ 240,000	\$ 97,400	\$ 337,400
2011	240,000	87,800	327,800
2012	295,000	77,100	372,100
2013	305,000	65,100	370,100
2014	315,000	52,700	367,700
2015	370,000	39,000	409,000
2016	385,000	23,900	408,900
2017	<u>405,000</u>	<u>8,100</u>	<u>413,100</u>
Total	<u>\$ 2,555,000</u>	<u>\$ 451,100</u>	<u>\$ 3,006,100</u>

Paying Agent:	The Bank of New York
Principal payment date:	December 1
Interest payment dates:	December 1 and June 1
Interest rates:	4.00%

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