

**PRAIRIE-HILLS ELEMENTARY
SCHOOL DISTRICT 144**

FINANCIAL STATEMENTS

**AS OF AND FOR THE YEAR ENDED
JUNE 30, 2014
AND
INDEPENDENT AUDITORS' REPORT**

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

TABLE OF CONTENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

Independent Auditors' Report	<u>Page(s)</u> 1 - 3
Other Information	
Management's Discussion and Analysis (MD&A) - Unaudited	4 - 12
Basic Financial Statements	
<u>Government-Wide Financial Statements</u>	
Statement of Net Position - Modified Cash Basis	13
Statement of Activities - Modified Cash Basis	14
<u>Fund Financial Statements</u>	
Balance Sheet - Modified Cash Basis - Governmental Funds	15 - 16
Reconciliation of the Governmental Funds - Balance Sheet - Modified Cash Basis to the Statement of Net Position - Modified Cash Basis	17
Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Governmental Funds	18 - 19
Reconciliation of the Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis to the Statement of Activities - Modified Cash Basis	20
Statement of Fiduciary Assets and Liabilities - Agency Fund - Modified Cash Basis	21
Notes to Basic Financial Statements	22 - 40
Other Information	
Illinois Municipal Retirement Fund - Schedule of Employer's Contributions and Analysis of Funding Progress	41
Schedule of Funding Progress For Retiree Health Plan	42

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

**TABLE OF CONTENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2014**

	<i><u>Page(s)</u></i>
Other Information - (Continued)	
<u>Schedule of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Budget to Actual</u>	
General Fund - Non-GAAP Budgetary Basis	43 - 50
Operations and Maintenance Fund	51
Transportation Fund	52
Municipal Retirement/Social Security Fund	53 - 54
Debt Service Fund	55
Capital Projects Fund	56
Fire Prevention and Life Safety Fund	57
General Fund - Combining Balance Sheet	58
General Fund - Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	59
<u>General Fund Accounts - Schedule of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Budget to Actual</u>	
Educational Accounts - Non-GAAP Budgetary Basis	60 - 67
Working Cash Accounts	68
Operating Cost and Tuition Change	69



BAKER TILLY

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

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Prairie-Hills Elementary School District 144
Markham, Illinois

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Prairie-Hills Elementary School District 144, Markham, Illinois, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Prairie-Hills Elementary School District 144's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 auditors' 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 over financial reporting relevant to Prairie-Hills Elementary School District 144'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 Prairie-Hills Elementary School District 144's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

To the Board of Education
Prairie-Hills Elementary School District 144

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Prairie-Hills Elementary School District 144, Markham, Illinois, as of June 30, 2014 and the respective changes in the modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Emphasis of Matter

As discussed in Note 3, Prairie-Hills Elementary School District 144 adopted the provisions of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, effective July 1, 2013. Our opinions are not modified with respect to this matter.

Basis of Accounting

We draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared on the the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Prairie-Hills Elementary School District 144's basic financial statements. The other information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has 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.

Prior-Year Comparative Information

We have previously audited Prairie-Hills Elementary School District 144's 2013 financial statements, and we expressed unmodified audit opinions on the respective modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information in our report dated November 7, 2013. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2013, is consistent, in all material respects, with the audited financial statements from which it has been derived.

To the Board of Education
Prairie-Hills Elementary School District 144

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2014 on our consideration of Prairie-Hills Elementary School District 144'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 Prairie-Hills Elementary School District 144's internal control over financial reporting and compliance.

Baker Tilly Viachar Kraus, LLP

Oak Brook, Illinois
November 18, 2014

Prairie-Hills Elementary School District 144

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2014

The discussion and analysis of Prairie-Hills Elementary School District 144's (the "District") financial performance provides an overall review of the District's financial activities as of and 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 presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- > In total, net position increased by \$0.1.
- > General revenues accounted for \$25.5 in revenue or 67% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$12.4 or 33% of total revenues of \$37.9.
- > The District had \$37.8 in expenses related to government activities. However, only \$12.4 of these expenses were offset by program specific charges and grants.
- > The Operating Cost per Pupil for fiscal year 2014 was \$11,444 (dollars). This is a decrease over fiscal year 2013 of \$706 (dollars) or 5.8%.
- > The Tuition Charge per Pupil, based on the Average Daily Attendance for fiscal year 2014 was \$9,517 (dollars). This was a decrease from fiscal year 2013 of \$1,236 (dollars) or 11.5%.
- > The Average Daily Attendance of 2,457 for FY 2014 is an increase of 10 from FY 2013.
- > The District increased its long-term debt by \$6.3 million in fiscal 2014.
- > Property taxes accounted for a large portion of the District's revenue, contributing \$11.7.
- > General State Aid contributed \$13.5 of the District's revenue.
- > Instruction made up the largest portion of all expenditures with \$20.7 or 55% of all expenditures.
- > Pupil and instructional staff service accounted for \$3.3 or 8.7% of all expenditures.
- > Administration and business services accounted for \$4.8 or 12.7% of all expenditures.

Overview of the Financial Statements

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

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

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

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2014

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

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

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

Fund financial statements

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

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

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

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2014

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

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

Notes to basic financial statements

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

Other information

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

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2014

District-Wide Financial Analysis

The District's combined net position was higher on June 30, 2014 than it was the year before, increasing 1% to \$17.8.

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

	<u>2013*</u>	<u>2014</u>
Assets:		
Current and other assets	\$ 4.6	\$ 11.3
Deferred charges	0.9	-
Capital assets	<u>49.4</u>	<u>47.7</u>
Total assets	<u>54.9</u>	<u>59.0</u>
Deferred outflows of resources	<u>-</u>	<u>8.8</u>
Liabilities:		
Current liabilities	0.2	-
Long-term debt outstanding	<u>37.0</u>	<u>50.0</u>
Total liabilities	<u>37.2</u>	<u>50.0</u>
Net position:		
Net investment in capital assets	9.2	10.6
Restricted	2.3	3.0
Unassigned	<u>6.2</u>	<u>4.2</u>
Total net position	<u>\$ 17.7</u>	<u>\$ 17.8</u>

* Prior year information has not been updated for the District's implementation of GASB Statement No. 65 in fiscal year 2014.

Revenues in the governmental activities of the District of \$37.9 exceeded expenditures by \$0.1 for the year ended June 30, 2014.

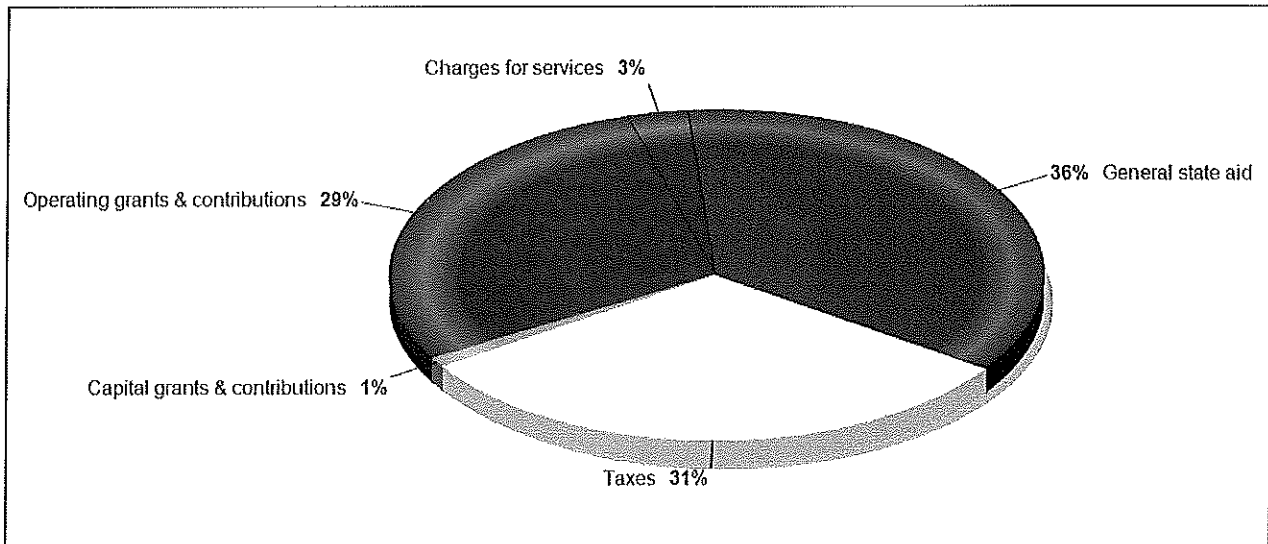
Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2014

Table 2		
Changes in Net Position		
(in millions of dollars)		
	<u>2013</u>	<u>2014</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 0.4	\$ 1.1
Operating grants & contributions	9.5	11.0
Capital grants & contributions	0.6	0.3
<i>General revenues:</i>		
Taxes	11.5	11.9
General state aid	13.5	13.5
Other	<u>0.2</u>	<u>0.1</u>
Total revenues	<u>35.7</u>	<u>37.9</u>
Expenses:		
Instruction	23.6	20.8
Pupil & instructional staff services	3.2	3.3
Administration & business	3.8	4.8
Transportation	1.4	1.5
Operations & maintenance	3.9	2.9
Other	<u>3.0</u>	<u>4.5</u>
Total expenses	<u>38.9</u>	<u>37.8</u>
Increase (decrease) in net position	<u>\$ (3.2)</u>	<u>\$ 0.1</u>

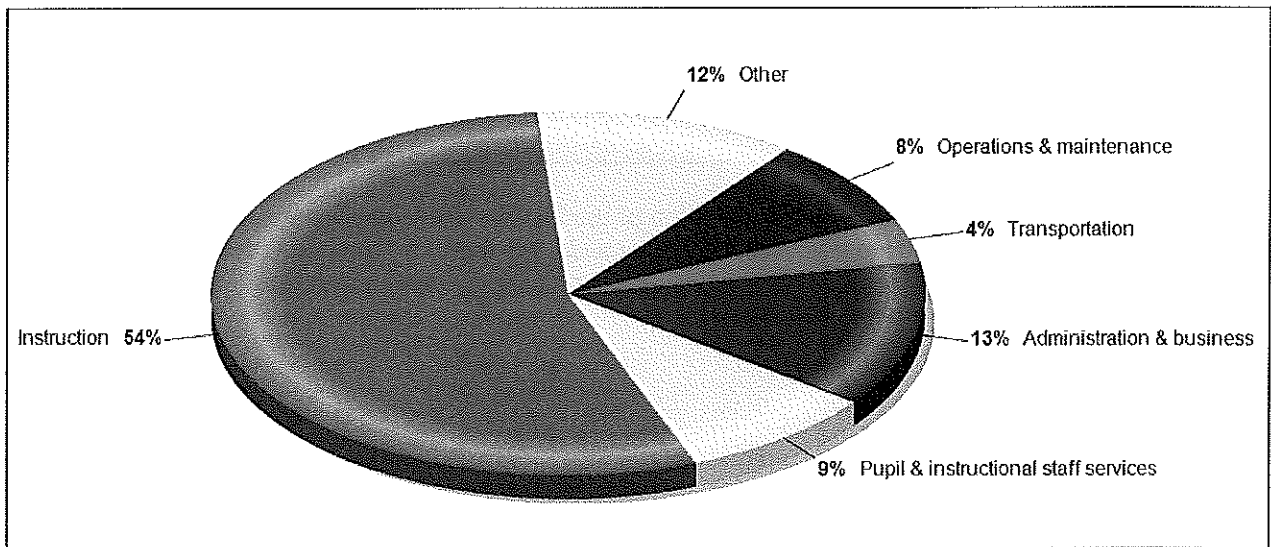
General State Aid accounted for the largest portion of the District's revenues, contributing 36%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$37.8, mainly related to instructing and caring for the students and student transportation at 68%.

