

**Pleasantdale School District 107**

**Annual Financial Report**

**Year Ended June 30, 2014**

# Pleasantdale School District 107

## ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2014

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# Pleasantdale School District 107

## ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2014

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# MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

## INDEPENDENT AUDITORS' REPORT

The Board of Education  
Pleasantdale School District 107  
Burr Ridge, Illinois

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Pleasantdale School District 107 (the "District"), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise District's basic financial statements, as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

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

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

***Auditors' Responsibility*** (Continued)

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

***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2014 and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Emphasis of a Matter***

As discussed in Note L to the audited financial statements, net position as of July 1, 2013 has been restated as a result of an adjustment due to the implementation of the Governmental Accounting Standards Board Statement No. 65, *Items Previously Reported as Assets and Liabilities* (GASB 65). Our opinion is not modified with respect to this matter.

***Other Matters***

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the required supplementary information, such as management's discussion and analysis on pages 5 through 11, schedule of funding progress - Illinois Municipal Retirement Fund on page 46, and budgetary comparison information on pages 47 through 62 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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***Other Information***

Our audit for the year ended June 30, 2014 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other schedules listed in the table of contents as the supplementary financial information and other supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary financial information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information for the year ended June 30, 2014 has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary financial information is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2014.

The District's basic financial statements, for the year ended June 30, 2013 (not presented herein), were audited by other auditors whose report thereon, dated November 4, 2013, expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The report of the other auditors, dated November 4, 2013, stated that the Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for the Debt Service Fund and the Fire Prevention and Safety Fund, with comparative actual totals, for the year ended June 30, 2013, were subjected to the auditing procedures applied in the audit of the 2013 basic financial statements and certain additional auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America and, in their opinion, was fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2013.

The other supplementary information have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

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**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 13, 2014 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.

*Miller, Cooper & Co., Ltd.*

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Certified Public Accountants

Deerfield, Illinois  
November 13, 2014

**Pleasantdale School District 107**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2014**

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The discussion and analysis of Pleasantdale School District 107's (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2014. 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 position increased by \$0.9. This represents a 5% increase from 2013.
- > General revenues accounted for \$12.0 in revenue or 79% of all revenues in fiscal year 2014. Program specific revenues in the form of charges for services and fees and grants accounted for \$3.1 or 21% of total revenues of \$15.1.
- > The District incurred \$14.2 in expenses related to government activities in fiscal year 2014. However, only \$3.1 of these expenses were offset by program specific charges and grants.

**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 required supplementary information, supplementary financial information, and other supplementary information in addition to the basic financial statements.

*Government-wide financial statements*

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

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

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



**Pleasantdale School District 107**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2014**

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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 does not have any proprietary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for all funds.

The Governmental Accounting Standards Board (GASB) has issued Statement No. 65, Items Previously Reported as Assets and Liabilities (GASB 65), which was adopted by the District as of the fiscal year ended June 30, 2014. This Statement established accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and other accounting guidance. Please refer to the Notes to the Financial Statements, Note A, Item 2 for further information.

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 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.

**Pleasantdale School District 107**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2014**

*Other information*

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

**Government-Wide Financial Analysis**

The District's combined net position was higher on June 30, 2014, than it was the year before, increasing 5% to \$21.2.

**Table 1**  
**Condensed Statements of Net Position**  
*(in millions of dollars)*

	<u>2013</u>	<u>2014</u>
<b>Assets:</b>		
Current and other assets	\$ 20.1	\$ 19.2
Capital Assets	<u>16.5</u>	<u>16.7</u>
Total assets	<u>36.6</u>	<u>35.9</u>
<b>Liabilities:</b>		
Current liabilities	0.4	0.1
Long-term debt outstanding	<u>10.6</u>	<u>9.5</u>
Total liabilities	<u>11.0</u>	<u>9.6</u>
<b>Deferred inflows:</b>		
Unavailable property tax revenues	<u>5.3</u>	<u>5.1</u>
Total deferred inflows	<u>5.3</u>	<u>5.1</u>
<b>Net position:</b>		
Net investment in capital assets	6.1	8.3
Restricted	6.3	5.2
Unrestricted	<u>7.9</u>	<u>7.7</u>
Total net position	<u>\$ 20.3</u>	<u>\$ 21.2</u>

**Pleasantdale School District 107**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2014**

Revenues in the governmental activities of the District of \$15.1 exceeded expenditures by \$0.9.

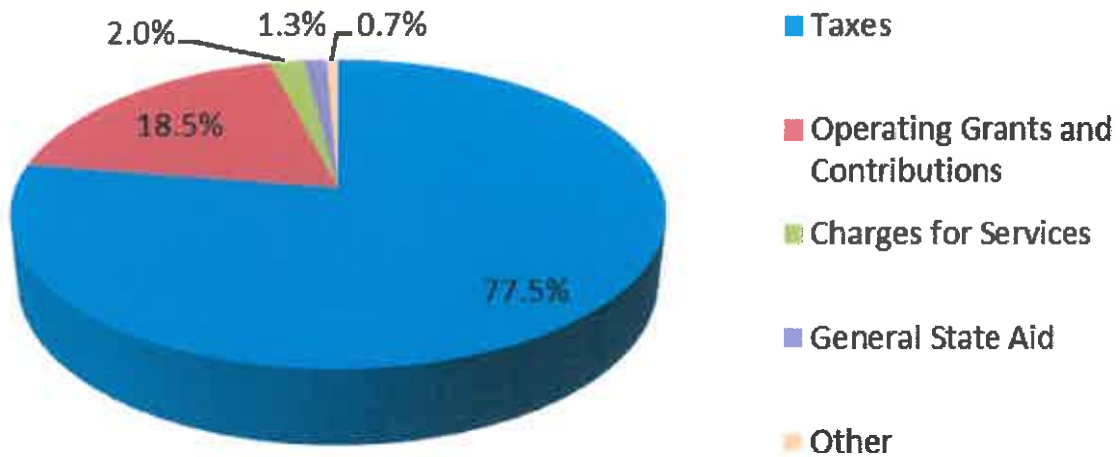
<i>Table 2</i>		
<i>Changes in Net Position</i>		
<i>(in millions of dollars)</i>		
	<u>2013</u>	<u>2014</u>
<b>Revenues:</b>		
<i>Program revenues:</i>		
Charges for services	\$ 0.5	\$ 0.3
Operating grants and contributions	2.4	2.8
<i>General revenues:</i>		
Taxes	12.3	11.7
General state aid	0.2	0.2
Other	0.2	0.1
<b>Total revenues</b>	<u>15.6</u>	<u>15.1</u>
<b>Expenses:</b>		
Instruction	8.2	8.9
Support services	5.0	4.8
Other	0.5	0.5
<b>Total expenses</b>	<u>13.7</u>	<u>14.2</u>
<b>Increase in net position</b>	<u>\$ 1.9</u>	<u>\$ 0.9</u>

Property taxes accounted for the largest portion of the District's revenues, contributing 74%. The remainder of revenues came from personal property replacement taxes, state and federal grants, and other sources. The total cost of all the District's programs was \$14.2, mainly related to instruction, administration, and business.

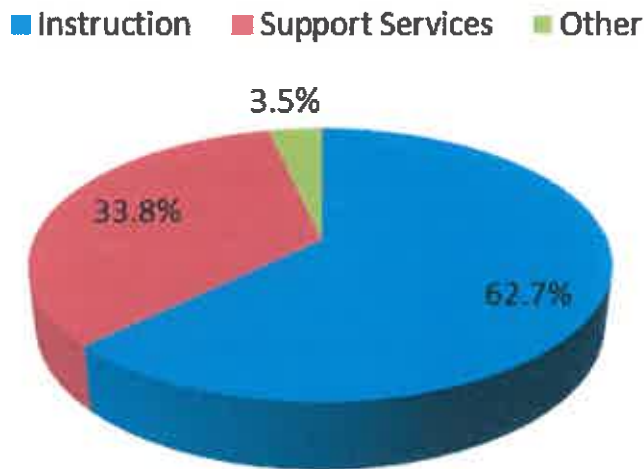
**Pleasantdale School District 107**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2014**

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### Government-Wide Revenues by Source



### Government-Wide Expenses by Function



**Pleasantdale School District 107**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2014**

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

The District's Governmental Funds balance decreased from \$14.5 at June 30, 2013 to \$14.1 June 30, 2014.

**General Fund Budgetary Highlights**

The District budgeted for the General Fund's fund balance to increase by \$0.5. The General Fund Balance actually increased by \$0.6.

**Capital Assets and Debt Administration**

*Capital assets*

By the end of 2014, the District had compiled a total investment of \$25.2 (\$16.7 net of accumulated depreciation) in a broad range of capital assets including land, land improvements, building improvements, buildings, and equipment. Total depreciation expense for the year was \$0.5. More detailed information about capital assets can be found in Note E of the basic financial statements.

<i>Table 3</i>				
<i>Capital Assets (net of depreciation)</i>				
<i>(in millions of dollars)</i>				
	<u>2013</u>		<u>2014</u>	
Land	\$	0.4	\$	0.4
Land improvements		0.1		0.1
Building improvements		0.1		0.1
Equipment		0.3		0.1
Buildings		15.4		16.0
Construction in progress		0.2		0.0
Total	\$	<u>16.5</u>	\$	<u>16.7</u>

*Long-term debt*

The District retired \$1.2 of bonds in 2014. At the end of fiscal 2014, the District had a debt margin of \$25.0. More detailed information on long-term debt can be found in Note F of the basic financial statements.

<i>Table 4</i>				
<i>Outstanding Long-Term Debt</i>				
<i>(in millions of dollars)</i>				
	<u>2013</u>		<u>2014</u>	
General obligation bonds	\$	10.5	\$	9.4
Other long term liabilities		0.1		0.1
Total	\$	<u>10.6</u>	\$	<u>9.5</u>

**Factors Bearing on the District's Future**

Due to the economic downturn, EAV (equalized assessed value) for the District has decreased by 7% and 5% in 2012 and 2013, respectively. Pleasantdale School District 107 is experiencing decreases in EAV consistent with Cook County. The National Consumer Price Index for the same period was 3% and 1.7%. The CPI for tax year 2014 will be 1.5%. Any increase in the local property tax revenues will be limited to the CPI, plus "new growth."

**Pleasantdale School District 107**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2014**

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The collective bargaining agreement with certified and educational support staff members was finalized for the five year period (2010-2015). The contract has a significant impact on future financial projections as salaries account for the majority of the District's expenditures. The District historically has negotiated contracts over five year periods which have been conducive to accurate financial projections. It would be desirable to continue the practice of negotiating contracts in five year increments. The District will be conducting negotiations during the 2014-15 school year.