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2014

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

The District's Governmental Funds balance increased from \$4.4 to \$11.3.

Fund balances increased by \$6.9. This increase was primarily attributable to bond proceeds in excess of the refunded amount of \$4.5 and revenues exceeding expenditures of \$2.4 across all funds.

The District achieved an appropriate year-end operational fund balance of \$9.5. With a fund balance to revenue ratio of 31.9%, the District scored three (4) points out of four (4) points possible from the Illinois State Board of Education's financial profile summary.

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2014

The District attained appropriate year-end fund balance to provide 124 days of cash on hand, but short of the 180 days of cash on hand recommended by the Illinois State Board of Education. The District received three (3) points out of four (4) points possible on the financial profile summary.

General Fund Budgetary Highlights

The District received \$13.5 in General State Aid.

Overall General Fund expenditures were under budget by \$1.8. Generally, the District expended \$1.4 less than was budgeted for instruction, which can mostly be attributed to the decrease in the overall salary and benefit costs resulting from the decrease in the actual number of instructional, other and paraprofessional staff in fiscal year 2014. In addition, capital outlay was under budget by \$0.1. However, special education programs were on budget.

The General Fund balance increased by \$6.7 from 2013.

Capital Assets and Debt Administration

Capital assets

By the end of 2014, the District had compiled a total investment of \$67.9 (\$47.7 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$2.2. More detailed information about capital assets can be found in Note 5 of the basic financial statements.

Table 3			
Capital Assets (net of depreciation)			
(in millions of dollars)			
	<u>2013</u>	<u>2014</u>	
Land	\$ 0.3	\$ 0.3	
Land improvements	0.2	0.1	
Buildings	45.4	44.3	
Equipment	3.5	3.0	
Total	<u>\$ 49.4</u>	<u>\$ 47.7</u>	

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2014

Long-term debt

The District retired \$15.2 in bonds (0.9 general obligation and 14.3 refunded) and issued \$21.6 in refunding bonds in 2014. At the end of fiscal 2014, the District had a debt margin of \$0.6. More detailed information on long-term debt can be found in Note 6 of the basic financial statements.

Table 4			
Outstanding Long-Term Debt			
(in millions of dollars)			
	<u>2013</u>		<u>2014</u>
General obligation bonds	\$ 25.7	\$	13.9
Capital Appreciation Bonds	17.8		14.4
Refunding Bonds	-		21.5
Deferred amount on refunding	(6.8)		-
Unamortized premium	0.3		0.3
Unamortized discount	-		(0.3)
Capital leases and other	-		0.2
Total	<u>\$ 37.0</u>	<u>\$</u>	<u>50.0</u>

Factors Bearing on the District's Future

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

The District executed one abatement agreement associated with properties on 167th Street. The abatement property is commonly referred to as AMC Theater. The abatements calls for 50% of the taxes collected. The abatement agreement was enacted for the 2008 taxes paid in 2009, the 2009 taxes paid in 2010, the 2010 taxes paid in 2011, the 2011 taxes paid in 2012, and the 2012 taxes paid in 2013. The duration of the abatement agreement is ten (10) consecutive tax years.

Property tax caps limit the amount of tax revenue growth to CPI or five percent. Also, State aid is not sufficient enough to offset the limited property tax revenue growth. Foreclosures associated with the mortgage crisis may continue to impact the amount of taxes collected in the future as assessed values are diminished.

The Consumer Price Index for December 2013 decreased from 1.7% to 1.5% when compared to 2012. This decrease in CPI will allow for a minimum increase in local revenues derived from property taxes for 2014 payable in 2015.

The IMRF rate has declined over the past several years (i.e. 2010 12.98%, 2011 12.46%, 2012 12.35%), However, the 2013 employer rate was 12.73%, which represented a slight increase over the previous year. The declining rate pattern was due to the poor return on investments at the State level. Consequently, the IMRF rate for 2014 did not change drastically when compared to the 12.73% rate for 2013. The rate for 2014 is 12.52%.

The District's Equalized Assessed Value declined considerably for the tax year 2013. The EAV decreased \$23,105,159 to \$251,242,721 due primarily to reassessments associated with the mortgage crisis.

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2014

The District has a Life Safety Fund balance of \$0.62 to address identified Life Safety issues. In 2012, 2013 and 2014 the District applied for and received three \$50,000 matching school maintenance grants from the Illinois State Board of Education to assist in completing some of the less costly life safety projects. In 2014, the district also applied for and received the energy efficiency grant for \$.23. The grant will be used to complete work for the boiler replacement project at Highlands School.

The District continues to address furniture and equipment replacements throughout the District based upon the District's Capital Purchase Plan. In addition, the determination of furniture and equipment needs are assessed and prioritized so that the appropriate resources are allocated annually to address these needs.

The District is committed to providing a technology rich experience for its students. As a result, the District acquires and retires equipment according to the Technology Plan. The District also has a Curriculum Plan that focuses for differentiation and rigor. Therefore, the expenditures related to technology and curriculum are reflected in the District's spending plan.

As the State struggles to provide new funding to Illinois public school districts. However, in FY14, the overall fund balances improved significantly when compared to FY13. This is a direct result of the steps taken by District administrators during the last three years to eliminate deficit spending and the resulting negative cash flow implications. These steps included, reducing the number of staff members overall, adjusting employee benefit plans and eliminating wasteful spending. Additionally, the District acquired new debt and a produced an operational surplus. These two actions helped to improve the District's overall fund balances at the end of the 2014 fiscal year.

Requests for Information

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

Dr. Alicia Evans
Prairie-Hills Elementary School District 144
3015 W. 163rd Street
Markham, Illinois 60428

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

**STATEMENT OF NET POSITION - MODIFIED CASH BASIS
AS OF JUNE 30, 2014**

	GOVERNMENTAL ACTIVITIES
Assets	
Cash	\$ 11,322,423
Capital assets:	
Land	251,294
Depreciable buildings, property and equipment, net	<u>47,465,304</u>
Total assets	<u>59,039,021</u>
Deferred outflows of resources	
Deferred charge on refunding	<u>8,807,015</u>
Total deferred outflows of resources	<u>8,807,015</u>
Liabilities	
Payroll deductions payable	(11,342)
Long-term liabilities:	
Other long-term liabilities - due within one year	789,977
Other long-term liabilities - due after one year	<u>49,249,540</u>
Total liabilities	<u>50,028,175</u>
Net position	
Net investment in capital assets	10,600,677
Restricted for:	
Operations and maintenance	499,328
Student transportation	607,246
Retirement benefits	318,384
Debt service	808,688
Capital projects	728,245
Unrestricted	<u>4,255,293</u>
Total net position	<u>\$ 17,817,861</u>

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2014

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE			NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	
Governmental activities					
Instruction:					
Regular programs	\$ 12,248,793	\$ 1,039,727	\$ 1,311,929	\$ -	\$ (9,897,137)
Special programs	3,510,769	-	2,322,642	-	(1,188,127)
Other instructional programs	519,262	-	42,302	-	(476,960)
State retirement contributions	4,455,763	-	4,455,763	-	-
Support Services:					
Pupils	1,951,020	-	-	-	(1,951,020)
Instructional staff	1,385,666	-	123,969	-	(1,261,697)
General administration	1,372,065	-	-	-	(1,372,065)
School administration	1,455,387	-	-	-	(1,455,387)
Business	1,987,101	120	1,655,986	-	(330,995)
Transportation	1,448,810	-	1,082,289	-	(366,521)
Operations and maintenance	2,947,442	15,744	-	337,239	(2,594,459)
Central	1,344,274	-	-	-	(1,344,274)
Other supporting services	84,715	-	-	-	(84,715)
Community services	43,933	-	-	-	(43,933)
Payments to other districts and gov't units - excluding special education	40,464	-	-	-	(40,464)
Interest and fees	2,992,239	-	-	-	(2,992,239)
Total governmental activities	\$ 37,787,703	\$ 1,055,591	\$ 10,994,880	\$ 337,239	\$ (25,399,993)

General revenues:

Taxes:

Real estate taxes, levied for general purposes	7,442,839
Real estate taxes, levied for specific purposes	2,298,773
Real estate taxes, levied for debt service	1,978,042
Personal property replacement taxes	181,986
State aid-formula grants	13,558,224
Investment income	16,052
Miscellaneous	70,951

Total general revenues 25,546,867

Change in net position 146,874

Net position, beginning of year 17,670,987

Net position, end of year \$ 17,817,861

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
GOVERNMENTAL FUNDS

BALANCE SHEET - MODIFIED CASH BASIS

AS OF JUNE 30, 2014

WITH COMPARATIVE TOTALS AS OF JUNE 30, 2013

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash	\$ 8,360,532	\$ 499,328	\$ 607,246	\$ 318,384
Total assets	<u>\$ 8,360,532</u>	<u>\$ 499,328</u>	<u>\$ 607,246</u>	<u>\$ 318,384</u>
Liabilities and fund balance				
Liabilities				
Cash deficit	\$ -	\$ -	\$ -	\$ -
Payroll deductions payable	<u>(11,342)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>(11,342)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance				
Restricted	-	499,328	607,246	318,384
Unassigned	<u>8,371,874</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>8,371,874</u>	<u>499,328</u>	<u>607,246</u>	<u>318,384</u>
Total liabilities and fund balance	<u>\$ 8,360,532</u>	<u>\$ 499,328</u>	<u>\$ 607,246</u>	<u>\$ 318,384</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2014	2013
\$ 808,688	\$ 102,251	\$ 625,994	\$ 11,322,423	\$ 4,759,877
<u>\$ 808,688</u>	<u>\$ 102,251</u>	<u>\$ 625,994</u>	<u>\$ 11,322,423</u>	<u>\$ 4,759,877</u>
\$ -	\$ -	\$ -	\$ -	\$ 144,889
<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,342)</u>	<u>251,219</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,342)</u>	<u>396,108</u>
808,688	102,251	625,994	2,961,891	2,718,268
<u>-</u>	<u>-</u>	<u>-</u>	<u>8,371,874</u>	<u>1,645,501</u>
<u>808,688</u>	<u>102,251</u>	<u>625,994</u>	<u>11,333,765</u>	<u>4,363,769</u>
<u>\$ 808,688</u>	<u>\$ 102,251</u>	<u>\$ 625,994</u>	<u>\$ 11,322,423</u>	<u>\$ 4,759,877</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