Enrollments remained stable from 763 students in grades K-8 at the end of 2013-14 to 760 students at the beginning of the 2014-15 school year. According to demographic projections, the District's enrollments will increase slightly through 2017-18. Enrollments are expected to remain flat or decrease after 2018.

District facilities have been renovated and expanded to accommodate modest enrollment growth for the foreseeable future. Pleasantdale School District enjoys excellent facilities.

The District utilizes a systematic strategic plan to assure a quality education program well into the future. The plan articulates instructional changes that will be implemented and desired achievement levels to be attained. The strategic plan also serves as a means to budget new initiatives within fiscal parameters each year. In addition, the plan sets delimiters that no new program or service will be implemented unless:

1. It is consistent with and contributes to our mission.
2. It is accompanied by the training needed for effectiveness.
3. It is accompanied by a plan to assess its effectiveness.

The Pleasantdale mission statement:

"Ensure that each student is a passionate learner empowered with the academic and social skills to responsibly choose and excel in life's pursuits."

The mission is known by the staff and community and is the guiding force behind all decisions at Pleasantdale. The strategic plan serves the District well to advance the quality of education the community expects within fiscal realities.

In summary, Pleasantdale School District 107 has the financial resources to adequately fund educational services to advance the District mission.

### **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:

Catherine Chang  
Pleasantdale School District 107  
7450 South Wolf Road  
Burr Ridge, Illinois 60527

## **BASIC FINANCIAL STATEMENTS**

**Pleasantdale School District 107**  
**STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES**  
June 30, 2014

**ASSETS**

Cash and investments	\$ 14,102,162
Receivables (net of allowance for uncollectibles):	
Property taxes	5,088,258
Replacement taxes	85,871
Intergovernmental	129
Capital assets:	
Land	399,498
Depreciable buildings, property, and equipment, net	<u>16,262,137</u>
Total assets	<u>35,938,055</u>

**LIABILITIES**

Accounts payable	56,467
Unearned revenue	60,760
Interest payable	15,130
Long-term liabilities:	
Due within one year	1,285,000
Due after one year	<u>8,215,544</u>
Total liabilities	<u>9,632,901</u>

**DEFERRED INFLOW OF RESOURCES**

Unavailable property tax revenue	<u>5,088,258</u>
Total deferred inflows	<u>5,088,258</u>

**NET POSITION**

Net investment in capital assets	8,267,464
Restricted For:	
Operations and maintenance	3,021,834
Debt service	108,588
Student transportation	1,665,314
Retirement benefits	126,076
Capital projects	307,147
Tort immunity	13,296
Unrestricted	<u>7,707,177</u>
Total net position	<u>\$ 21,216,896</u>

The accompanying notes are an integral part of this statement.



## Pleasantdale School District 107

### STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2014

Functions / Programs	Expenses	PROGRAM REVENUES		Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
<b>Governmental activities</b>				
<b>Instruction:</b>				
Regular programs	\$ 4,338,995	\$ 176,253	\$ 68,786	\$ (4,093,956)
Special programs	1,809,554	-	425,395	(1,384,159)
Other instructional programs	670,479	11,441	1,443	(657,595)
State retirement contributions	2,069,889	-	2,069,889	-
<b>Support services:</b>				
Pupils	200,688	-	-	(200,688)
Instructional staff	1,265,987	-	11,818	(1,254,169)
General administration	471,336	-	-	(471,336)
School administration	594,565	-	-	(594,565)
Business	553,711	88,634	29,029	(436,048)
Transportation	775,643	-	251,675	(523,968)
Operations and maintenance	891,107	43	-	(891,064)
Community services	1,265	-	-	(1,265)
Nonprogrammed charges - excluding special education	128,968	-	-	(128,968)
Interest and fees	394,821	-	-	(394,821)
<b>Total governmental activities</b>	<b>\$ 14,167,008</b>	<b>\$ 276,371</b>	<b>\$ 2,858,035</b>	<b>\$ (11,032,602)</b>
<b>General revenues:</b>				
<b>Taxes:</b>				
Real estate taxes, levied for general purposes				8,410,369
Real estate taxes, levied for specific purposes				2,485,576
Real estate taxes, levied for debt service				263,040
Personal property replacement taxes				505,863
State aid-formula grants				185,094
Investment earnings				76,025
Miscellaneous				38,662
<b>Total general revenues</b>				<b>11,964,629</b>
 Change in net position				 932,027
Net position, beginning of year, as restated (see note L)				<u>20,284,869</u>
 Net position, end of year				 <u>\$ 21,216,896</u>

The accompanying notes are an integral part of this statement.

**Pleasantdale School District 107**

Governmental Funds

BALANCE SHEET

June 30, 2014

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
<b>ASSETS</b>				
Cash and investments	\$ 8,850,634	\$ 3,037,355	\$ 1,669,696	\$ 112,062
Receivables (net of allowance for uncollectibles):				
Property taxes	3,963,001	691,494	331,303	102,460
Replacement taxes	-	-	-	85,871
Intergovernmental	129	-	-	-
Total assets	<u>\$ 12,813,764</u>	<u>\$ 3,728,849</u>	<u>\$ 2,000,999</u>	<u>\$ 300,393</u>
<b>LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 35,014	\$ 15,521	\$ 4,382	\$ -
Unearned revenue	60,760	-	-	-
Total liabilities	<u>95,774</u>	<u>15,521</u>	<u>4,382</u>	<u>-</u>
<b>DEFERRED INFLOWS</b>				
Unavailable property taxes	3,963,001	691,494	331,303	102,460
Total deferred inflows	<u>3,963,001</u>	<u>691,494</u>	<u>331,303</u>	<u>102,460</u>
<b>FUND BALANCES</b>				
Restricted	13,296	3,021,834	1,665,314	197,933
Unassigned	8,741,693	-	-	-
Total fund balance	<u>8,754,989</u>	<u>3,021,834</u>	<u>1,665,314</u>	<u>197,933</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 12,813,764</u>	<u>\$ 3,728,849</u>	<u>\$ 2,000,999</u>	<u>\$ 300,393</u>

The accompanying notes are an integral part of this statement.

Debt Service	Fire Prevention and Safety	Total
\$ 123,718	\$ 308,697	\$ 14,102,162
-	-	5,088,258
-	-	85,871
-	-	129
<u>\$ 123,718</u>	<u>\$ 308,697</u>	<u>\$ 19,276,420</u>
-	-	-
-	1,550	56,467
<u>-</u>	<u>-</u>	<u>60,760</u>
-	1,550	117,227
<u>-</u>	<u>-</u>	<u>5,088,258</u>
<u>-</u>	<u>-</u>	<u>5,088,258</u>
123,718	307,147	5,329,242
<u>123,718</u>	<u>307,147</u>	<u>8,741,693</u>
<u>123,718</u>	<u>307,147</u>	<u>14,070,935</u>
<u>\$ 123,718</u>	<u>\$ 308,697</u>	<u>\$ 19,276,420</u>

**Pleasantdale School District 107**  
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL  
FUNDS TO THE STATEMENT OF NET POSITION  
For the Year Ended June 30, 2014

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Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances - governmental funds	\$ 14,070,935
Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.	16,661,635
Interest on long-term liabilities accrued in the statement of net position will not be paid with current financial resources and, accordingly, is not recognized in the governmental funds balance sheet.	(15,130)
Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not reported in the governmental funds balance sheet.	<u>(9,500,544)</u>
Net position of governmental activities	<u>\$ 21,216,896</u>

The accompanying notes are an integral part of this statement.

**Pleasantdale School District 107**  
 Governmental Funds  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 For the Year Ended June 30, 2014

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
<b>Revenues</b>				
Property taxes	\$ 8,489,184	\$ 1,480,794	\$ 706,385	\$ 219,582
Replacement taxes	347,540	-	-	158,323
State aid	2,682,384	-	251,675	-
Federal aid	114,628	-	-	-
Interest	48,081	15,152	7,853	833
Other	303,174	11,859	-	-
<b>Total revenues</b>	<u>11,984,991</u>	<u>1,507,805</u>	<u>965,913</u>	<u>378,738</u>
<b>Expenditures</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular programs	4,012,838	-	-	42,376
Special programs	1,392,222	-	-	104,366
Other instructional programs	655,279	-	-	14,422
State retirement contributions	2,069,889	-	-	-
<b>Support services:</b>				
Pupils	187,067	-	-	12,924
Instructional staff	1,208,253	-	-	42,621
General administration	438,334	-	-	7,775
School administration	537,152	-	-	34,300
Business	418,428	6,955	-	9,217
Transportation	-	-	771,945	3,509
Operations and maintenance	12,887	754,104	-	32,857
Community services	1,265	-	-	-
Nonprogrammed charges	436,307	-	-	-
<b>Debt service:</b>				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	30,877	670,809	-	-
<b>Total expenditures</b>	<u>11,400,798</u>	<u>1,431,868</u>	<u>771,945</u>	<u>304,367</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>584,193</u>	<u>75,937</u>	<u>193,968</u>	<u>74,371</u>
<b>Other financing sources (uses)</b>				
Transfers in	7,853	-	-	-
Transfers (out)	-	(1,000,000)	(7,853)	-
<b>Total other financing sources (uses)</b>	<u>7,853</u>	<u>(1,000,000)</u>	<u>(7,853)</u>	<u>-</u>
<b>Net change in fund balance</b>	592,046	(924,063)	186,115	74,371
<b>Fund balance, beginning of year</b>	<u>8,162,943</u>	<u>3,945,897</u>	<u>1,479,199</u>	<u>123,562</u>
<b>Fund balance, end of year</b>	<u>\$ 8,754,989</u>	<u>\$ 3,021,834</u>	<u>\$ 1,665,314</u>	<u>\$ 197,933</u>

The accompanying notes are an integral part of this statement.

Debt Service	Fire Prevention and Safety	Total
\$ 263,040	\$ -	\$ 11,158,985
-	-	505,863
-	-	2,934,059
-	-	114,628
2,700	1,406	76,025
-	-	315,033
<u>265,740</u>	<u>1,406</u>	<u>15,104,593</u>
-	-	4,055,214
-	-	1,496,588
-	-	669,701
-	-	2,069,889
-	-	199,991
-	-	1,250,874
-	-	446,109
-	-	571,452
-	7,828	442,428
-	-	775,454
-	-	799,848
-	-	1,265
-	-	436,307
1,185,000	-	1,185,000
394,075	-	394,075
-	-	701,686
<u>1,579,075</u>	<u>7,828</u>	<u>15,495,881</u>
<u>(1,313,335)</u>	<u>(6,422)</u>	<u>(391,288)</u>
1,000,000	-	1,007,853
-	-	(1,007,853)
<u>1,000,000</u>	<u>-</u>	<u>-</u>
<u>(313,335)</u>	<u>(6,422)</u>	<u>(391,288)</u>
<u>437,053</u>	<u>313,569</u>	<u>14,462,223</u>
\$ 123,718	\$ 307,147	\$ 14,070,935

**Pleasantdale School District 107**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2014**

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Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$ (391,288)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.	161,027
Accrued interest reported in the statement of activities does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds.	19,643
Certain grant revenues included within the statement of activities do not provide current financial resources and, therefore are deferred in the fund statements.	(5,558)
Governmental funds report the effects of 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.	27,052
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.	<u>1,121,151</u>
Change in net position of governmental activities	<u>\$ 932,027</u>

The accompanying notes are an integral part of this statement.

**Pleasantdale School District 107**  
Agency Fund  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
June 30, 2014

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	Student Activity Fund
<hr/>	
<b>ASSETS</b>	
Cash	\$ <u>29,953</u>
<b>LIABILITIES</b>	
Due to student groups	\$ 27,956
Due to employees	<u>1,997</u>
	<u>\$ 29,953</u>

The accompanying notes are an integral part of this statement.



**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Pleasantdale School District 107 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

**1. Reporting Entity**

The District is located in Cook County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgetary, taxing, and debt matters.

The District includes all funds of its operations that are controlled by or dependent upon the District as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the District, as there are no organizations for which it has financial accountability.

Also, the District is not included as a component unit in any other governmental reporting entity, as defined by Governmental Accounting Standards Board (GASB) pronouncements.

**2. New Accounting Pronouncement**

The Governmental Accounting Standards Board (GASB) has issued Statement No. 65, *Items Previously Reported as Assets and Liabilities* (GASB 65), which was implemented by the District during the fiscal year ended June 30, 2014. This Statement established accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. This Statement also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in limiting the use of the term deferred in financial statement presentations.

Specific changes to the District's financial statements relate to the following: unearned and unavailable property taxes and bond issuance costs. Deferred property taxes are now reported as a deferred inflow of unavailable revenue rather than a liability. These reclassifications for reporting purposes had no impact on the net position of the District. Bond issuances costs are no longer considered an asset and are expensed in the year the costs are incurred. See Note L for the effect of this restatement.

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting

The accounts of the District are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental and fiduciary.

Governmental funds are used to account for the District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the servicing of general long-term debt (debt service fund), and the acquisition or construction of major capital facilities (capital project funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund. The District considers all governmental funds to be major.

Fiduciary Funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District.

4. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues.

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) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function 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 as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

**Pleasantdale School District 107**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2014

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Government-Wide and Fund Financial Statements (Continued)

a. General Fund

The General Fund includes the Educational Account, the Working Cash Account, and the Tort Immunity and Judgment Account. The Educational Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Working Cash Account is for the financial resources held by the District to be used as temporary interfund loans for working capital requirements. Money loaned by the Working Cash Account to other funds must be repaid within one year. As allowed by the School Code of Illinois, this Account may be permanently abolished and become part of the Educational Account or it may be partially abated to any fund in need, as long as the District maintains a balance in the Working Cash Account of at least .05% of the District's current equalized assessed valuation. The Tort Immunity and Judgment Account is used to account for revenues derived from a specific property levy and state reimbursement grants and expenditures of these monies for risk management activities.

b. Special Revenue Funds

The special revenue funds are used to account for the proceeds of specific revenue sources (other than those accounted for in the Debt Service or Fiduciary Funds) that are legally restricted to expenditures for specified purposes.

Each of the District's special revenue funds has been established as a separate fund in accordance with the fund structure required by the state of Illinois for local educational agencies. These funds account for local property taxes restricted to specific purposes. A brief description of the District's special revenue funds is as follows:

*Operations and Maintenance Fund* - account for all revenues and expenditures made for operations, repair, and maintenance of the District's building and land. Revenues consist primarily of local property taxes.

*Transportation Fund* - accounts for all revenues and expenditures made for student transportation. Revenues are derived primarily from local property taxes and state reimbursement grants.

*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 noncertified employees. Revenues to finance contributions are derived primarily from local property taxes and personal property replacement taxes.

**Pleasantdale School District 107**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2014

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Government-Wide and Fund Financial Statements (Continued)

c. Debt Service Fund

The *Debt Service Fund* - is used for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The primary revenue sources are local property taxes levied specifically for debt service or transfers from other funds.

d. Capital Projects Fund

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

e. Fiduciary Fund

The Fiduciary Fund accounts for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

The *Agency Funds* - include student activity funds and convenience funds. These funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. These 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. They account for activities such as student yearbook, student clubs and council. Convenience accounts account for assets that are normally maintained by a local education agency as a convenience for its faculty, staff, etc.

5. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues and additions are recorded when earned, and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**Pleasantdale School District 107**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2014

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

Governmental funds are used to account for the District's general governmental activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., 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 be used to pay liabilities of the current period. The District considers property tax revenues and most revenues available if they are collected within 60 days after year-end. Revenues that are paid to the District by the Illinois State Board of Education are considered available if vouchered by year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences, claims, and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property and replacement taxes, interest, and intergovernmental revenues associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports unearned/unavailable revenue on its financial statements. Unearned/unavailable revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned/unavailable revenues also arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for unearned/unavailable revenue is removed from the balance sheet and revenue is recognized.

6. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net position / fund balance that applies to a future period(s). At June 30, 2014, the District has no deferred outflows of resources. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting period(s). At June 30, 2014, the District's unavailable property taxes are reported as deferred inflows of resources.

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles, except that the District does not budget for "on-behalf" contributions from the state for the employer's share of the Teachers' Retirement Pension (see budgetary reconciliation in the notes to the required supplementary information). Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

8. Deposits and Investments

State statutes require the District to use the investment services of the Township School Treasurer. Investments are stated at fair value. Due to the nature of the District's investments, fair value approximates cost. No amortization is made to interest income for discounted federal securities. Gains and losses on the sale of investments are recorded as interest income at the date of sale or maturity.

9. Personal Property Replacement Taxes

Personal property replacement tax revenues are first allocated to the Municipal Retirement/Social Security Fund, with the balance allocated at the discretion of the District.

10. Capital Assets

Capital assets, which include land, construction in progress, buildings, building improvements, land improvements, 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 \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**10. Capital Assets** (Continued)

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

<u>Assets</u>	<u>Years</u>
Buildings	80
Building improvements	20
Land improvements	20
Equipment	5 - 15

Construction in progress is stated at cost and includes engineering, design, and legal costs incurred for planned construction. No provision for depreciation is made on construction in progress until the asset is completed and put in use.

**11. Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts 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 expensed in the period in which the bonds are issued.

In the fund financial statements, governmental funds recognize bond premiums and discounts, losses on refunding, and bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance cost and losses on refunding are reported as debt service expenditures.

**12. Use of Estimates**

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, deferred inflows and outflows, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

**Pleasantdale School District 107**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2014

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**13. Restricted Net Position**

For the government-wide financial statements, fund balances are reported as restricted when constraints placed on fund balance are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, (2) imposed by law through constitutional provisions, or (3) imposed by enabling legislation. All of the District's restricted fund balances were restricted as a result of enabling legislation.

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.

**14. Fund Balance**

The governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash, such as prepaid items or inventories.
- b. *Restricted* - refers to amounts that are subject to outside restrictions, such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. At June 30, 2014, the District had no committed fund balances.
- d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegates the authority to assign amounts to be used for specific purposes. The Board of Education delegated this authority to the Superintendent or Superintendent's designee. At June 30, 2014, the District had no assigned fund balances.



**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**14. Fund Balance** (Continued)

- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally they act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

Governmental fund balances reported on the fund financial statements at June 30, 2014 are as follows: the restricted fund balance in the General Fund is comprised of \$13,296, representing the remaining unspent portion of the restricted tort immunity levy. The remaining restricted fund balances are for the purpose of the restricted funds as described in Note A-4.

**NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**1. Explanation of Certain Differences Between the Government Funds Balance Sheet and the Government-wide Statement of Net Position**

The governmental funds balance sheet includes a reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not reported in the governmental funds balance sheet." The details of this difference are as follows:

General obligation bonds	\$ (9,404,965)
Unamortized bond premiums	(79,171)
IMRF pension obligation	<u>(16,408)</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net position of governmental activities	<u>\$ (9,500,544)</u>

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

**NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

(Continued)

2. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental funds statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net change in fund balances - total governmental funds and change in net position of governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Capital outlay	\$ 657,825
Depreciation expense	<u>(496,798)</u>
 Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position of governmental activities.	 \$ <u>161,027</u>

Another element of that reconciliation states that "The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds." The details of this difference are as follows:

Principal repayments	
General obligation bonds	\$ 1,185,000
Accretion	(47,441)
IMRF pension obligation (net change)	<u>(16,408)</u>
 Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position of governmental activities.	 \$ <u>1,121,151</u>

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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NOTE C - DEPOSITS AND INVESTMENTS

The District's investment policy, which is the same as the Treasurer's investment policy, is in line with State Statutes. The investments that the District may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) interest-bearing savings accounts, interest-bearing certificates of deposit or time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; (4) short-term discount obligations of corporations organized in the United States with assets exceeding \$500,000,000; (5) interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation or school district; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

1. Cash and Investments Under the Custody of the Township Treasurer

As explained in Note A-8, The Illinois Compiled Statutes require the District to utilize the investment services of the Lyons Township School Treasurer (the Treasurer). As such, the Treasurer is the lawful custodian of these school funds. The Treasurer is appointed by the Township School Trustees, an independently elected body, to serve the school districts in the township. The investment policies are established by the Treasurer, as prescribed by the Illinois School Code. The Treasurer is the direct recipient of property taxes, replacement taxes, and most state and federal aid, and disburses school funds upon lawful order to the School Board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions discussed below.

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

The Treasurer's office operates as a nonrated, 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.

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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NOTE C - DEPOSITS AND INVESTMENTS (Continued)

1. Cash and Investments Under the Custody of the Township Treasurer (Continued)

The weighted-average maturity of all pooled marketable investments held by the Treasurer was 19.71 years, at June 30, 2014. The Treasurer also holds money market type investments and deposits with financial institutions, including certificates of deposit. As of the same date, the fair value of all investments held by the Treasurer's office was \$211,680,922. The District's proportionate share of all pooled cash and investments is approximately 6.19%. Further information about investments held at the Treasurer's office is available from the Treasurer's financial statements.

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.

2. Cash and 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. At June 30, 2014, the carrying value of the District's Agency Funds and imprest funds were \$32,953, all of which were deposited with financial institutions. The District also holds a balance in the Illinois Funds of \$9,872.

*Credit Risk* - The Illinois Funds, a state investment pool, was rated AAAM by Standard & Poor's. The State Treasurer is the regulatory oversight agency for the pool and the State Treasurer is audited by the Illinois Auditor General to ensure that all state statutes are being followed. Each member owns a prorated share of each investment or deposit, which is held in the name of the fund. The fair value of the position in the external investment pool is the same as the value of the pool shares.