RECONCILIATION OF THE GOVERNMENTAL FUNDS

**BALANCE SHEET - MODIFIED CASH BASIS TO THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS
AS OF JUNE 30, 2014**

Total fund balances - governmental funds - modified cash basis	\$ 11,333,765
Amounts reported for governmental activities in the Statement of Net Position - Modified Cash Basis are different because:	
Net capital assets used in governmental activities and included in the Statement of Net Position - Modified Cash Basis do not require the expenditure of financial resources and, therefore, are not reported in the Governmental Funds Balance Sheet - Modified Cash Basis.	47,716,598
Long-term liabilities included in the Statement of Net Position - Modified Cash Basis are not due and payable in the current period and, therefore, are not reported in the Governmental Funds Balance Sheet - Modified Cash Basis.	(50,039,517)
Deferred charge on refunding included in the Statement of Net Position - Modified Cash Basis is not available to pay for current period expenditures and, therefore, is not included in the Governmental Funds Balance Sheet - Modified Cash Basis.	<u>8,807,015</u>
Net position of governmental activities - modified cash basis	<u>\$ 17,817,861</u>

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2013

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 7,442,839	\$ 917,973	\$ 341,639	\$ 1,039,161
Corporate personal property replacement taxes	162,720	-	-	19,266
State aid	17,741,428	1,000,000	1,182,289	345,000
Federal aid	4,286,255	-	-	-
Investment income	6,837	2,801	2,265	-
Other	1,002,216	59,111	215	-
Total revenues	<u>30,642,295</u>	<u>1,979,885</u>	<u>1,526,408</u>	<u>1,403,427</u>
Expenditures				
Current:				
Instruction:				
Regular programs	9,922,893	-	-	168,494
Special programs	2,395,083	-	-	81,813
Other instructional programs	498,573	-	-	20,689
State retirement contributions	4,455,763	-	-	-
Support Services:				
Pupils	1,889,093	-	-	61,927
Instructional staff	1,286,338	-	-	63,572
General administration	1,335,645	-	-	26,688
School administration	1,354,432	-	-	71,760
Business	2,084,772	-	-	119,019
Transportation	-	-	1,446,855	1,955
Operations and maintenance	8,227	2,368,375	-	233,571
Central	1,325,533	-	-	89,252
Other supporting services	84,715	-	-	-
Community services	42,734	-	-	1,199
Payments to other districts and gov't units	1,049,845	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	363,006	76,985	-	-
Total expenditures	<u>28,096,652</u>	<u>2,445,360</u>	<u>1,446,855</u>	<u>939,939</u>
Excess (deficiency) of revenues over expenditures	<u>2,545,643</u>	<u>(465,475)</u>	<u>79,553</u>	<u>463,488</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Principal on bonds sold	4,013,500	-	-	-
Capital lease value	167,230	-	-	-
Payment to escrow for refunded bonds	-	-	-	-
Discount on bonds	-	-	-	-
Total other financing sources (uses)	<u>4,180,730</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	6,726,373	(465,475)	79,553	463,488
Fund balance (deficit), beginning of year	<u>1,645,501</u>	<u>964,803</u>	<u>527,693</u>	<u>(145,104)</u>
Fund balance, end of year	<u>\$ 8,371,874</u>	<u>\$ 499,328</u>	<u>\$ 607,246</u>	<u>\$ 318,384</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2014	2013
\$ 1,978,042	\$ -	\$ -	\$ 11,719,654	\$ 11,282,333
-	-	-	181,986	173,650
-	-	335,371	20,604,088	19,759,840
-	-	-	4,286,255	3,283,036
2,203	470	1,476	16,052	71,570
-	65,000	-	1,126,542	491,801
<u>1,980,245</u>	<u>65,470</u>	<u>336,847</u>	<u>37,934,577</u>	<u>35,062,230</u>
-	-	-	10,091,387	12,616,551
-	-	-	2,476,896	2,727,740
-	-	-	519,262	499,143
-	-	-	4,455,763	3,596,012
-	-	-	1,951,020	1,739,190
-	-	-	1,349,910	1,421,379
-	-	-	1,362,333	1,204,908
-	-	-	1,426,192	1,543,695
-	-	-	2,203,791	2,052,213
-	-	-	1,448,810	1,379,796
-	9,152	53,316	2,672,641	2,789,929
-	-	-	1,414,785	1,754,545
-	-	-	84,715	151,289
-	-	-	43,933	27,349
-	-	-	1,049,845	1,493,055
845,000	-	-	845,000	770,000
1,675,598	-	-	1,675,598	1,199,010
-	150,942	31,303	622,236	4,548,676
<u>2,520,598</u>	<u>160,094</u>	<u>84,619</u>	<u>35,694,117</u>	<u>41,514,480</u>
<u>(540,353)</u>	<u>(94,624)</u>	<u>252,228</u>	<u>2,240,460</u>	<u>(6,452,250)</u>
-	-	-	-	2,450,000
-	-	-	-	(2,450,000)
17,556,500	-	-	21,570,000	-
-	-	-	167,230	-
(16,776,059)	-	-	(16,776,059)	-
(231,635)	-	-	(231,635)	-
<u>548,806</u>	<u>-</u>	<u>-</u>	<u>4,729,536</u>	<u>-</u>
8,453	(94,624)	252,228	6,969,996	(6,452,250)
<u>800,235</u>	<u>196,875</u>	<u>373,766</u>	<u>4,363,769</u>	<u>10,816,019</u>
<u>\$ 808,688</u>	<u>\$ 102,251</u>	<u>\$ 625,994</u>	<u>\$ 11,333,765</u>	<u>\$ 4,363,769</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
- MODIFIED CASH BASIS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2014

Net change in fund balances - total governmental funds - modified cash basis	\$ 6,969,996
Amounts reported for governmental activities in the Statement of Activities - Modified Cash Basis are different because:	
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities - Modified Cash Basis, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeds net capital outlay in the current period.	(1,621,945)
The issuance of long-term debt (bonds, capital leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. This is the amount by which proceeds from current year long-term financing arrangements exceeded current year principal repayments.	(6,501,754)
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 - Modified Cash Basis. This is the amount of the current year, net effect of these differences.	<u>1,300,577</u>
Change in net position of governmental activities - modified cash basis	<u>\$ 146,874</u>

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - MODIFIED CASH BASIS
AS OF JUNE 30, 2014

	<u>AGENCY STUDENT ACTIVITY FUND</u>
<hr/>	
Assets	
Cash and investments	\$ 27,590
Total assets	<u>\$ 27,590</u>
 Liabilities	
Liabilities,	
Due to student groups	\$ 27,590
Total liabilities	<u>\$ 27,590</u>

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Prairie-Hills Elementary School District 144 (the "District") operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to the modified cash basis of accounting as applicable to the local governmental units of this type. This modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The following is a summary of the more significant accounting policies of the District:

Basis of Presentation

Government-wide 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 removed from these statements. The District's operating activities are all considered "governmental activities", that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered "business activities".

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

Governmental Funds Financial Statements

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

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

Measurement Focus and Basis of Accounting

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

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

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

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

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

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

Major Governmental Funds

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

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

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

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

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

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

Capital Project Funds - accounts for the financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities.

Capital Projects Fund - accounts for construction projects and renovations financed through debt instruments.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

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

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

Other Fund Types

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

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

Deposits and Investments

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

Receivables and Payables

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

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2013 levy resolution was approved during the December 16, 2013 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

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

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lessor of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2013 and 2012 tax levies were 1.7% and 3.0%, respectively.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

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

Property taxes are collected by the Cook County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two installments: the first due on March 1 and the second due on the later of August 1 or 30 days after the second installment tax bill is mailed. 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. Property taxes are normally collected by the District within 60 days of the due date.

Personal Property Replacement Taxes

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

Capital Assets

Capital assets, which include land, land improvements, buildings, building improvements, equipment and fixtures 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 \$5,000 and an estimated useful life of more than 1 year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. In addition, all computer hardware with an original unit cost of \$300 or more shall be considered a capital asset and shall be placed in the district's inventory. Donated capital assets are recorded at estimated fair value at the date of donation.

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

<i>Assets</i>	<i>Years</i>
Land improvements	15 - 20
Buildings and building improvements	20 - 40
Equipment and fixtures	5 - 20

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

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

A deferred charge on refunding arise from advance refunding of debt. The difference between the cost of the securities placed in trust for future payment of refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred outflow of resources in the government-wide statements.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

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

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. The balance at year end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the period incurred. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Equity Classifications

Equity is classified as net position in the government-wide financial statements and displayed in three components:

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

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

Unrestricted net position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

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.

Equity is classified as fund balance in the fund financial statements and displayed in five components:

Nonspendable - includes amounts not in spendable form, such as inventory, or amounts required to be maintained intact legally or contractually (principal endowment) (e.g. inventory, pre-paid items, permanent scholarships).

Restricted - includes amounts constrained for a specific purpose by external parties (e.g. Debt Service, Capital Projects, State and Federal Grant Funds).

Committed - includes amounts constrained for a specific purpose by a government using its highest level of decision making authority, the Board of Education. This formal action (an ordinance) must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Board of Education board that originally created the commitment.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

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

Assigned - includes general fund amounts constrained for a specific purpose by the Board of Education or by an official that has been delegated authority to assign amounts. The Board of Education may also take official action to assign amounts. Additionally, all remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended in the General Fund is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance. In all other funds (Special Revenue, Debt Service, Capital Projects), assigned fund balance will be spent first, followed by committed fund balance, and then restricted fund balance.

The restricted fund balances are for the purpose of the respective funds as described above in the Major Governmental Funds section.

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2013, from which such summarized information was derived.

Eliminations and Reclassifications

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

Except for the exclusion of on-behalf payments from other governments, discussed below, the budgeted amounts for the Governmental Funds are adopted on the modified cash basis, which is consistent with the modified cash basis of accounting prescribed by the program accounting manual for Illinois school districts.

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

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - (CONTINUED)

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

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

Budget Reconciliations

The Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds (modified cash 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 modified cash basis are as follows:

	<i>Revenues</i>	<i>Expenditures</i>
General Fund Budgetary Basis	\$ 26,186,532	\$ 23,640,889
To adjust for on-behalf payments received	4,455,763	-
To adjust for on-behalf payments made	-	4,455,763
General Fund Modified Cash Basis	<u>\$ 30,642,295</u>	<u>\$ 28,096,652</u>

Excess of Expenditures over Budget

For the year ended June 30, 2014, expenditures exceeded budget in the Operations and Maintenance Fund by \$84,087, in the Debt Service Fund by \$542,141, and in the Capital Projects Fund by \$2,094. These excesses were funded by available fund balance.

NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES

In March 2012, the GASB issued statement No. 65 - *Items Previously Reported as Assets and Liabilities*. This statement establishes 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 recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. This standard was implemented effective July 1, 2013.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS

Cash & Investments under the custody of the Township Treasurer

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

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

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

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

The weighted average maturity of all marketable pooled investments held by the Treasurer was 0.83 years at June 30, 2014. The Treasurer also holds money market type investments, certificates of deposits and other deposits with financial institutions. As of June 30, 2014, the fair value of all investments held by the Treasurer's office was \$131,235,124 and the fair value of the District's proportionate share of the pool was \$11,319,423.

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

Cash & Investments in the custody of the District

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

	<i>Carrying Value</i>	<i>Bank Balance</i>
Deposits with financial institutions	\$ 30,590	\$ 36,053
Total	<u>\$ 30,590</u>	<u>\$ 36,053</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2014, the bank balance of the District's deposits with financial institutions totaled \$36,053 and was fully insured.