*Custodial Credit Risk* - With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the government'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. At June 30, 2014, the District had no uninsured cash balance.

NOTE D - PROPERTY TAXES RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board on December 18, 2013. The District's property tax is levied each year on all taxable real property located in the District, and becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year.

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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**NOTE D - PROPERTY TAXES RECEIVABLE** (Continued)

The Cook County Assessor is responsible for the assessment of all taxable real property within Cook County, except for certain railroad property, which is assessed directly by the state. The county is reassessed every three years by the Assessor.

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the state. Each year, the Illinois Department of Revenue furnishes the county clerks with an adjustment factor to equalize the level of assessment between counties at one-third of market value. This factor (the equalization factor) is then applied to the assessed valuation to compute the valuation of property to which the tax rate will be applied (the equalized assessed valuation). The equalization factor for Cook County was 2.6621 for 2013.

The County Clerk adds the equalized assessed valuation of all real property in the county to the valuation of property assessed directly by the state (to which the equalization factor is not applied) to arrive at the base amount (the assessment base) used to calculate the annual tax rates, as described above. The equalized assessed valuation for the extension of the 2013 tax levy was \$499,090,300.

Property taxes are collected by the Cook County Collector/Treasurer, who remits them to the School Treasurer. Taxes levied in one year become due and payable in two installments on March 1 and August 1 during the following year. The first installment is an estimated bill, and is fifty-five percent 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.

The portion of the 2013 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectibles of 1%. The net receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, are recognized as revenue. Such time, thereafter, does not exceed 60 days. Net taxes receivable less the amount expected to be collected within 60 days is reflected as unavailable property taxes.

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

**NOTE E - CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2014 was as follows:

	<u>Balance</u> <u>July 1, 2013</u>	<u>Transfers /</u> <u>Increases</u>	<u>Transfers /</u> <u>Decreases</u>	<u>Balance</u> <u>June 30, 2014</u>
Capital assets, not being depreciated				
Land	\$ 399,498	\$ -	\$ -	\$ 399,498
Construction in progress	<u>240,130</u>	<u>-</u>	<u>240,130</u>	<u>-</u>
Total capital assets, not being depreciated	<u>639,628</u>	<u>-</u>	<u>240,130</u>	<u>399,498</u>
Capital assets, being depreciated				
Buildings	20,458,845	797,234	-	21,256,079
Building improvements	67,854	83,327	-	151,181
Land improvements	396,298	-	-	396,298
Equipment	<u>3,003,653</u>	<u>17,394</u>	<u>-</u>	<u>3,021,047</u>
Total capital assets, being depreciated	<u>23,926,650</u>	<u>897,955</u>	<u>-</u>	<u>24,824,605</u>
Less accumulated depreciation for:				
Buildings	5,056,737	265,701	-	5,322,438
Building improvements	1,696	7,559	-	9,255
Land improvements	271,072	19,815	-	290,887
Equipment	<u>2,736,165</u>	<u>203,723</u>	<u>-</u>	<u>2,939,888</u>
Total accumulated depreciation	<u>8,065,670</u>	<u>496,798</u>	<u>-</u>	<u>8,562,468</u>
Total capital assets, being depreciated, net	<u>15,860,980</u>	<u>401,157</u>	<u>-</u>	<u>16,262,137</u>
Governmental activities capital assets, net	<u>\$ 16,500,608</u>	<u>\$ 401,157</u>	<u>\$ 240,130</u>	<u>\$ 16,661,635</u>

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

**NOTE E - CAPITAL ASSETS (Continued)**

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities	
General government	
Regular programs	\$ 281,497
Education media	12,815
General administration	24,808
School administration	21,264
Facilities acquisition and construction services	65,502
Operations and maintenance	89,488
Food service	<u>1,424</u>
 Total depreciation from governmental activities	 \$ <u><u>496,798</u></u>

**NOTE F - LONG-TERM LIABILITIES**

The following is the long-term liability activity for the District for the year ended June 30, 2014:

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions/</u> <u>Accretion</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2014</u>
<b>Bonds payable:</b>				
General obligation bonds	\$ 10,542,524	\$ 47,441	\$ 1,185,000	\$ 9,404,965
Unamortized premium	<u>106,223</u>	<u>-</u>	<u>27,052</u>	<u>79,171</u>
 Total bonds payable	 <u>10,648,747</u>	 <u>47,441</u>	 <u>1,212,052</u>	 <u>9,484,136</u>
 IMRF pension obligation	 <u>-</u>	 <u>16,408</u>	 <u>-</u>	 <u>16,408</u>
 Total long-term liabilities - governmental activities	 \$ <u><u>10,648,747</u></u>	 \$ <u><u>63,849</u></u>	 \$ <u><u>1,212,052</u></u>	 \$ <u><u>9,500,544</u></u>
	<u>Due within</u> <u>one year</u>			
 General obligation bonds	 \$ <u><u>1,285,000</u></u>			

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

**NOTE F - LONG-TERM LIABILITIES (Continued)**

**1. General Obligation Bonds**

The summary of activity in bonds payable for the year ended June 30, 2014 is as follows:

	<u>Bonds Payable</u> <u>July 1, 2013</u>	<u>Accretion</u>	<u>Debt</u> <u>Retired</u>	<u>Bonds Payable</u> <u>June 30, 2014</u>
Series 2005 Capital Appreciation Bonds interest at 4.50%, maturing December 1, 2018	\$ 1,042,524	\$ 47,441	\$ -	\$ 1,089,965
Series 2006 Building Bonds interest at 4.00% to 5.50%, maturing December 1, 2019	9,095,000	-	930,000	8,165,000
Series 2009A GO Limited Refunding Bonds interest at 2.00% to 3.00%, maturing December 1, 2014	<u>405,000</u>	<u>-</u>	<u>255,000</u>	<u>150,000</u>
<b>Total</b>	<b>\$ <u>10,542,524</u></b>	<b>\$ <u>47,441</u></b>	<b>\$ <u>1,185,000</u></b>	<b>\$ <u>9,404,965</u></b>

The bonds payable at June 30, 2014 is as follows:

	<u>Interest</u> <u>Rates</u>	<u>Face</u> <u>Amount</u>	<u>Carrying</u> <u>Amount</u>
Series 2005 Capital Appreciation Bonds	4.50%	\$ 1,230,000	\$ 1,089,965
Series 2006 Building Bonds	4.00% - 5.50%	8,165,000	8,165,000
Series 2009A GO Limited Refunding Bonds	2.00% - 3.00%	<u>150,000</u>	<u>150,000</u>
		<b>\$ <u>9,545,000</u></b>	<b>\$ <u>9,404,965</u></b>



**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

**NOTE F - LONG-TERM LIABILITIES (Continued)**

**1. General Obligation Bonds (Continued)**

At June 30, 2014, the District's future cash flow requirements for retirement of bond principal and interest were as follows:

Year Ending June 30	Principal	Interest	Total
2015	\$ 1,285,000	\$ 335,253	\$ 1,620,253
2016	1,475,000	274,653	1,749,653
2017	1,595,000	215,728	1,810,728
2018	1,710,000	160,672	1,870,672
2019	1,890,000	98,503	1,988,503
2020	1,590,000	32,595	1,622,595
	<u>\$ 9,545,000</u>	<u>\$ 1,117,404</u>	<u>\$ 10,662,404</u>

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$123,718 in the Debt Service Fund to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2014, the statutory debt limit for the District was \$34,437,231, of which \$24,892,231 is fully available.

**NOTE G - 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: the Collective Liability Insurance Cooperative (CLIC) for property damage and injury claims. 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. Complete financial statements for CLIC can be obtained from its treasurer, 624 Kenilworth, Grayslake, Illinois, 60030.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability 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.

**Pleasantdale School District 107**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2014

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NOTE H - RETIREMENT FUND COMMITMENTS

1. Teachers' Retirement System of the State of Illinois

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

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

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The active member contribution rate for the year ended June 30, 2014 was 9.4 percent of creditable earnings. The same contribution rate applies to members whose first contributing service is on or after January 1, 2011, the effective date of the benefit changes contained in Public Act 96-0889. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the years ended June 30, 2013 and 2012.

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

On-behalf Contributions

The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2014, state of Illinois contributions were based on 35.41 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$2,014,700 in pension contributions that the state of Illinois paid directly to TRS. For the years ended June 30, 2013 and June 30, 2012, the contribution rates were 28.05 percent, \$1,558,126 and 24.91 percent, \$1,366,918, respectively.

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

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2014 were \$33,000. Contributions for the years ending June 30, 2013 and June 30, 2012 were \$32,270 and \$31,827, respectively.

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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NOTE H - RETIREMENT FUND COMMITMENTS (Continued)

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

Federal and Trust Fund Contributions

When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that has been in effect since 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. Public Act 98-0674 now requires the two rates to be the same.

For the year ended June 30, 2014, the employer pension contribution was 35.41 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2013 and 2012, the employer contribution was 28.05 and 24.91 percent, respectively. For the year ended June 30, 2014, salaries totaling \$0 were paid from federal and special trust funds that required employer contributions of \$0. For the years ended June 30, 2013 and June 30, 2012, required District contributions were \$0.

Early Retirement Option (ERO)

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

The maximum employer ERO contribution under the current program is 146.5 percent and applies when the member is age 55 at retirement.

For the year ended June 30, 2014, the District paid \$0 to TRS for employer contributions under the ERO program. For the years ended June 30, 2013 and June 30, 2012, the District paid \$0, in employer ERO contributions.

Salary Increases Over 6 percent and Excess Sick Leave

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

For the year ended June 30, 2014, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent. For the years ended June 30, 2013 and June 30, 2012, the District paid \$0 and \$2,095, respectively.

**Pleasantdale School District 107**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2014

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**NOTE H - RETIREMENT FUND COMMITMENTS** (Continued)

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

If the District grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the District makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary rate reported by the granting employer during the four-year sick leave review period, and the TRS total normal cost rate (17.29 percent of salary during the year ended June 30, 2014).

For the year ended June 30, 2014, the District paid \$0 to TRS for sick leave days granted in excess of the normal annual allotment. For the years ended June 30, 2013 and June 30, 2012, the District paid \$0.

**Further Information on TRS**

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer, and state funding requirements can be found in the TRS Comprehensive Annual Financial Report for the year ended June 30, 2013. The report for the year ended June 30, 2014 is expected to be available in late 2014.

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

**THIS Fund Employer Contributions**

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit postemployment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Beginning February 1, 2014, annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage plans.

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

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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**NOTE H - RETIREMENT FUND COMMITMENTS** (Continued)

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

The percentage of employer-required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

**On-behalf Contributions to the 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 the THIS Fund from active members, which were 0.97 percent of pay during the year ended June 30, 2014. State of Illinois contributions were \$55,189, and the District recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2013 and June 30, 2012 were 0.92 and 0.88 percent of pay, respectively. State contributions on behalf of District employees were \$51,186 and \$48,289, respectively.