NOTE 5 - CAPITAL ASSETS

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

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<u>Capital assets not being depreciated:</u>				
Land	\$ 251,294	\$ -	\$ -	\$ 251,294
Total capital assets not being depreciated	<u>251,294</u>	<u>-</u>	<u>-</u>	<u>251,294</u>
<u>Capital assets being depreciated:</u>				
Land improvements	607,292	-	-	607,292
Buildings	56,996,392	224,475	-	57,220,867
Equipment	<u>10,458,403</u>	<u>397,761</u>	<u>1,049,910</u>	<u>9,806,254</u>
Total capital assets being depreciated	<u>68,062,087</u>	<u>622,236</u>	<u>1,049,910</u>	<u>67,634,413</u>
<u>Less Accumulated Depreciation for:</u>				
Land improvements	463,300	16,505	-	479,805
Buildings	11,561,616	1,305,018	-	12,866,634
Equipment	<u>6,949,922</u>	<u>922,658</u>	<u>1,049,910</u>	<u>8,822,670</u>
Total accumulated depreciation	<u>18,974,838</u>	<u>2,244,181</u>	<u>1,049,910</u>	<u>20,169,109</u>
Net capital assets being depreciated	<u>49,087,249</u>	<u>(1,621,945)</u>	<u>-</u>	<u>47,465,304</u>
Net governmental activities capital assets	<u>\$ 49,338,543</u>	<u>\$ (1,621,945)</u>	<u>\$ -</u>	<u>\$ 47,716,598</u>

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

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 2,157,406
Special programs	24,492
District administration	7,785
School administration	29,195
Business	9,732
Operations and maintenance	<u>15,571</u>
Total depreciation expense - governmental activities	<u>\$ 2,244,181</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

**NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2014**

NOTE 6 - LONG TERM LIABILITIES

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2014:

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>	<i>Due Within One Year</i>
General obligation bonds	\$ 25,670,000	\$ -	\$ 11,760,000	\$ 13,910,000	\$ 205,000
Capital appreciation bonds	17,839,493	-	3,475,476	14,364,017	-
GO Limited School Refunding Bonds	-	21,570,000	-	21,570,000	555,000
Unamortized premium	334,423	-	17,601	316,822	-
Unamortized discount	<u>(56,917)</u>	<u>(231,635)</u>	<u>-</u>	<u>(288,552)</u>	<u>-</u>
Total bonds payable	<u>43,786,999</u>	<u>21,338,365</u>	<u>15,253,077</u>	<u>49,872,287</u>	<u>760,000</u>
Capital leases	<u>-</u>	<u>167,230</u>	<u>-</u>	<u>167,230</u>	<u>29,977</u>
Total long-term liabilities - governmental activities	<u>\$ 43,786,999</u>	<u>\$ 21,505,595</u>	<u>\$ 15,253,077</u>	<u>\$ 50,039,517</u>	<u>\$ 789,977</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

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

<i>Purpose</i>	<i>Interest Rates</i>	<i>Original Indebtedness</i>	<i>Face Amount</i>	<i>Carrying Amount</i>
Series 2010A Limited School Bonds dated July 15, 2010 are due in annual installments through December 1, 2029	2.00% - 5.25%	\$ 22,460,000	\$ 2,235,000	\$ 2,235,000
Series 2010B Limited Refunding School Bonds dated July 15, 2010 are due in annual installments through December 1, 2029	2.00% - 5.25%	6,120,000	120,000	120,000
Series 2011A Limited Refunding School Bonds dated September 20, 2012 are due in annual installments through December 1, 2030	2.00% - 5.00%	22,525,000	11,335,000	11,335,000
Series 2011B Limited Refunding School Bonds dated September 20, 2012 are due in annual installments through September 1, 2031	5.00%	2,120,000	220,000	220,000
Series 2011C Capital Appreciation Bonds dated September 20, 2012 are due in annual installments through December 1, 2030	1.25% - 6.39%	18,198,607	31,165,000	14,364,017
Series 2014A General Obligation Limited School Refunding Bonds dated June 25, 2014 are due in annual installments through December 1, 2033	0.75% - 5.25%	11,140,000	11,140,000	11,140,000
Series 2014B General Obligation Limited School Refunding Bonds dated June 25, 2014 are due in annual installments through December 1, 2033	5.25%	<u>10,430,000</u>	<u>10,430,000</u>	<u>10,430,000</u>
Total		<u>\$ 92,993,607</u>	<u>\$ 66,645,000</u>	<u>\$ 49,844,017</u>

During the year, the District issued \$21,570,000 in General Obligation Bonds with an average interest rate of 4.92% to advance refund \$14,390,476 of outstanding 2011A-C Series bonds with an average interest rate of 4.14%. A portion of the net proceeds were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2011A-C Series bonds. As a result, the 2011A-C Series bonds are considered to be defeased and the liability for those bonds has been removed from the Statement of Net Position.

The District advance refunded the 2011A-C Series bonds to restructure the District's current debt and obtain additional working capital for future operational or capital needs. The refunding increased the District's total debt service payments over the next 20 years by \$9,182,091. This transaction resulted in an economic loss (difference between the present values of the debt service payments on the old and new debt) of \$4,374,706.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2014, \$38,925,477 of bonds outstanding are considered defeased.

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

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2015	\$ 760,000	\$ 1,493,524	\$ 2,253,524
2016	1,105,000	1,541,014	2,646,014
2017	1,270,000	1,522,914	2,792,914
2018	1,290,000	1,498,951	2,788,951
2019	1,315,000	1,469,114	2,784,114
2020 - 2024	17,365,000	6,666,493	24,031,493
2025 - 2029	22,160,000	5,075,378	27,235,378
2030 - 2034	<u>21,380,000</u>	<u>2,401,925</u>	<u>23,781,925</u>
Total	<u>\$ 66,645,000</u>	<u>\$ 21,669,313</u>	<u>\$ 88,314,313</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2014, the statutory debt limit for the District was \$17,335,748. As of June 30, 2014 the total amount of debt outstanding by the District subject to the statutory debt limitation was \$16,719,017, providing a debt margin of \$616,731. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2014, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

Capital Leases. The District has entered into a lease agreement as lessee for financing the acquisition of 13 copiers with a down payment of \$3,182 and monthly payments of \$3,182. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. At June 30, 2014, \$167,230 of amounts included in capital assets were acquired via capital leases. The obligations for the capital leases will be repaid from the General (Educational) Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2014, are as follows:

	<i>Amount</i>
2015	\$ 38,189
2016	38,189
2017	38,189
2018	38,189
2019	<u>38,189</u>
Total minimum lease payments	190,945
Less: amount representing interest	<u>(23,715)</u>
Present value of minimum lease payments	<u>\$ 167,230</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 7 - 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: CLIC for workers' compensation and liability insurance coverage and EBC for health and dental insurance coverage. 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.

NOTE 8 - JOINT AGREEMENTS

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

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS

Teachers' Health Insurance Security

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment 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.

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 THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.97 percent of pay during the year ended June 30, 2014. State of Illinois contributions were \$120,141, and the District recognized revenues and expenditures of this amount during the year.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

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. For these years, state contributions on behalf of District employees were \$118,680 and \$124,797, respectively.

Employer Contributions to THIS Fund. The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.72 percent during the year ended June 30, 2014 and 0.66 and 0.69 percent during the years ended June 30, 2013 and 2012, respectively. For the years ended June 30, 2014, 2013 and 2012 the District paid \$89,176, \$89,010 and \$93,597 to the THIS Fund, respectively, which was 100 percent of the required contribution for those years.

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 2014 and 2013 reports are listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

Retiree Health Plan

The District administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides for eligible retirees and their spouses through the District's which covers both active and retired members. Benefit provisions are established through collective bargaining agreements and state that eligible retirees and their spouses receive lifetime healthcare insurance at established contribution rates. The Retiree Health Plan does not issue a publicly available financial report.

Contribution requirements are established through collective bargaining agreements and may be amended only through negotiations between the board and the union. For fiscal year 2014, the District contributed \$114,752 to the plan. Administrative costs of the Retiree Health Plan are financed through District operating revenues as costs are incurred.

The District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC) The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the Retiree Health Plan, and changes in the District's net OPEB obligation to the Retiree Health Plan:

Annual required contribution	\$ 44,695
Interest on net OPEB obligation	-
Adjustment to annual required contribution	-
Annual OPEB cost	44,695
Contributions made	(114,752)
Decrease in net OPEB obligation (asset)	(70,057)
Net OPEB Obligation (Asset) - Beginning of Year	(415,380)
Net OPEB Obligation (Asset) - End of Year	<u>\$ (485,437)</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the Retiree Health Plan, and the net OPEB obligation for June 30, 2014 and the two preceding years are as follows:

<i>Fiscal Year Ended</i>	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
June 30, 2014	\$ 44,695	256.74 %	\$ (485,437)
June 30, 2013	44,695	256.77 %	(415,380)
June 30, 2012	79,624	331.23 %	(345,313)

The funded status of the Retiree Health Plan as of June 30, 2012, the most recent actuarial valuation date, is as follows:

Actuarial accrued liability (AAL)	\$ 1,185,013
Actuarial value of plan assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u><u>\$ 1,185,013</u></u>
Funded ratio (actuarial value of plan assets/AAL)	-%
Covered payroll (active plan members)	\$ 14,737,065
UAAL as a percentage of covered payroll	8.04%

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

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

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

In the June 30, 2012 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 5 percent investment rate of return and an annual healthcare cost trend rate of 9 percent initially, reduced by decrements to an ultimate rate of 5 percent after 8 years. Both rates include a - percent inflation assumption. The actuarial value of the Retiree Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The Retiree Health Plan's unfunded actuarial accrued liability is being amortized as a level of percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2014 is 30 years.

NOTE 10 - RETIREMENT SYSTEMS

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

Teachers' Retirement System

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

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

TRS members include all active nonannuitants that 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 the employees by the employer, are submitted to TRS by the District. The active member contribution rate was also 9.4 percent for the years ended June 30, 2013 and 2012.

On Behalf Contributions. The State of Illinois also makes contributions directly to TRS on behalf of the District's TRS-covered employees. For the year ended June 30, 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 \$4,335,622 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2013 and 2012, the State of Illinois contributions rates as percentages of creditable earnings not paid from federal funds were 28.05 percent (\$3,477,332) and 24.91 percent (\$3,377,643), respectively.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

2.2 Formula Contributions. For the years ended June 30, 2014, 2013 and 2012, the District contributed 0.58 percent of creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for those years were \$71,837, \$74,820 and \$82,252, respectively.

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

For the year ended June 30, 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 pension contribution was 28.05 and 24.91 percent of salaries paid from those funds, respectively. For the year ended June 30, 2014, salaries totaling \$141,562 were paid from federal and special trust funds that required employer contributions of \$50,127, which was equal to the District's actual contribution. For the years ended June 30, 2013 and 2012, required District contributions were \$141,113 and \$154,945, respectively.

Early Retirement Option. The District is also required to make one-time employer contributions to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the age and salary of the member. The maximum employer ERO contribution is 146.5 percent and applies when the member is age 55 at retirement. For the year ending June 30, 2014, the District paid \$- to TRS for District contributions under the ERO program. For the years ended June 30, 2013 and 2012, the District paid \$377,572 and \$68,491, respectively, in ERO contributions.

Further Information on TRS. TRS financial information, an explanation of TRS's benefits; and descriptions of member, employer and state funding requirements, can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 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, P.O. Box 19253, 2815 West Washington Street, Springfield, IL 62794-9253. The most current report is also available on the TRS website at <http://trs.illinois.gov>.

Illinois Municipal Retirement Fund

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

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Funding Policy. As set by statute, District employees participating in IMRF are required to contribute 4.50 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's contribution rate for calendar year 2013 was 12.73 percent of annual covered payroll. The employer annual required contribution rate for calendar year 2013 was 12.73 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 statute.

Annual Pension Cost and Net Pension Obligation. The District's required contribution for calendar year 2013 was \$524,325. The District's annual pension cost, percentage of annual pension cost contributed, and net pension obligation for the current year and each of the two preceding years were as follows:

<i>Fiscal Year Ended</i>	<i>Annual Pension Cost</i>	<i>Percentage of Annual Pension Cost Contributed</i>	<i>Net Pension Obligation</i>
June 30, 2014	\$ 524,325	100 %	\$ -
June 30, 2013	533,201	100 %	-
June 30, 2012	550,175	100 %	-

The required contribution for fiscal year 2014 was determined as part of the December 31, 2011, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of District plan assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The District's unfunded actuarial accrued liability at December 31, 2010 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 86.40 percent funded. The actuarial accrued liability for benefits was \$7,867,264 and the actuarial value of assets was \$6,797,503, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,069,761. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$4,118,812 and the ratio of the UAAL to the covered payroll was 26.00 percent.

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

NOTE 11 - CONTINGENT LIABILITIES

The District is a participant in various lawsuits regarding the Property Tax Appeals Board (PTAB). Although the outcome of these lawsuits is not presently determinable, the potential impact could be \$2.5 million. However, in the opinion of the District's attorneys, the resolution of these matters will be significantly lower and not have a material adverse effect on the financial condition of the District.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

NOTE 12 - STATE AND FEDERAL AID CONTINGENCIES

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

**NOTE 13 - EFFECT OF NEW ACCOUNTING STANDARDS ON
CURRENT-PERIOD FINANCIAL STATEMENTS**

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, Statement No. 69, *Government Combinations and Disposals of Government Operations*, and Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. Application of these standards may restate portions of these financial statements.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND ANALYSIS OF FUNDING PROGRESS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/13	\$ 524,325	100%	\$ -
12/31/12	533,201	100%	-
12/31/11	550,175	100%	-
12/31/10	549,113	100%	-
12/31/09	383,456	100%	-
12/31/08	381,589	100%	-

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/13	\$ 6,797,503	\$ 7,867,264	\$ 1,069,761	86.40%	\$ 4,118,812	25.97%
12/31/12	6,446,964	8,232,868	1,785,904	78.31%	4,317,414	41.37%
12/31/11	6,288,771	8,452,591	2,163,820	74.40%	4,415,531	49.00%
12/31/10	5,710,468	7,704,137	1,993,669	74.12%	4,230,455	47.13%
12/31/09	4,892,776	7,053,972	2,161,196	69.36%	3,928,850	55.01%
12/31/08	4,334,927	6,598,608	2,263,681	65.69%	3,737,408	60.57%

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
SCHEDULE OF FUNDING PROGRESS FOR RETIREE HEALTH PLAN
AS OF JUNE 30, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/12	\$ -	\$ 1,185,013	\$ 1,185,013	N/A	\$ 14,737,065	8.04%
6/30/10	-	1,526,211	1,526,211	N/A	18,685,262	8.17%
6/30/08	-	2,003,153	2,003,153	N/A	17,344,334	11.55%

Valuations must be performed every two years for OPEB plans with more than 200 members and at least every three years for plans with fewer than 200 members.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 7,129,705	\$ 7,442,839	\$ 313,134	\$ 7,155,142
Corporate personal property replacement taxes	159,465	162,720	3,255	149,079
Investment income	25,500	6,837	(18,663)	36,070
Sales to pupils - lunch	100	22	(78)	83
Sales to pupils - other	7,500	97	(7,403)	1,207
Sales to adults	750	1	(749)	969
Rentals - regular textbook	4,500	12,368	7,868	11,958
Other - textbooks	8,761	9,076	315	-
Rentals	100	938	838	5,225
Contributions and donations from private sources	2,000	1,486	(514)	5,081
Refund of prior years' expenditures	50,000	40,423	(9,577)	138,932
Proceed's from vendor contracts	5,000	15,510	10,510	2,802
Other local fees	10,700	2,748	(7,952)	3,458
Other	15,000	919,547	904,547	235,703
Total local sources	7,419,081	8,614,612	1,195,531	7,745,709
State sources				
General state aid	12,114,513	12,113,224	(1,289)	13,471,766
Special education - private facility tuition	5,000	25,133	20,133	5,404
Special education - extraordinary	400,000	494,371	94,371	542,998
Special education - personnel	162,000	201,938	39,938	162,750
Special education - orphanage - individual	260,000	155,304	(104,696)	269,623
Special education - orphanage - summer	1,000	6,896	5,896	3,924
Special education - summer school	-	11,608	11,608	-
CTE - Secondary program improvement	-	2,392	2,392	2,506
Bilingual education - downstate - TPI	36,143	27,005	(9,138)	12,830
State free lunch & breakfast	67,949	25,222	(42,727)	40,633
Early childhood - block grant	220,704	220,704	-	279,181
Other restricted revenue from state sources	22,000	1,868	(20,132)	27,051
Total state sources	13,289,309	13,285,665	(3,644)	14,818,666
Federal sources				
National school lunch program	988,058	1,113,780	125,722	884,596
School breakfast program	266,875	300,454	33,579	249,656
Summer food service admin/program	23,589	23,589	-	15,338
Fresh Fruits and Vegetables Grant	133,130	104,560	(28,570)	-
Food service - other	-	88,381	88,381	69,852
Title I - Low income	1,207,532	1,065,998	(141,534)	1,199,971
Title I - Comprehensive school reform	15,000	14,244	(756)	2,088
Federal - special education - preschool flow-through	24,959	52,608	27,649	4,152
Federal - special education - IDEA - flow-through/low incident	1,074,561	1,023,018	(51,543)	524,536

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
ARRA - Education jobs fund program	\$ -	\$ -	\$ -	\$ 20,327
Race to the top	49,009	25,227	(23,782)	-
Title III - English language acquisition	16,286	12,905	(3,381)	13,367
Title II - Teacher quality	163,130	123,969	(39,161)	95,283
Medicaid matching funds - administrative outreach	-	170,157	170,157	23,851
Medicaid matching funds - fee-for-service program	-	167,365	167,365	180,019
Other restricted revenue from federal sources	550,000	-	(550,000)	-
Total federal sources	4,512,129	4,286,255	(225,874)	3,283,036
Total revenues	25,220,519	26,186,532	966,013	25,847,411
Expenditures				
Instruction				
Regular programs				
Salaries	8,567,459	8,095,322	472,137	8,933,176
Employee benefits	1,881,080	1,129,419	751,661	1,960,272
Purchased services	336,145	95,384	240,761	130,985
Supplies and materials	741,728	597,548	144,180	741,055
Capital outlay	14,000	-	14,000	49,494
Other objects	1,000	-	1,000	2,439
Non-capitalized equipment	6,500	5,220	1,280	600,496
Total	11,547,912	9,922,893	1,625,019	12,417,917
Pre-K programs				
Salaries	190,816	265,022	(74,206)	249,962
Employee benefits	46,411	56,171	(9,760)	42,346
Purchased services	6,000	3,829	2,171	5,844
Supplies and materials	1,128	1,785	(657)	9,789
Total	244,355	326,807	(82,452)	307,941
Special education programs				
Salaries	1,902,969	1,977,757	(74,788)	2,196,083
Employee benefits	346,531	284,382	62,149	369,984
Purchased services	7,000	14,464	(7,464)	3,390
Supplies and materials	132,982	118,480	14,502	16,506
Total	2,389,482	2,395,083	(5,601)	2,585,963
Special education programs Pre-K				
Salaries	32,268	-	32,268	32,268
Employee benefits	4,188	-	4,188	4,188
Total	36,456	-	36,456	36,456
CTE programs				
Supplies and materials	651	650	1	1,839
Total	651	650	1	1,839

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Interscholastic programs				
Purchased services	\$ 2,496	\$ 1,420	\$ 1,076	\$ 2,432
Other objects	-	375	(375)	-
Total	2,496	1,795	701	2,432
Summer school programs				
Salaries	61,400	126,137	(64,737)	104,360
Employee benefits	25,000	21,063	3,937	27,851
Total	86,400	147,200	(60,800)	132,211
Gifted programs				
Salaries	-	-	-	700
Employee benefits	-	-	-	9
Total	-	-	-	709
Bilingual programs				
Salaries	18,000	22,121	(4,121)	31,873
Employee benefits	1,158	-	1,158	3,972
Total	19,158	22,121	(2,963)	35,845
Total instruction	14,326,910	12,816,549	1,510,361	15,521,313
Support services				
Pupils				
Attendance and social work services				
Salaries	607,039	504,381	102,658	445,590
Employee benefits	57,944	60,458	(2,514)	58,413
Purchased services	73,400	92,367	(18,967)	195
Supplies and materials	9,000	8,493	507	4,846
Total	747,383	665,699	81,684	509,044
Guidance services				
Purchased services	-	1,245	(1,245)	-
Supplies and materials	-	495	(495)	-
Total	-	1,740	(1,740)	-
Health services				
Salaries	287,315	255,663	31,652	238,099
Employee benefits	44,181	50,491	(6,310)	44,181
Purchased services	118,859	166,373	(47,514)	261,007
Supplies and materials	5,505	4,809	696	9,574
Total	455,860	477,336	(21,476)	552,861