**Employer Contributions to the THIS Fund**

The District also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.72 percent during the year ended June 30, 2014 and 0.69 and 0.66 percent during the years ended June 30, 2013 and June 30, 2012, respectively. For the year ended June 30, 2014, the District paid \$40,965 to the THIS Fund. For the years ended June 30, 2013 and June 30, 2012, the District paid \$38,390 and \$36,217, respectively, which was 100 percent of the required contribution.

**Further Information on the THIS Fund**

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

2. **Illinois Municipal Retirement Fund**

*Plan Description*

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

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

**NOTE H - RETIREMENT FUND COMMITMENTS (Continued)**

**2. Illinois Municipal Retirement Fund (Continued)**

*Funding Policy*

As set by statute, the District's regular plan members are required to contribute 4.5 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District annual required contribution rate for calendar year 2013 was 11.84 percent. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by state statute.

*Fiscal IMRF Pension Cost and Net IMRF Pension Obligation*

The District's annual IMRF pension cost is calculated based on the annual required contribution (ARC) of the employer. The following table shows the components of the District's annual IMRF pension cost for the fiscal year, the amount actually contributed to the plan for the fiscal year, and changes in the District's net IMRF pension obligation as of June 30, 2014.

		<u>June 30, 2014</u>
Annual Required Contribution (ARC)	\$	145,672
Interest on net OPEB obligation		1,205
Adjustment to annual required contribution		<u>(861)</u>
Annual IMRF cost		146,016
Contributions made		<u>145,672</u>
Increase in IMRF pension obligation		344
Net IMRF pension obligation at July 1, 2013*		<u>16,064</u>
Net IMRF pension obligation at June 30, 2014	\$	<u><u>16,408</u></u>

\* The net IMRF pension obligation was not recorded in the prior year.

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

**NOTE H - RETIREMENT FUND COMMITMENTS (Continued)**

**2. Illinois Municipal Retirement Fund (Continued)**

*Annual Pension Cost*

Information related to the employer's contributions are on a fiscal year basis. The actuarial and trend information are on a calendar basis as that is the year used by the IMRF. The required contribution for the fiscal year 2014 was \$146,016.

Three-Year Trend Information for the Regular Plan

<u>Fiscal Year End</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
06/30/14	\$ 146,016	100%	\$ 16,408
06/30/13	122,646	100%	16,064
06/30/12	115,959	100%	16,064

The required contribution for 2013 was determined as part of the December 31, 2011 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10 percent per year depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3 percent annually. The actuarial value of the District's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets. The District's regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30-year basis.

*Funded Status and Funding Progress*

As of December 31, 2013, the most recent actuarial valuation date, the regular plan was 79.41 percent funded. The actuarial accrued liability for benefits was \$2,586,746 and the actuarial value of assets was \$2,054,187, resulting in an underfunded actuarial accrued liability (UAAL) of \$532,559. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,166,903 and the ratio of the UAAL to the covered payroll was 46 percent.

The schedule of funding progress, presented as required supplementary information (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 liabilities for benefits.

**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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NOTE H - RETIREMENT FUND COMMITMENTS (Continued)

3. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare. The District paid the total required contribution for the current fiscal year.

NOTE I - INTERFUND TRANSFERS

The District transferred \$1,000,000 from the Operations and Maintenance Fund to the Debt Service Fund. The amount transferred is to be used for funding debt payments.

The District transferred \$7,853 from the Transportation Fund to the General (Educational) Fund. The amount transferred represents interest earned on investments.

NOTE J - JOINT AGREEMENTS

The District is a member of LaGrange Area Department of Special Education (LADSE), a joint agreement that provides certain special education services to residents of many school districts. The District is also a member in a risk management pool, CLIC, mentioned in Note G. 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 governing boards, it is properly not included as a component unit of the District.

NOTE K - CONTINGENCIES

1. Litigation

The District is not aware of any significant litigation that would materially affect the balances reported at June 30, 2014. With regard to other pending matters, the eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.



**Pleasantdale School District 107**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2014

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NOTE K - CONTINGENCIES (Continued)

2. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

NOTE L - PRIOR PERIOD ADJUSTMENT

The implementation of GASB 65 (Note A-2) required bond issuance costs to be expensed in the year incurred. As a result of this implementation, net position as of July 1, 2013 was restated and decreased by \$45,719.

NOTE M - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 13, 2014, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the balance sheet date that require disclosure in the financial statements.

**REQUIRED SUPPLEMENTARY INFORMATION**  
**(Unaudited)**

**Pleasantdale School District 107**  
**SCHEDULE OF FUNDING PROGRESS**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
June 30, 2014

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll [(2)-(1)]/(5)
12/31/13	\$ 2,054,187	\$ 2,586,746	79.41 %	\$ 532,559	\$ 1,166,903	45.64 %
12/31/12	1,717,238	2,341,328	73.34	624,090	1,043,797	59.79
12/31/11	1,495,401	2,142,898	69.78	647,497	986,887	65.61

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$2,437,292. On a market value basis, the funded ratio would be 94.22%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Pleasantdale School District 107. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

**Pleasantdale School District 107**  
 General Fund - Budgetary Basis  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2014  
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 8,416,081	\$ 8,369,375	\$ (46,706)	\$ 8,472,370
Special education levy	120,361	119,809	(552)	120,063
Corporate personal property replacement taxes	446,800	347,540	(99,260)	426,740
Regular tuition from pupils or parents	190,000	176,253	(13,747)	247,440
Summer school tuition from pupils or parents	10,000	11,441	1,441	10,553
Special education tuition from other districts	35,000	-	(35,000)	36,693
Interest on investments	92,800	48,081	(44,719)	92,070
Sales to pupils - lunch	100,000	74,196	(25,804)	86,524
Sales to pupils - a la carte	-	14,438	14,438	19,235
Contributions and donations from private sources	-	332	332	-
Refund of prior years' expenditures	17,000	16,779	(221)	3,610
Other	500	9,735	9,235	15,945
<b>Total local sources</b>	<u>9,428,542</u>	<u>9,187,979</u>	<u>(240,563)</u>	<u>9,531,243</u>
<b>State sources</b>				
General State Aid	185,000	185,094	94	176,566
Special Education - Private Facility Tuition	150,000	150,928	928	182,211
Special Education - Extraordinary	90,000	89,248	(752)	116,752
Special Education - Personnel	160,000	178,813	18,813	200,185
Special Education - Orphanage - Individual	-	4,919	4,919	5,255
Special Education - Summer School	300	363	63	229
Bilingual Ed. - Downstate - T.P.I. and T.P.E.	2,128	2,082	(46)	3,729
State Free Lunch and Breakfast	500	312	(188)	-
Other state sources	735	736	1	-
<b>Total state sources</b>	<u>588,663</u>	<u>612,495</u>	<u>23,832</u>	<u>684,927</u>

(Continued)

**Pleasantdale School District 107**  
 General Fund - Budgetary Basis  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2014  
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Federal sources</b>				
National School Lunch Program	\$ 28,000	\$ 28,717	\$ 717	\$ 28,734
Food Service - Other	-	-	-	11,066
Title I - Low Income	71,825	68,786	(3,039)	65,516
Federal - Special Education - I.D.E.A. - Flow Through	6,043	6,043	-	6,039
Federal - Special Education - I.D.E.A. - Room and Board	-	-	-	13,787
Title II - Teacher Quality	19,260	11,082	(8,178)	11,584
Other federal sources	8,370	-	(8,370)	593
	<u>133,498</u>	<u>114,628</u>	<u>(18,870)</u>	<u>137,319</u>
<b>Total federal sources</b>				
	<u>10,150,703</u>	<u>9,915,102</u>	<u>(235,601)</u>	<u>10,353,489</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
<b>Instruction</b>				
<b>Regular programs</b>				
Salaries	3,225,829	3,200,814	25,015	3,071,395
Employee benefits	613,292	616,319	(3,027)	551,756
Purchased services	40,800	49,834	(9,034)	33,149
Supplies and materials	162,070	144,512	17,558	157,915
Capital outlay	10,000	3,360	6,640	8,824
Other objects	1,800	1,359	441	579
Non-capitalized equipment	-	-	-	1,710
	<u>4,053,791</u>	<u>4,016,198</u>	<u>37,593</u>	<u>3,825,328</u>
<b>Total</b>				

(Continued)

**Pleasantdale School District 107**  
 General Fund - Budgetary Basis  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2014  
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Pre-K programs</b>				
Salaries	\$ 111,608	\$ 127,968	\$ (16,360)	\$ 110,543
Employee benefits	29,333	27,735	1,598	28,551
Supplies and materials	3,500	2,904	596	3,168
<b>Total</b>	<u>144,441</u>	<u>158,607</u>	<u>(14,166)</u>	<u>142,262</u>
<b>Special education programs</b>				
Salaries	1,031,730	1,037,733	(6,003)	979,756
Employee benefits	196,009	162,802	33,207	150,084
Purchased services	2,500	1,583	917	305
Supplies and materials	9,500	6,238	3,262	8,686
Capital outlay	6,500	6,716	(216)	-
Other objects	400	-	400	-
<b>Total</b>	<u>1,246,639</u>	<u>1,215,072</u>	<u>31,567</u>	<u>1,138,831</u>
<b>Interscholastic programs</b>				
Salaries	322,900	276,522	46,378	249,054
Employee benefits	31,795	28,286	3,509	24,566
Purchased services	7,500	7,683	(183)	6,734
Supplies and materials	11,250	8,000	3,250	8,924
Capital outlay	500	-	500	-
Other objects	1,680	2,602	(922)	1,693
Non-capitalized equipment	-	-	-	201
<b>Total</b>	<u>375,625</u>	<u>323,093</u>	<u>52,532</u>	<u>291,172</u>

(Continued)

**Pleasantdale School District 107**  
 General Fund - Budgetary Basis  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2014  
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Summer school programs</b>				
Salaries	\$ 21,800	\$ 21,554	\$ 246	\$ 18,569
Employee benefits	1,200	1,200	-	1,030
Purchased services	1,000	-	1,000	-
Supplies and materials	2,800	5,170	(2,370)	151
<b>Total</b>	<u>26,800</u>	<u>27,924</u>	<u>(1,124)</u>	<u>19,750</u>
<b>Gifted programs</b>				
Salaries	122,227	122,227	-	117,526
Employee benefits	24,370	22,586	1,784	23,399
Supplies and materials	900	842	58	1,270
Other objects	2,200	-	2,200	-
<b>Total</b>	<u>149,697</u>	<u>145,655</u>	<u>4,042</u>	<u>142,195</u>
Special education programs K-12 - private tuition	<u>95,000</u>	<u>85,571</u>	<u>9,429</u>	<u>233,381</u>
Special education programs pre-K - private tuition	<u>130,000</u>	<u>98,295</u>	<u>31,705</u>	<u>134,973</u>
<b>Total instruction</b>	<u>6,221,993</u>	<u>6,070,415</u>	<u>151,578</u>	<u>5,927,892</u>
<b>Support services</b>				
<b>Pupils</b>				
<b>Attendance and social work services</b>				
Salaries	81,900	81,900	-	76,059
Employee benefits	21,887	18,681	3,206	12,888
Supplies and materials	1,950	1,153	797	738
<b>Total</b>	<u>105,737</u>	<u>101,734</u>	<u>4,003</u>	<u>89,685</u>