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Psychological services				
Salaries	\$ 259,359	\$ 257,533	\$ 1,826	\$ 234,953
Employee benefits	42,211	29,079	13,132	28,514
Purchased services	1,000	600	400	54,797
Supplies and materials	<u>4,500</u>	<u>2,528</u>	<u>1,972</u>	<u>2,566</u>
Total	<u>307,070</u>	<u>289,740</u>	<u>17,330</u>	<u>320,830</u>
Speech pathology and audiology services				
Salaries	122,649	116,744	5,905	71,687
Employee benefits	7,657	8,255	(598)	8,126
Purchased services	76,500	314,977	(238,477)	209,992
Supplies and materials	<u>3,500</u>	<u>2,882</u>	<u>618</u>	<u>-</u>
Total	<u>210,306</u>	<u>442,858</u>	<u>(232,552)</u>	<u>289,805</u>
Other support services - pupils				
Salaries	<u>12,000</u>	<u>11,720</u>	<u>280</u>	<u>11,170</u>
Total	<u>12,000</u>	<u>11,720</u>	<u>280</u>	<u>11,170</u>
Total pupils	<u>1,732,619</u>	<u>1,889,093</u>	<u>(156,474)</u>	<u>1,683,710</u>
Instructional staff				
Improvement of instructional services				
Salaries	433,117	418,021	15,096	529,946
Employee benefits	83,165	84,699	(1,534)	117,851
Purchased services	282,040	350,287	(68,247)	279,304
Supplies and materials	20,000	17,145	2,855	12,061
Other objects	<u>-</u>	<u>60</u>	<u>(60)</u>	<u>-</u>
Total	<u>818,322</u>	<u>870,212</u>	<u>(51,890)</u>	<u>939,162</u>
Educational media services				
Salaries	323,349	285,738	37,611	295,480
Employee benefits	53,764	36,119	17,645	48,505
Supplies and materials	23,116	11,248	11,868	2,484
Capital outlay	<u>75,000</u>	<u>35,756</u>	<u>39,244</u>	<u>-</u>
Total	<u>475,229</u>	<u>368,861</u>	<u>106,368</u>	<u>346,469</u>
Assessment and testing				
Supplies and materials	94,150	82,256	11,894	70,051
Other objects	<u>5,000</u>	<u>765</u>	<u>4,235</u>	<u>-</u>
Total	<u>99,150</u>	<u>83,021</u>	<u>16,129</u>	<u>70,051</u>
Total instructional staff	<u>1,392,701</u>	<u>1,322,094</u>	<u>70,607</u>	<u>1,355,682</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
General administration				
Board of education services				
Salaries	\$ 2,500	\$ 100	\$ 2,400	\$ 2,500
Purchased services	321,289	302,595	18,694	351,478
Supplies and materials	7,592	6,697	895	7,591
Other objects	<u>27,500</u>	<u>26,534</u>	<u>966</u>	<u>13,640</u>
Total	<u>358,881</u>	<u>335,926</u>	<u>22,955</u>	<u>375,209</u>
Executive administration services				
Salaries	204,233	207,696	(3,463)	218,985
Employee benefits	54,488	53,376	1,112	51,138
Purchased services	2,900	2,269	631	2,488
Supplies and materials	8,175	11,866	(3,691)	5,014
Other objects	<u>5,387</u>	<u>4,261</u>	<u>1,126</u>	<u>5,387</u>
Total	<u>275,183</u>	<u>279,468</u>	<u>(4,285)</u>	<u>283,012</u>
Special area administration services				
Salaries	217,229	212,754	4,475	236,268
Employee benefits	33,757	43,291	(9,534)	33,757
Purchased services	7,500	27,756	(20,256)	37,683
Supplies and materials	2,000	4,670	(2,670)	11,210
Other objects	<u>2,646</u>	<u>3,263</u>	<u>(617)</u>	<u>5,627</u>
Total	<u>263,132</u>	<u>291,734</u>	<u>(28,602)</u>	<u>324,545</u>
Tort immunity services				
Purchased services	<u>396,989</u>	<u>428,517</u>	<u>(31,528)</u>	<u>192,027</u>
Total	<u>396,989</u>	<u>428,517</u>	<u>(31,528)</u>	<u>192,027</u>
Total general administration	<u>1,294,185</u>	<u>1,335,645</u>	<u>(41,460)</u>	<u>1,174,793</u>
School administration				
Office of the principal services				
Salaries	1,070,618	1,085,424	(14,806)	1,179,812
Employee benefits	246,087	258,299	(12,212)	259,987
Purchased services	3,908	5,166	(1,258)	3,233
Supplies and materials	4,110	2,535	1,575	2,154
Capital outlay	-	167,230	(167,230)	-
Other objects	<u>4,535</u>	<u>3,008</u>	<u>1,527</u>	<u>2,456</u>
Total	<u>1,329,258</u>	<u>1,521,662</u>	<u>(192,404)</u>	<u>1,447,642</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Other support services - school administration				
Salaries	\$ 19,099	\$ -	\$ 19,099	\$ 19,099
Employee benefits	3,107	-	3,107	3,107
Total	22,206	-	22,206	22,206
Total school administration	1,351,464	1,521,662	(170,198)	1,469,848
Business				
Direction of business support services				
Salaries	337,600	335,268	2,332	324,359
Employee benefits	63,275	54,279	8,996	58,609
Total	400,875	389,547	11,328	382,968
Fiscal services				
Purchased services	1,433	3,260	(1,827)	4,880
Supplies and materials	10,000	6,971	3,029	11,779
Other objects	521	896	(375)	521
Total	11,954	11,127	827	17,180
Operation and maintenance of plant services				
Salaries	-	3,228	(3,228)	1,163,810
Employee benefits	-	500	(500)	192,151
Purchased services	7,500	4,499	3,001	446
Total	7,500	8,227	(727)	1,356,407
Food services				
Salaries	433,107	451,359	(18,252)	433,107
Employee benefits	38,588	42,406	(3,818)	38,588
Purchased services	2,500	5,519	(3,019)	70
Supplies and materials	1,094,153	1,093,928	225	992,158
Other objects	146	-	146	146
Total	1,568,494	1,593,212	(24,718)	1,464,069
Internal services				
Purchased services	92,315	90,599	1,716	63,287
Supplies and materials	1,568	287	1,281	1,568
Total	93,883	90,886	2,997	64,855
Total business	2,082,706	2,092,999	(10,293)	3,285,479

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Central				
Staff services				
Salaries	\$ 87,070	\$ 68,226	\$ 18,844	\$ 70,299
Employee benefits	15,512	7,922	7,590	9,253
Purchased services	39,447	35,559	3,888	49,624
Supplies and materials	37,669	15,985	21,684	8,511
Capital outlay	1,520	-	1,520	1,520
Other objects	-	3,144	(3,144)	-
Total	<u>181,218</u>	<u>130,836</u>	<u>50,382</u>	<u>139,207</u>
Data processing services				
Salaries	458,029	410,292	47,737	448,029
Employee benefits	63,740	67,713	(3,973)	63,740
Purchased services	490,193	513,474	(23,281)	741,733
Supplies and materials	467,978	203,029	264,949	263,440
Capital outlay	216,440	160,020	56,420	222,093
Other objects	1,000	189	811	1,788
Non-capitalized equipment	-	-	-	686
Total	<u>1,697,380</u>	<u>1,354,717</u>	<u>342,663</u>	<u>1,741,509</u>
Total central	<u>1,878,598</u>	<u>1,485,553</u>	<u>393,045</u>	<u>1,880,716</u>
Other supporting services				
Purchased services	<u>120,000</u>	<u>84,715</u>	<u>35,285</u>	<u>151,289</u>
Total	<u>120,000</u>	<u>84,715</u>	<u>35,285</u>	<u>151,289</u>
Total support services	<u>9,852,273</u>	<u>9,731,761</u>	<u>120,512</u>	<u>11,001,517</u>
Community services				
Salaries	6,500	10,401	(3,901)	5,829
Employee benefits	2,800	1,756	1,044	1,175
Purchased services	12,882	4,484	8,398	9,527
Supplies and materials	<u>16,427</u>	<u>26,093</u>	<u>(9,666)</u>	<u>10,284</u>
Total community services	<u>38,609</u>	<u>42,734</u>	<u>(4,125)</u>	<u>26,815</u>
Payments to other districts and governmental units				
Other payments to in-state governmental units				
Other objects	-	-	-	37,568
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,568</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Payments for Regular Programs - Tuition				
Other objects	\$ 50,000	\$ 29,537	\$ 20,463	\$ 72,472
Total	50,000	29,537	20,463	72,472
Payments for special education programs - tuition				
Other objects	1,004,349	1,009,381	(5,032)	1,327,944
Total	1,004,349	1,009,381	(5,032)	1,327,944
Payments for other programs - transfers				
Other objects	-	2,500	(2,500)	5,525
Total	-	2,500	(2,500)	5,525
Other payments to in-state govt. units - transfers				
Other objects	-	8,427	(8,427)	49,546
Total	-	8,427	(8,427)	49,546
Total payments to other districts and governmental units	1,054,349	1,049,845	4,504	1,493,055
Total expenditures	25,272,141	23,640,889	1,631,252	28,042,700
Other financing sources (uses)				
Principal on bonds sold	-	4,013,500	4,013,500	-
Capital lease value	-	167,230	167,230	-
Permanent transfer from working cash accounts - abatement	(2,450,000)	-	2,450,000	(2,450,000)
Total other financing sources (uses)	(2,450,000)	4,180,730	6,630,730	(2,450,000)
Net change in fund balance	\$ (2,501,622)	6,726,373	\$ 9,227,995	(4,645,289)
Fund balance, beginning of year		1,645,501		6,290,790
Fund balance, end of year		\$ 8,371,874		\$ 1,645,501

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

OPERATIONS AND MAINTENANCE FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 967,101	\$ 917,973	\$ (49,128)	\$ 953,349
Investment income	6,500	2,801	(3,699)	6,929
Rentals	18,000	14,806	(3,194)	-
Refund of prior years' expenditures	1,000	4,456	3,456	-
Other	500	39,849	39,349	-
Total local sources	993,101	979,885	(13,216)	960,278
State sources				
General state aid	1,000,000	1,000,000	-	-
Total state sources	1,000,000	1,000,000	-	-
Total revenues	1,993,101	1,979,885	(13,216)	960,278
Expenditures				
Support services				
Business				
Operation and maintenance of plant services				
Salaries	1,196,558	1,135,026	61,532	-
Employee benefits	144,315	196,098	(51,783)	-
Purchased services	273,900	185,442	88,458	265,788
Supplies and materials	666,000	851,809	(185,809)	676,911
Capital outlay	80,000	76,985	3,015	19,506
Other objects	500	-	500	-
Total	2,361,273	2,445,360	(84,087)	962,205
Total business	2,361,273	2,445,360	(84,087)	962,205
Total support services	2,361,273	2,445,360	(84,087)	962,205
Total expenditures	2,361,273	2,445,360	(84,087)	962,205
Net change in fund balance	<u>\$ (368,172)</u>	<u>(465,475)</u>	<u>\$ (97,303)</u>	<u>(1,927)</u>
Fund balance, beginning of year		964,803		966,730
Fund balance, end of year		<u>\$ 499,328</u>		<u>\$ 964,803</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
TRANSPORTATION FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 319,235	\$ 341,639	\$ 22,404	\$ 319,199
Investment income	2,000	2,265	265	3,197
Other local fees	<u>5,000</u>	<u>215</u>	<u>(4,785)</u>	<u>21,383</u>
Total local sources	<u>326,235</u>	<u>344,119</u>	<u>17,884</u>	<u>343,779</u>
State sources				
General state aid	100,000	100,000	-	-
Transportation - regular/vocational	366,862	386,854	19,992	399,832
Transportation - special education	<u>595,330</u>	<u>695,435</u>	<u>100,105</u>	<u>795,330</u>
Total state sources	<u>1,062,192</u>	<u>1,182,289</u>	<u>120,097</u>	<u>1,195,162</u>
Total revenues	<u>1,388,427</u>	<u>1,526,408</u>	<u>137,981</u>	<u>1,538,941</u>
Expenditures				
Support Services				
Business				
Pupil transportation services				
Salaries	10,000	10,714	(714)	9,052
Employee benefits	25	15	10	16
Purchased services	<u>1,691,021</u>	<u>1,436,126</u>	<u>254,895</u>	<u>1,368,884</u>
Total	<u>1,701,046</u>	<u>1,446,855</u>	<u>254,191</u>	<u>1,377,952</u>
Total business	<u>1,701,046</u>	<u>1,446,855</u>	<u>254,191</u>	<u>1,377,952</u>
Total support services	<u>1,701,046</u>	<u>1,446,855</u>	<u>254,191</u>	<u>1,377,952</u>
Total expenditures	<u>1,701,046</u>	<u>1,446,855</u>	<u>254,191</u>	<u>1,377,952</u>
Net change in fund balance	<u>\$ (312,619)</u>	79,553	<u>\$ 392,172</u>	160,989
Fund balance, beginning of year		<u>527,693</u>		<u>366,704</u>
Fund balance, end of year		<u>\$ 607,246</u>		<u>\$ 527,693</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 443,659	\$ 530,982	\$ 87,323	\$ 467,799
Social security/Medicare only levy	450,604	508,179	57,575	450,348
Corporate personal property replacement taxes	-	19,266	19,266	24,571
Investment income	<u>500</u>	<u>-</u>	<u>(500)</u>	<u>7</u>
Total local sources	<u>894,763</u>	<u>1,058,427</u>	<u>163,664</u>	<u>942,725</u>
State sources				
General state aid	<u>345,000</u>	<u>345,000</u>	<u>-</u>	<u>-</u>
Total state sources	<u>345,000</u>	<u>345,000</u>	<u>-</u>	<u>-</u>
Total revenues	<u>1,239,763</u>	<u>1,403,427</u>	<u>163,664</u>	<u>942,725</u>
Expenditures				
Instruction				
Regular programs	229,597	168,494	61,103	248,128
Pre-K programs	12,208	12,060	148	12,147
Special education programs	104,893	81,813	23,080	104,892
Special education Pre-K programs	429	-	429	429
Summer school programs	-	4,148	(4,148)	3,029
Gifted programs	-	-	-	10
Bilingual programs	<u>1,843</u>	<u>4,481</u>	<u>(2,638)</u>	<u>2,980</u>
Total instruction	<u>348,970</u>	<u>270,996</u>	<u>77,974</u>	<u>371,615</u>
Support services				
Pupils				
Attendance and social work services	14,080	15,453	(1,373)	14,080
Health services	36,285	39,822	(3,537)	36,284
Psychological services	3,249	3,586	(337)	3,250
Speech pathology and audiology services	1,011	1,668	(657)	1,011
Other support services - pupils	<u>855</u>	<u>1,398</u>	<u>(543)</u>	<u>855</u>
Total pupils	<u>55,480</u>	<u>61,927</u>	<u>(6,447)</u>	<u>55,480</u>
Instructional staff				
Improvement of instructional staff	15,693	14,535	1,158	16,198
Educational media services	<u>47,010</u>	<u>49,037</u>	<u>(2,027)</u>	<u>49,499</u>
Total instructional staff	<u>62,703</u>	<u>63,572</u>	<u>(869)</u>	<u>65,697</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2014****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013**