(Continued)

**Pleasantdale School District 107**  
 General Fund - Budgetary Basis  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2014  
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Health services</b>				
Salaries	\$ 68,952	\$ 68,952	\$ -	\$ 66,361
Employee benefits	16,330	14,848	1,482	15,705
Purchased services	100	-	100	-
Supplies and materials	1,800	1,533	267	1,818
Capital outlay	1,300	-	1,300	-
Non-capitalized equipment	-	-	-	959
<b>Total</b>	<u>88,482</u>	<u>85,333</u>	<u>3,149</u>	<u>84,843</u>
<b>Total pupils</b>	<u>194,219</u>	<u>187,067</u>	<u>7,152</u>	<u>174,528</u>
<b>Instructional staff</b>				
<b>Improvement of instruction services</b>				
Salaries	272,900	274,422	(1,522)	187,697
Employee benefits	145,576	131,979	13,597	121,214
Purchased services	65,602	81,964	(16,362)	21,244
Supplies and materials	80,000	226,769	(146,769)	20,955
<b>Total</b>	<u>564,078</u>	<u>715,134</u>	<u>(151,056)</u>	<u>351,110</u>
<b>Educational media services</b>				
Salaries	350,026	349,151	875	336,395
Employee benefits	70,159	65,757	4,402	67,513
Purchased services	20,100	11,917	8,183	8,387
Supplies and materials	50,780	43,982	6,798	52,889
Capital outlay	4,000	20,165	(16,165)	27,109
Other objects	28,960	20,492	8,468	28,323
Non-capitalized equipment	4,000	1,820	2,180	392,420
<b>Total</b>	<u>528,025</u>	<u>513,284</u>	<u>14,741</u>	<u>913,036</u>
<b>Total instructional staff</b>	<u>1,092,103</u>	<u>1,228,418</u>	<u>(136,315)</u>	<u>1,264,146</u>

(Continued)



**Pleasantdale School District 107**  
 General Fund - Budgetary Basis  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2014  
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>General administration</b>				
<b>Board of education services</b>				
Purchased services	\$ 71,000	\$ 90,457	\$ (19,457)	\$ 39,391
Supplies and materials	16,500	13,421	3,079	8,322
Other objects	<u>6,500</u>	<u>6,386</u>	<u>114</u>	<u>6,146</u>
Total	<u>94,000</u>	<u>110,264</u>	<u>(16,264)</u>	<u>53,859</u>
<b>Executive administration services</b>				
Salaries	180,786	180,098	688	172,874
Employee benefits	49,136	49,136	-	46,936
Purchased services	12,000	17,775	(5,775)	17,278
Supplies and materials	4,000	1,393	2,607	2,364
Other objects	<u>5,000</u>	<u>3,086</u>	<u>1,914</u>	<u>2,730</u>
Total	<u>250,922</u>	<u>251,488</u>	<u>(566)</u>	<u>242,182</u>
<b>Tort immunity services</b>				
Purchased services	<u>76,582</u>	<u>76,582</u>	<u>-</u>	<u>77,592</u>
Total	<u>76,582</u>	<u>76,582</u>	<u>-</u>	<u>77,592</u>
Total general administration	<u>421,504</u>	<u>438,334</u>	<u>(16,830)</u>	<u>373,633</u>

(Continued)

**Pleasantdale School District 107**  
**General Fund - Budgetary Basis**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2014**  
**With Comparative Actual Amounts for the Year Ended June 30, 2013**

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>School administration</b>				
<b>Office of the principal services</b>				
Salaries	\$ 522,551	\$ 427,722	\$ 94,829	\$ 521,953
Employee benefits	116,685	90,915	25,770	109,968
Purchased services	29,500	7,531	21,969	8,925
Supplies and materials	14,915	9,656	5,259	8,556
Capital outlay	1,100	636	464	-
Other objects	1,130	1,328	(198)	377
<b>Total</b>	<u>685,881</u>	<u>537,788</u>	<u>148,093</u>	<u>649,779</u>
<b>Total school administration</b>	<u>685,881</u>	<u>537,788</u>	<u>148,093</u>	<u>649,779</u>
<b>Business</b>				
<b>Fiscal services</b>				
Salaries	136,074	136,074	-	130,844
Employee benefits	29,941	28,998	943	34,650
Purchased services	88,940	77,479	11,461	77,388
Supplies and materials	6,500	410	6,090	741
Capital outlay	2,000	-	2,000	-
Non-capitalized equipment	-	-	-	335
<b>Total</b>	<u>263,455</u>	<u>242,961</u>	<u>20,494</u>	<u>243,958</u>
<b>Operation and maintenance of plant services</b>				
Purchased services	6,000	12,887	(6,887)	12,944
Capital outlay	-	-	-	(3,112)
Non-capitalized equipment	-	-	-	3,112
<b>Total</b>	<u>6,000</u>	<u>12,887</u>	<u>(6,887)</u>	<u>12,944</u>

(Continued)

**Pleasantdale School District 107**  
 General Fund - Budgetary Basis  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2014  
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
Food services				
Salaries	\$ 68,000	\$ 51,751	\$ 16,249	\$ 64,327
Employee benefits	5,200	4,110	1,090	4,758
Purchased services	35	-	35	-
Supplies and materials	144,200	119,606	24,594	142,325
Total	<u>217,435</u>	<u>175,467</u>	<u>41,968</u>	<u>211,410</u>
Total business	<u>486,890</u>	<u>431,315</u>	<u>55,575</u>	<u>468,312</u>
Total support services	<u>2,880,597</u>	<u>2,822,922</u>	<u>57,675</u>	<u>2,930,398</u>
Community services				
Purchased services	1,237	1,265	(28)	-
Total	<u>1,237</u>	<u>1,265</u>	<u>(28)</u>	<u>-</u>
Payments to other districts and government units				
Payments for special education programs				
Other objects	369,385	307,339	62,046	286,809
Payments for special education programs - tuition				
Other objects	109,370	128,968	(19,598)	61,855
Total payments to other districts and other government units	<u>478,755</u>	<u>436,307</u>	<u>42,448</u>	<u>348,664</u>
Provision for contingencies	15,000	-	15,000	-
Total expenditures	<u>9,597,582</u>	<u>9,330,909</u>	<u>266,673</u>	<u>9,206,954</u>
Excess of revenues over expenditures	<u>553,121</u>	<u>584,193</u>	<u>31,072</u>	<u>1,146,535</u>

(Continued)

**Pleasantdale School District 107**  
 General Fund - Budgetary Basis  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2014  
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
Other financing sources				
Permanent transfer of interest	\$ 17,000	\$ 7,853	\$ (9,147)	\$ 15,540
Total other financing sources	<u>17,000</u>	<u>7,853</u>	<u>(9,147)</u>	<u>15,540</u>
Net change to fund balance	<u>\$ 570,121</u>	592,046	<u>\$ 21,925</u>	1,162,075
Fund balance, beginning of year		<u>8,162,943</u>		<u>7,000,868</u>
Fund balance, end of year		<u>\$ 8,754,989</u>		<u>\$ 8,162,943</u>

(Concluded)

**Pleasantdale School District 107**  
**Operations and Maintenance Fund**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2014**  
**With Comparative Actual Amounts for the Year Ended June 30, 2013**

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 1,489,884	\$ 1,480,794	\$ (9,090)	\$ 1,497,813
Interest on investments	39,500	15,152	(24,348)	43,059
Rentals	2,000	43	(1,957)	45,050
Impact fees from municipal or county governments	5,654	11,816	6,162	-
Total local sources	<u>1,537,038</u>	<u>1,507,805</u>	<u>(29,233)</u>	<u>1,585,922</u>
<b>State sources</b>				
School infrastructure - maintenance projects	-	-	-	38,292
Total state sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,292</u>
Total revenues	<u>1,537,038</u>	<u>1,507,805</u>	<u>(29,233)</u>	<u>1,624,214</u>
<b>Expenditures</b>				
<b>Support services</b>				
<b>Business</b>				
Facilities acquisition and construction services				
Purchased services	15,000	6,955	8,045	64,081
Capital outlay	894,515	638,613	255,902	316,280
Total	<u>909,515</u>	<u>645,568</u>	<u>263,947</u>	<u>380,361</u>

(Continued)

**Pleasantdale School District 107**  
**Operations and Maintenance Fund**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2014**  
**With Comparative Actual Amounts for the Year Ended June 30, 2013**

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
Operation and maintenance of plant services				
Salaries	\$ 176,619	\$ 174,465	\$ 2,154	\$ 165,227
Employee benefits	21,083	18,936	2,147	20,310
Purchased services	363,934	345,354	18,580	316,346
Supplies and materials	219,500	215,349	4,151	212,556
Capital outlay	135,000	32,196	102,804	117,859
Non-capitalized equipment	3,000	-	3,000	4,081
Total	<u>919,136</u>	<u>786,300</u>	<u>132,836</u>	<u>836,379</u>
Total business	<u>1,828,651</u>	<u>1,431,868</u>	<u>396,783</u>	<u>1,216,740</u>
Total support services	<u>1,828,651</u>	<u>1,431,868</u>	<u>396,783</u>	<u>1,216,740</u>
Provision for contingencies	<u>15,000</u>	<u>-</u>	<u>15,000</u>	<u>-</u>
Total expenditures	<u>1,843,651</u>	<u>1,431,868</u>	<u>411,783</u>	<u>1,216,740</u>
Excess (deficiency) of revenues over expenditures	<u>(306,613)</u>	<u>75,937</u>	<u>382,550</u>	<u>407,474</u>
Other financing uses				
Transfer to Debt Service Fund	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(750,000)</u>
Total other financing uses	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(750,000)</u>
Net change in fund balance	<u>\$ (1,306,613)</u>	<u>(924,063)</u>	<u>\$ 382,550</u>	<u>(342,526)</u>
Fund balance, beginning of year		<u>3,945,897</u>		<u>4,288,423</u>
Fund balance, end of year		<u>\$ 3,021,834</u>		<u>\$ 3,945,897</u> (Concluded)

**Pleasantdale School District 107**  
**Transportation Fund**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2014**  
**With Comparative Actual Amounts for the Year Ended June 30, 2013**

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 713,543	\$ 706,385	\$ (7,158)	\$ 721,768
Interest on investments	17,000	7,853	(9,147)	15,540
Total local sources	<u>730,543</u>	<u>714,238</u>	<u>(16,305)</u>	<u>737,308</u>
<b>State sources</b>				
Transportation - Regular/Vocational	109,460	123,853	14,393	189,630
Transportation - Special Education	90,160	127,822	37,662	126,796
Total state sources	<u>199,620</u>	<u>251,675</u>	<u>52,055</u>	<u>316,426</u>
Total revenues	<u>930,163</u>	<u>965,913</u>	<u>35,750</u>	<u>1,053,734</u>
<b>Expenditures</b>				
<b>Support services</b>				
<b>Business</b>				
<b>Pupil transportation services</b>				
Salaries	43,963	43,963	-	42,209
Employee benefits	7,980	9,847	(1,867)	8,863
Purchased services	734,900	718,135	16,765	707,136
Non-capitalized equipment	1,000	-	1,000	-
Total support services	<u>787,843</u>	<u>771,945</u>	<u>15,898</u>	<u>758,208</u>
Total expenditures	<u>787,843</u>	<u>771,945</u>	<u>15,898</u>	<u>758,208</u>
Excess of revenues over expenditures	<u>142,320</u>	<u>193,968</u>	<u>51,648</u>	<u>295,526</u>

(Continued)

**Pleasantdale School District 107**  
**Transportation Fund**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2014**  
**With Comparative Actual Amounts for the Year Ended June 30, 2013**

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
<b>Other financing sources (uses)</b>				
Permanent transfer of interest - out	\$ (17,000)	\$ (7,853)	\$ (9,147)	\$ (15,540)
<b>Total other financing sources (uses)</b>	<u>(17,000)</u>	<u>(7,853)</u>	<u>(9,147)</u>	<u>(15,540)</u>
<b>Net change in fund balance</b>	<u>\$ 125,320</u>	186,115	<u>\$ 42,501</u>	279,986
<b>Fund balance, beginning of year</b>		<u>1,479,199</u>		<u>1,199,213</u>
<b>Fund balance, end of year</b>		<u>\$ 1,665,314</u>		<u>\$ 1,479,199</u>

(Concluded)



**Pleasantdale School District 107**  
Municipal Retirement / Social Security Fund  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2014  
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 110,535	\$ 109,791	\$ (744)	\$ 108,744
Social security/medicare only levy	110,535	109,791	(744)	108,744
Corporate personal property replacement taxes	88,200	158,323	70,123	80,322
Interest on investments	1,700	833	(867)	1,613
Total local sources	<u>310,970</u>	<u>378,738</u>	<u>67,768</u>	<u>299,423</u>
Total revenues	<u>310,970</u>	<u>378,738</u>	<u>67,768</u>	<u>299,423</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Regular programs	45,050	42,376	2,674	40,883
Pre-K programs	1,620	1,795	(175)	1,434
Special education programs	109,060	104,366	4,694	91,209
Interscholastic programs	5,300	9,582	(4,282)	4,586
Summer school programs	1,360	1,356	4	1,112
Gifted programs	1,780	1,689	91	1,637
Total instruction	<u>164,170</u>	<u>161,164</u>	<u>3,006</u>	<u>140,861</u>

(Continued)

**Pleasantdale School District 107**  
Municipal Retirement / Social Security Fund  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2014  
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Support services</b>				
<b>Pupils</b>				
Attendance and social work services	\$ 1,190	\$ 1,053	\$ 137	\$ 1,089
Health services	<u>13,300</u>	<u>11,871</u>	<u>1,429</u>	<u>11,744</u>
<b>Total pupils</b>	<u>14,490</u>	<u>12,924</u>	<u>1,566</u>	<u>12,833</u>
<b>Instructional staff</b>				
Improvement of instruction services	3,915	4,009	(94)	2,705
Educational media services	<u>39,045</u>	<u>38,612</u>	<u>433</u>	<u>37,540</u>
<b>Total instructional staff</b>	<u>42,960</u>	<u>42,621</u>	<u>339</u>	<u>40,245</u>
<b>General administration</b>				
Executive administration services	<u>7,670</u>	<u>7,775</u>	<u>(105)</u>	<u>7,484</u>
<b>Total general administration</b>	<u>7,670</u>	<u>7,775</u>	<u>(105)</u>	<u>7,484</u>
<b>School administration</b>				
Office of the principal services	<u>37,990</u>	<u>34,300</u>	<u>3,690</u>	<u>37,255</u>
<b>Total school administration</b>	<u>37,990</u>	<u>34,300</u>	<u>3,690</u>	<u>37,255</u>

(Continued)

**Pleasantdale School District 107**  
Municipal Retirement / Social Security Fund  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2014  
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Business</b>				
Fiscal services	\$ 6,385	\$ 6,427	\$ (42)	\$ 6,207
Operation and maintenance of plant services	32,875	32,857	18	31,525
Pupil transportation services	3,555	3,509	46	388
Food services	4,020	2,790	1,230	3,412
<b>Total business</b>	<u>46,835</u>	<u>45,583</u>	<u>1,252</u>	<u>41,532</u>
<b>Total support services</b>	<u>149,945</u>	<u>143,203</u>	<u>6,742</u>	<u>139,349</u>
<b>Total expenditures</b>	<u>314,115</u>	<u>304,367</u>	<u>9,748</u>	<u>280,210</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>\$ (3,145)</u>	<u>74,371</u>	<u>\$ 77,516</u>	<u>19,213</u>
<b>Fund balance, beginning of year</b>		<u>123,562</u>		<u>104,349</u>
<b>Fund balance, end of year</b>		<u>\$ 197,933</u>		<u>\$ 123,562</u>

(Concluded)

**Pleasantdale School District 107**  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
June 30, 2014

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**1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS**

Budgets are adopted on a basis consistent with generally accepted accounting principles, except for "on-behalf" payments that are not budgeted for. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

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

- a) 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.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy resolution is filed with the County Clerk to obtain tax revenues.
- d) 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 a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements are as originally adopted by the Board of Education on September 18, 2013.

**Pleasantdale School District 107**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
June 30, 2014

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**2. BUDGET RECONCILIATION**

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:

	Revenues	Expenditures
General fund - budgetary basis	\$ 9,915,102	\$ 9,330,909
To adjust for on-behalf payments received	2,069,889	-
To adjust for on-behalf payments made	-	2,069,889
	\$ 11,984,991	\$ 11,400,798

**SUPPLEMENTARY FINANCIAL INFORMATION**

**Pleasantdale School District 107**

General Fund

COMBINING BALANCE SHEET

June 30, 2014

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
<b>ASSETS</b>				
Cash and investments	\$ 8,577,362	\$ 13,296	\$ 259,976	\$ 8,850,634
Receivables (net of allowance for uncollectibles):				
Property taxes	3,926,441	36,560	-	3,963,001
Replacement taxes	-	-	-	-
Intergovernmental	<u>129</u>	<u>-</u>	<u>-</u>	<u>129</u>
<b>Total assets</b>	<u>\$ 12,503,932</u>	<u>\$ 49,856</u>	<u>\$ 259,976</u>	<u>\$ 12,813,764</u>
<b>LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 35,014	\$ -	\$ -	\$ 35,014
Unearned revenue	<u>60,760</u>	<u>-</u>	<u>-</u>	<u>60,760</u>
<b>Total liabilities</b>	<u>95,774</u>	<u>-</u>	<u>-</u>	<u>95,774</u>
<b>DEFERRED INFLOWS</b>				
Unavailable property taxes	<u>3,926,441</u>	<u>36,560</u>	<u>-</u>	<u>3,963,001</u>
<b>Total deferred inflows</b>	<u>3,926,441</u>	<u>36,560</u>	<u>-</u>	<u>3,963,001</u>
<b>FUND BALANCES</b>				
Restricted	-	13,296	-	13,296
Unassigned	<u>8,481,717</u>	<u>-</u>	<u>259,976</u>	<u>8,741,693</u>
<b>Total fund balance</b>	<u>8,481,717</u>	<u>13,296</u>	<u>259,976</u>	<u>8,754,989</u>
<b>Total liabilities, deferred inflows, and fund balance</b>	<u>\$ 12,503,932</u>	<u>\$ 49,856</u>	<u>\$ 259,976</u>	<u>\$ 12,813,764</u>

**Pleasantdale School District 107**

General Fund

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
For the Year Ended June 30, 2014

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
<b>Revenues</b>				
Property taxes	\$ 8,410,369	\$ 78,815	\$ -	\$ 8,489,184
Replacement taxes	347,540	-	-	347,540
State aid	2,682,384	-	-	2,682,384
Federal aid	114,628	-	-	114,628
Interest	46,876	33	1,172	48,081
Other	303,174	-	-	303,174
<b>Total revenues</b>	<u>11,904,971</u>	<u>78,848</u>	<u>1,172</u>	<u>11,984,991</u>
<b>Expenditures</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular programs	4,012,838	-	-	4,012,838
Special programs	1,392,222	-	-	1,392,222
Other instructional programs	655,279	-	-	655,279
State retirement contributions	2,069,889	-	-	2,069,889
<b>Support services:</b>				
Pupils	187,067	-	-	187,067
Instructional staff	1,208,253	-	-	1,208,253
General administration	361,752	76,582	-	438,334
School administration	537,152	-	-	537,152
Business	418,428	-	-	418,428
Operations and maintenance	12,887	-	-	12,887
Community services	1,265	-	-	1,265
Nonprogrammed charges	436,307	-	-	436,307
Capital outlay	30,877	-	-	30,877
<b>Total expenditures</b>	<u>11,324,216</u>	<u>76,582</u>	<u>-</u>	<u>11,400,798</u>
<b>Excess of revenues over expenditures</b>	<u>580,755</u>	<u>2,266</u>	<u>1,172</u>	<u>584,193</u>
<b>Other financing sources</b>				
Transfers in	7,853	-	-	7,853
<b>Total other financing sources</b>	<u>7,853</u>	<u>-</u>	<u>-</u>	<u>7,853</u>
<b>Net change in fund balance</b>	588,608	2,266	1,172	592,046
<b>Fund balance, beginning of year</b>	<u>7,893,109</u>	<u>11,030</u>	<u>258,804</u>	<u>8,162,943</u>
<b>Fund balance, end of year</b>	<u>\$ 8,481,717</u>	<u>\$ 13,296</u>	<u>\$ 259,976</u>	<u>\$ 8,754,989</u>



**Pleasantdale School District 107**  
**Debt Service Fund**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2014**  
**With Comparative Actual Amounts for the Year Ended June 30, 2013**