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
General administration				
Board of education services	\$ 4,262	\$ 3,797	\$ 465	\$ 4,263
Executive administration services	15,412	12,976	2,436	15,410
Special area administration services	<u>10,050</u>	<u>9,915</u>	<u>135</u>	<u>10,442</u>
Total general administration	<u>29,724</u>	<u>26,688</u>	<u>3,036</u>	<u>30,115</u>
School administration				
Office of the principal services	73,103	71,760	1,343	73,588
Other support services - school administration	<u>259</u>	<u>-</u>	<u>259</u>	<u>259</u>
Total school administration	<u>73,362</u>	<u>71,760</u>	<u>1,602</u>	<u>73,847</u>
Business				
Direction of business support services	44,766	38,009	6,757	44,766
Facilities acquisition and construction service	2,242	700	1,542	2,242
Operations and maintenance of plant services	237,864	232,871	4,993	237,863
Pupil transportation services	1,844	1,955	(111)	1,844
Food services	<u>78,375</u>	<u>81,010</u>	<u>(2,635)</u>	<u>78,375</u>
Total business	<u>365,091</u>	<u>354,545</u>	<u>10,546</u>	<u>365,090</u>
Central				
Staff services	8,866	9,751	(885)	8,866
Data processing services	<u>88,577</u>	<u>79,501</u>	<u>9,076</u>	<u>88,576</u>
Total central	<u>97,443</u>	<u>89,252</u>	<u>8,191</u>	<u>97,442</u>
Total support services	<u>683,803</u>	<u>667,744</u>	<u>16,059</u>	<u>687,671</u>
Community services	<u>-</u>	<u>1,199</u>	<u>(1,199)</u>	<u>534</u>
Total expenditures	<u>1,032,773</u>	<u>939,939</u>	<u>92,834</u>	<u>1,059,820</u>
Net change in fund balance	<u>\$ 206,990</u>	<u>463,488</u>	<u>\$ 256,498</u>	<u>(117,095)</u>
Fund balance (deficit), beginning of year		<u>(145,104)</u>		<u>(28,009)</u>
Fund balance (deficit), end of year		<u>\$ 318,384</u>		<u>\$ (145,104)</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

DEBT SERVICE FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 1,970,957	\$ 1,978,042	\$ 7,085	\$ 1,936,496
Investment income	10,000	2,203	(7,797)	4,153
Total local sources	1,980,957	1,980,245	(712)	1,940,649
Total revenues	1,980,957	1,980,245	(712)	1,940,649
Expenditures				
Debt services				
Payments on long term debt				
Interest on long term debt	1,133,457	1,133,457	-	1,199,010
Principal payments on long term debt	845,000	845,000	-	770,000
Total	1,978,457	1,978,457	-	1,969,010
Other debt service				
Issuance costs	-	542,141	(542,141)	-
Total	-	542,141	(542,141)	-
Total debt services	1,978,457	2,520,598	(542,141)	1,969,010
Total expenditures	1,978,457	2,520,598	(542,141)	1,969,010
Excess (deficiency) of revenues over expenditures	2,500	(540,353)	(542,853)	(28,361)
Other financing sources (uses)				
Principal on bonds sold	-	17,556,500	17,556,500	-
Payment to escrow for refunded bonds	-	(16,776,059)	(16,776,059)	-
Discount on bonds	-	(231,635)	(231,635)	-
Total other financing sources (uses)	-	548,806	548,806	-
Net change in fund balance	\$ 2,500	8,453	\$ 5,953	(28,361)
Fund balance, beginning of year		800,235		828,596
Fund balance, end of year		\$ 808,688		\$ 800,235

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

CAPITAL PROJECTS FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Investment income	\$ 5,000	\$ 470	\$ (4,530)	\$ 16,057
Other	10,000	65,000	55,000	65,000
Total local sources	15,000	65,470	50,470	81,057
Total revenues	15,000	65,470	50,470	81,057
Expenditures				
Support services				
Business				
Facilities acquisition and construction service				
Salaries	10,000	9,152	848	29,312
Purchased services	6,000	-	6,000	127,155
Capital outlay	142,000	150,942	(8,942)	3,193,563
Non-capitalized equipment	-	-	-	2,475
Total	158,000	160,094	(2,094)	3,352,505
Total business	158,000	160,094	(2,094)	3,352,505
Total support services	158,000	160,094	(2,094)	3,352,505
Total expenditures	158,000	160,094	(2,094)	3,352,505
Excess (deficiency) of revenues over expenditures	(143,000)	(94,624)	48,376	(3,271,448)
Other financing sources (uses)				
Permanent transfer from working cash accounts - abatement	-	-	-	2,450,000
Total other financing sources (uses)	-	-	-	2,450,000
Net change in fund balance	\$ (143,000)	(94,624)	\$ 48,376	(821,448)
Fund balance, beginning of year		196,875		1,018,323
Fund balance, end of year		\$ 102,251		\$ 196,875

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

FIRE PREVENTION AND LIFE SAFETY FUND

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Investment income	\$ -	\$ 1,476	\$ 1,476	\$ 5,157
Total local sources	-	1,476	1,476	5,157
State sources				
General state aid	-	-	-	100,000
Other restricted revenue from state sources	50,000	335,371	285,371	50,000
Total state sources	50,000	335,371	285,371	150,000
Total revenues	50,000	336,847	286,847	155,157
Expenditures				
Support services				
Business				
Operation and maintenance of plant services				
Salaries	44,506	44,131	375	44,506
Employee benefits	6,424	6,287	137	6,493
Purchased services	22,500	2,898	19,602	40,777
Capital outlay	225,000	31,303	193,697	1,062,500
Total	298,430	84,619	213,811	1,154,276
Total business	298,430	84,619	213,811	1,154,276
Total support services	298,430	84,619	213,811	1,154,276
Total expenditures	298,430	84,619	213,811	1,154,276
Net change in fund balance	\$ (248,430)	252,228	\$ 500,658	(999,119)
Fund balance, beginning of year		373,766		1,372,885
Fund balance, end of year		\$ 625,994		\$ 373,766

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
GENERAL FUND
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
AS OF JUNE 30, 2014

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Assets			
Cash	\$ 3,640,928	\$ 4,719,604	\$ 8,360,532
Total assets	<u>\$ 3,640,928</u>	<u>\$ 4,719,604</u>	<u>\$ 8,360,532</u>
Liabilities and fund balance			
Liabilities			
Payroll deductions payable	\$ (11,342)	\$ -	\$ (11,342)
Total liabilities	<u>(11,342)</u>	<u>-</u>	<u>(11,342)</u>
Fund balance			
Unassigned	<u>3,652,270</u>	<u>4,719,604</u>	<u>8,371,874</u>
Total fund balance	<u>3,652,270</u>	<u>4,719,604</u>	<u>8,371,874</u>
Total liabilities and fund balance	<u>\$ 3,640,928</u>	<u>\$ 4,719,604</u>	<u>\$ 8,360,532</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS