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 666,679	\$ 263,040	\$ (403,639)	\$ 722,998
Interest on investments	10,000	2,700	-	10,857
Total local sources	<u>676,679</u>	<u>265,740</u>	<u>(403,639)</u>	<u>733,855</u>
Total revenues	<u>676,679</u>	<u>265,740</u>	<u>(403,639)</u>	<u>733,855</u>
<b>Expenditures</b>				
<b>Debt service</b>				
Bonds - interest	<u>390,203</u>	<u>390,203</u>	<u>-</u>	<u>438,154</u>
Total debt service - interest	<u>390,203</u>	<u>390,203</u>	<u>-</u>	<u>438,154</u>
Principal payments on long-term debt	<u>1,185,000</u>	<u>1,185,000</u>	<u>-</u>	<u>1,080,000</u>
Other debt service				
Other objects	<u>5,500</u>	<u>3,872</u>	<u>1,628</u>	<u>4,010</u>
Total	<u>5,500</u>	<u>3,872</u>	<u>1,628</u>	<u>4,010</u>
Total debt service	<u>1,580,703</u>	<u>1,579,075</u>	<u>1,628</u>	<u>1,522,164</u>
Total expenditures	<u>1,580,703</u>	<u>1,579,075</u>	<u>1,628</u>	<u>1,522,164</u>
Deficiency of revenues over expenditures	<u>(904,024)</u>	<u>(1,313,335)</u>	<u>(402,011)</u>	<u>(788,309)</u>

(Continued)

**Pleasantdale School District 107**  
Debt Service Fund  
**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2014  
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Other financing sources				
Transfer from Operations and Maintenance Fund	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 750,000
Total other financing sources	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>	<u>750,000</u>
Net change in fund balance	<u>\$ 95,976</u>	(313,335)	<u>\$ (402,011)</u>	(38,309)
Fund balance, beginning of year		<u>437,053</u>		<u>475,362</u>
Fund balance, end of year		<u>\$ 123,718</u>		<u>\$ 437,053</u>

(Concluded)

**Pleasantdale School District 107**  
 Fire Prevention and Safety Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2014  
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
<b>Revenues</b>				
<b>Local sources</b>				
Interest on investments	\$ 3,000	\$ 1,406	\$ (1,594)	\$ 3,395
Total local sources	<u>3,000</u>	<u>1,406</u>	<u>(1,594)</u>	<u>3,395</u>
Total revenues	<u>3,000</u>	<u>1,406</u>	<u>(1,594)</u>	<u>3,395</u>
<b>Expenditures</b>				
<b>Support services</b>				
Purchased services	<u>24,000</u>	<u>7,828</u>	<u>16,172</u>	<u>7,883</u>
Total support services	<u>24,000</u>	<u>7,828</u>	<u>16,172</u>	<u>7,883</u>
Total expenditures	<u>24,000</u>	<u>7,828</u>	<u>16,172</u>	<u>7,883</u>
Deficiency of revenues over expenditures	<u>\$ (21,000)</u>	<u>(6,422)</u>	<u>\$ 14,578</u>	<u>(4,488)</u>
Fund balance, beginning of year		<u>313,569</u>		<u>318,057</u>
Fund balance, end of year		<u>\$ 307,147</u>		<u>\$ 313,569</u>

**Pleasantdale School District 107**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
Year Ended June 30, 2014

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
<b>Assets</b>				
Cash	\$ 29,270	\$ 95,977	\$ 95,294	\$ 29,953
<b>Liabilities</b>				
Due to:				
<i>District Office</i>				
Friendship Fund	\$ 3,038	\$ 6,976	\$ 8,017	\$ 1,997
<i>Middle School</i>				
8th Grade Trip	(2,097)	19,830	18,580	(847)
Calculators	1,591	90	-	1,681
Celebration Books Library	2,786	446	1,048	2,184
Coca-Cola	20	124	-	144
Field Trips	(623)	4,050	4,035	(608)
Locks	3,000	183	-	3,183
Miscellaneous	2,973	11,019	9,681	4,311
Music	138	5,834	6,060	(88)
Outdoor Education	544	11,130	11,601	73
P.E. Uniforms	6,687	9,532	9,375	6,844
Peer Leadership	(429)	-	-	(429)
Scholarships	200	-	-	200
Science Fair/Invention Council	26	561	-	587
Student Council	5,940	839	685	6,094
Technology Fund	56	-	-	56
Yearbooks	(1,760)	5,820	6,162	(2,102)
<i>Elementary School</i>				
Field Trips	1,143	5,892	5,904	1,131
General	4,000	10,479	11,108	3,371
Library	1,330	2,949	3,022	1,257
Staff Related Expenses	208	64	-	272
Recycling	74	32	16	90
Butterfly Garden	420	127	-	547
Student Council	5	-	-	5
<b>Total liabilities</b>	<b>\$ 29,270</b>	<b>\$ 95,977</b>	<b>\$ 95,294</b>	<b>\$ 29,953</b>

**Pleasantdale School District 107**  
**GENERAL LONG-TERM DEBT**  
**SCHEDULE OF GENERAL OBLIGATION BONDS**  
Year Ended June 30, 2014

	Maturity as follows			
	for the Year			
	<u>Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<b>Series 2005 Capital Appreciation Bonds</b>				
dated December 28, 2005	2015	\$ 110,000	\$ -	\$ 110,000
(Interest at 4.5%,	2016	285,000	-	285,000
Principal due December 1)	2017	285,000	-	285,000
	2018	285,000	-	285,000
	2019	265,000	-	265,000
	<b>Total</b>	<b>\$ 1,230,000</b>	<b>\$ -</b>	<b>\$ 1,230,000</b>
<b>Series 2006 Building Bonds</b>				
dated May 15, 2006	2015	\$ 1,025,000	\$ 333,003	\$ 1,358,003
(Interest at 4.00% to 5.50%,	2016	1,190,000	274,653	1,464,653
Principal due December 1)	2017	1,310,000	215,728	1,525,728
	2018	1,425,000	160,672	1,585,672
	2019	1,625,000	98,503	1,723,503
	2020	1,590,000	32,595	1,622,595
	<b>Total</b>	<b>\$ 8,165,000</b>	<b>\$ 1,115,154</b>	<b>\$ 9,280,154</b>
<b>Series 2009A GO Limited Refunding Bonds</b>				
dated April 29, 2009				
(Interest at 2.00% to 3.00%,				
Principal due December 1)	2015	\$ 150,000	\$ 2,250	\$ 152,250
<b>Total General Obligation Bonds</b>		<b>\$ 9,545,000</b>	<b>\$ 1,117,404</b>	<b>\$ 10,662,404</b>

**OTHER SUPPLEMENTAL INFORMATION**  
**(Unaudited)**

**Pleasantdale School District 107**  
**PROPERTY TAX RATES - LEVIES AND COLLECTIONS**  
**LAST FIVE TAX LEVY YEARS**

	2013	2012	2011	2010	2009
Assessed valuation	\$499,090,300	\$527,661,324	\$568,131,370	\$702,766,912	\$714,710,992
<b>Rates Extended</b>					
Educational	1.7151	1.5798	1.4217	1.0759	1.0256
Special Education	0.0247	0.0228	0.0203	0.0163	0.0156
Tort Immunity	0.0162	0.0149	0.0134	0.0083	0.0069
Operations and Maintenance	0.3064	0.2822	0.2539	0.1887	0.1799
Debt Service	-	0.1199	0.1459	0.1364	0.2054
Transportation	0.1468	0.1352	0.1219	0.0854	0.0840
Municipal Retirement	0.0227	0.0209	0.0188	0.0142	0.0063
Social Security	0.0227	0.0209	0.0188	0.0142	0.0141
Working Cash	-	-	-	-	-
Deficiency in tax levy	-	-	0.0623	-	0.0468
<b>Total rates extended</b>	<b>2.2546</b>	<b>2.1966</b>	<b>2.0770</b>	<b>1.5394</b>	<b>1.5846</b>
<b>Levies Extended</b>					
Educational	\$ 8,559,897	\$ 8,335,993	\$ 8,077,123	\$ 7,561,419	\$ 7,329,787
Special Education	123,275	120,306	115,330	114,807	111,584
Tort Immunity	80,852	78,621	76,129	58,511	48,968
Operations and Maintenance	1,529,212	1,489,060	1,442,485	1,326,438	1,285,463
Debt Service	-	632,392	828,480	958,365	1,468,402
Transportation	732,664	713,398	692,552	600,053	600,000
Municipal Retirement	113,293	110,281	106,808	99,511	59,267
Social Security	113,293	110,281	106,808	99,511	100,468
Working Cash	-	-	-	53	-
Deficiency in tax levy	-	-	354,189	-	334,192
<b>Total levies extended</b>	<b>\$ 11,252,486</b>	<b>\$ 11,590,332</b>	<b>\$ 11,799,904</b>	<b>\$ 10,818,668</b>	<b>\$ 11,338,131</b>

Note: Tax Rates are expressed in dollars per \$100 of assessed valuation.

N/A - not available

**Pleasantdale School District 107**  
**OPERATING COSTS AND TUITION CHARGE**  
June 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
<b>Operating costs per pupil</b>		
Average Daily Attendance (ADA):	<u>707.17</u>	<u>707.10</u>
Operating costs:		
Educational	\$ 9,254,327	\$ 9,129,362
Operations and Maintenance	1,431,868	1,216,740
Debt Service	1,579,075	1,522,164
Transportation	771,945	758,208
Municipal Retirement/Social Security	304,367	280,210
Tort	<u>76,582</u>	<u>77,592</u>
Subtotal	<u>13,418,164</u>	<u>12,984,276</u>
Less Revenues/Expenditures of Nonregular Programs:		
Tuition	29,280	20,862
Pre-K Programs	160,402	143,696
Special Education	183,866	368,354
Payments to Other Districts and Gov't Units	436,307	348,664
Capital Outlay	701,686	466,960
Debt Principal Retired	1,185,000	1,080,000
Non-capitalized Equipment	1,820	402,818
Community Services	<u>1,265</u>	<u>-</u>
Subtotal	<u>2,699,626</u>	<u>2,831,354</u>
Operating costs	<u>\$ 10,718,538</u>	<u>\$ 10,152,922</u>
Operating costs per pupil - based on ADA	<u>\$ 15,157</u>	<u>\$ 14,359</u>
<b>Tuition Charge</b>		
Operating costs	\$ 10,718,538	\$ 10,152,922
Less - revenues from specific programs, such as special education or lunch programs	<u>882,381</u>	<u>1,151,207</u>
Net operating costs	9,836,157	9,001,715
Depreciation allowance	<u>496,980</u>	<u>533,973</u>
Allowance tuition costs	<u>\$ 10,333,137</u>	<u>\$ 9,535,688</u>
Tuition charge per pupil - based on ADA	<u>\$ 14,612</u>	<u>\$ 13,486</u>

Source of information: Annual Financial Reports