FOR THE YEAR ENDED JUNE 30, 2014

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Revenues			
Property taxes	\$ 7,442,839	\$ -	\$ 7,442,839
Corporate personal property replacement taxes	162,720	-	162,720
State aid	17,741,428	-	17,741,428
Federal aid	4,286,255	-	4,286,255
Investment income	4,129	2,708	6,837
Other	<u>1,002,216</u>	<u>-</u>	<u>1,002,216</u>
Total revenues	<u>30,639,587</u>	<u>2,708</u>	<u>30,642,295</u>
Expenditures			
Current:			
Instruction:			
Regular programs	9,922,893	-	9,922,893
Special programs	2,395,083	-	2,395,083
Other instructional programs	498,573	-	498,573
State retirement contributions	4,455,763	-	4,455,763
Support Services:			
Pupils	1,889,093	-	1,889,093
Instructional staff	1,286,338	-	1,286,338
General administration	1,335,645	-	1,335,645
School administration	1,354,432	-	1,354,432
Business	2,084,772	-	2,084,772
Operations and maintenance	8,227	-	8,227
Central	1,325,533	-	1,325,533
Other supporting services	84,715	-	84,715
Community services	42,734	-	42,734
Payments to other districts and gov't units	1,049,845	-	1,049,845
Capital outlay	<u>363,006</u>	<u>-</u>	<u>363,006</u>
Total expenditures	<u>28,096,652</u>	<u>-</u>	<u>28,096,652</u>
Excess (deficiency) of revenues over expenditures	<u>2,542,935</u>	<u>2,708</u>	<u>2,545,643</u>
Other financing sources (uses)			
Principal on bonds sold	-	4,013,500	4,013,500
Capital lease value	<u>167,230</u>	<u>-</u>	<u>167,230</u>
Total other financing sources (uses)	<u>167,230</u>	<u>4,013,500</u>	<u>4,180,730</u>
Net change in fund balance	2,710,165	4,016,208	6,726,373
Fund balance, beginning of year	<u>942,105</u>	<u>703,396</u>	<u>1,645,501</u>
Fund balance, end of year	<u>\$ 3,652,270</u>	<u>\$ 4,719,604</u>	<u>\$ 8,371,874</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 7,129,705	\$ 7,442,839	\$ 313,134	\$ 7,155,142
Corporate personal property replacement taxes	159,465	162,720	3,255	149,079
Investment income	18,000	4,129	(13,871)	18,679
Sales to pupils - lunch	100	22	(78)	83
Sales to pupils - other	7,500	97	(7,403)	1,207
Sales to adults	750	1	(749)	969
Rentals - regular textbook	4,500	12,368	7,868	11,958
Other - textbooks	8,761	9,076	315	-
Rentals	100	938	838	5,225
Contributions and donations from private sources	2,000	1,486	(514)	5,081
Refund of prior years' expenditures	50,000	40,423	(9,577)	138,932
Proceed's from vendor contracts	5,000	15,510	10,510	2,802
Other local fees	10,700	2,748	(7,952)	3,458
Other	15,000	919,547	904,547	235,703
Total local sources	7,411,581	8,611,904	1,200,323	7,728,318
State sources				
General state aid	12,114,513	12,113,224	(1,289)	13,471,766
Special education - private facility tuition	5,000	25,133	20,133	5,404
Special education - extraordinary	400,000	494,371	94,371	542,998
Special education - personnel	162,000	201,938	39,938	162,750
Special education - orphanage - individual	260,000	155,304	(104,696)	269,623
Special education - orphanage - summer	1,000	6,896	5,896	3,924
Special education - summer school	-	11,608	11,608	-
CTE - Secondary program improvement	-	2,392	2,392	2,506
Bilingual education - downstate - TPI	36,143	27,005	(9,138)	12,830
State free lunch & breakfast	67,949	25,222	(42,727)	40,633
Early childhood - block grant	220,704	220,704	-	279,181
Other restricted revenue from state sources	22,000	1,868	(20,132)	27,051
Total state sources	13,289,309	13,285,665	(3,644)	14,818,666
Federal sources				
National school lunch program	988,058	1,113,780	125,722	884,596
School breakfast program	266,875	300,454	33,579	249,656
Summer food service admin/program	23,589	23,589	-	15,338
Fresh Fruits and Vegetables Grant	133,130	104,560	(28,570)	-
Food service - other	-	88,381	88,381	69,852
Title I - Low income	1,207,532	1,065,998	(141,534)	1,199,971
Title I - Comprehensive school reform	15,000	14,244	(756)	2,088
Federal - special education - preschool flow-through	24,959	52,608	27,649	4,152
Federal - special education - IDEA - flow-through/low incident	1,074,561	1,023,018	(51,543)	524,536

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Other ARRA funds - XI	\$ -	\$ -	\$ -	\$ 20,327
Race to the top	49,009	25,227	(23,782)	-
Title III - English language acquisition	16,286	12,905	(3,381)	13,367
Title II - Teacher quality	163,130	123,969	(39,161)	95,283
Medicaid matching funds - administrative outreach	-	170,157	170,157	23,851
Medicaid matching funds - fee-for-service program	-	167,365	167,365	180,019
Other restricted revenue from federal sources	550,000	-	(550,000)	-
Total federal sources	4,512,129	4,286,255	(225,874)	3,283,036
Total revenues	25,213,019	26,183,824	970,805	25,830,020
Expenditures				
Instruction				
Regular programs				
Salaries	8,567,459	8,095,322	472,137	8,933,176
Employee benefits	1,881,080	1,129,419	751,661	1,960,272
Purchased services	336,145	95,384	240,761	130,985
Supplies and materials	741,728	597,548	144,180	741,055
Capital outlay	14,000	-	14,000	49,494
Other objects	1,000	-	1,000	2,439
Non-capitalized equipment	6,500	5,220	1,280	600,496
Total	11,547,912	9,922,893	1,625,019	12,417,917
Pre-K programs				
Salaries	190,816	265,022	(74,206)	249,962
Employee benefits	46,411	56,171	(9,760)	42,346
Purchased services	6,000	3,829	2,171	5,844
Supplies and materials	1,128	1,785	(657)	9,789
Total	244,355	326,807	(82,452)	307,941
Special education programs				
Salaries	1,902,969	1,977,757	(74,788)	2,196,083
Employee benefits	346,531	284,382	62,149	369,984
Purchased services	7,000	14,464	(7,464)	3,390
Supplies and materials	132,982	118,480	14,502	16,506
Total	2,389,482	2,395,083	(5,601)	2,585,963
Special education programs Pre-K				
Salaries	32,268	-	32,268	32,268
Employee benefits	4,188	-	4,188	4,188
Total	36,456	-	36,456	36,456
CTE programs				
Supplies and materials	651	650	1	1,839
Total	651	650	1	1,839

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Interscholastic programs				
Purchased services	\$ 2,496	\$ 1,420	\$ 1,076	\$ 2,432
Other objects	-	375	(375)	-
Total	<u>2,496</u>	<u>1,795</u>	<u>701</u>	<u>2,432</u>
Summer school programs				
Salaries	61,400	126,137	(64,737)	104,360
Employee benefits	<u>25,000</u>	<u>21,063</u>	<u>3,937</u>	<u>27,851</u>
Total	<u>86,400</u>	<u>147,200</u>	<u>(60,800)</u>	<u>132,211</u>
Gifted programs				
Salaries	-	-	-	700
Employee benefits	-	-	-	9
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>709</u>
Bilingual programs				
Salaries	18,000	22,121	(4,121)	31,873
Employee benefits	<u>1,158</u>	<u>-</u>	<u>1,158</u>	<u>3,972</u>
Total	<u>19,158</u>	<u>22,121</u>	<u>(2,963)</u>	<u>35,845</u>
Total instruction	<u>14,326,910</u>	<u>12,816,549</u>	<u>1,510,361</u>	<u>15,521,313</u>
Support services				
Pupils				
Attendance and social work services				
Salaries	607,039	504,381	102,658	445,590
Employee benefits	57,944	60,458	(2,514)	58,413
Purchased services	73,400	92,367	(18,967)	195
Supplies and materials	<u>9,000</u>	<u>8,493</u>	<u>507</u>	<u>4,846</u>
Total	<u>747,383</u>	<u>665,699</u>	<u>81,684</u>	<u>509,044</u>
Guidance services				
Purchased services	-	1,245	(1,245)	-
Supplies and materials	-	495	(495)	-
Total	<u>-</u>	<u>1,740</u>	<u>(1,740)</u>	<u>-</u>
Health services				
Salaries	287,315	255,663	31,652	238,099
Employee benefits	44,181	50,491	(6,310)	44,181
Purchased services	118,859	166,373	(47,514)	261,007
Supplies and materials	<u>5,505</u>	<u>4,809</u>	<u>696</u>	<u>9,574</u>
Total	<u>455,860</u>	<u>477,336</u>	<u>(21,476)</u>	<u>552,861</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2014
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Psychological services				
Salaries	\$ 259,359	\$ 257,533	\$ 1,826	\$ 234,953
Employee benefits	42,211	29,079	13,132	28,514
Purchased services	1,000	600	400	54,797
Supplies and materials	4,500	2,528	1,972	2,566
Total	307,070	289,740	17,330	320,830
Speech pathology and audiology services				
Salaries	122,649	116,744	5,905	71,687
Employee benefits	7,657	8,255	(598)	8,126
Purchased services	76,500	314,977	(238,477)	209,992
Supplies and materials	3,500	2,882	618	-
Total	210,306	442,858	(232,552)	289,805
Other support services - pupils				
Salaries	12,000	11,720	280	11,170
Total	12,000	11,720	280	11,170
Total pupils	1,732,619	1,889,093	(156,474)	1,683,710
Instructional staff				
Improvement of instructional services				
Salaries	433,117	418,021	15,096	529,946
Employee benefits	83,165	84,699	(1,534)	117,851
Purchased services	282,040	350,287	(68,247)	279,304
Supplies and materials	20,000	17,145	2,855	12,061
Other objects	-	60	(60)	-
Total	818,322	870,212	(51,890)	939,162
Educational media services				
Salaries	323,349	285,738	37,611	295,480
Employee benefits	53,764	36,119	17,645	48,505
Supplies and materials	23,116	11,248	11,868	2,484
Capital outlay	75,000	35,756	39,244	-
Total	475,229	368,861	106,368	346,469
Assessment and testing				
Supplies and materials	94,150	82,256	11,894	70,051
Other objects	5,000	765	4,235	-
Total	99,150	83,021	16,129	70,051
Total instructional staff	1,392,701	1,322,094	70,607	1,355,682

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

EDUCATIONAL ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
General administration				
Board of education services				
Salaries	\$ 2,500	\$ 100	\$ 2,400	\$ 2,500
Purchased services	321,289	302,595	18,694	351,478
Supplies and materials	7,592	6,697	895	7,591
Other objects	<u>27,500</u>	<u>26,534</u>	<u>966</u>	<u>13,640</u>
Total	<u>358,881</u>	<u>335,926</u>	<u>22,955</u>	<u>375,209</u>
Executive administration services				
Salaries	204,233	207,696	(3,463)	218,985
Employee benefits	54,488	53,376	1,112	51,138
Purchased services	2,900	2,269	631	2,488
Supplies and materials	8,175	11,866	(3,691)	5,014
Other objects	<u>5,387</u>	<u>4,261</u>	<u>1,126</u>	<u>5,387</u>
Total	<u>275,183</u>	<u>279,468</u>	<u>(4,285)</u>	<u>283,012</u>
Special area administration services				
Salaries	217,229	212,754	4,475	236,268
Employee benefits	33,757	43,291	(9,534)	33,757
Purchased services	7,500	27,756	(20,256)	37,683
Supplies and materials	2,000	4,670	(2,670)	11,210
Other objects	<u>2,646</u>	<u>3,263</u>	<u>(617)</u>	<u>5,627</u>
Total	<u>263,132</u>	<u>291,734</u>	<u>(28,602)</u>	<u>324,545</u>
Tort immunity services				
Purchased services	<u>396,989</u>	<u>428,517</u>	<u>(31,528)</u>	<u>192,027</u>
Total	<u>396,989</u>	<u>428,517</u>	<u>(31,528)</u>	<u>192,027</u>
Total general administration	<u>1,294,185</u>	<u>1,335,645</u>	<u>(41,460)</u>	<u>1,174,793</u>
School administration				
Office of the principal services				
Salaries	1,070,618	1,085,424	(14,806)	1,179,812
Employee benefits	246,087	258,299	(12,212)	259,987
Purchased services	3,908	5,166	(1,258)	3,233
Supplies and materials	4,110	2,535	1,575	2,154
Capital outlay	-	167,230	(167,230)	-
Other objects	<u>4,535</u>	<u>3,008</u>	<u>1,527</u>	<u>2,456</u>
Total	<u>1,329,258</u>	<u>1,521,662</u>	<u>(192,404)</u>	<u>1,447,642</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2014
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Other support services - school administration				
Salaries	\$ 19,099	\$ -	\$ 19,099	\$ 19,099
Employee benefits	3,107	-	3,107	3,107
Total	22,206	-	22,206	22,206
Total school administration	1,351,464	1,521,662	(170,198)	1,469,848
Business				
Direction of business support services				
Salaries	337,600	335,268	2,332	324,359
Employee benefits	63,275	54,279	8,996	58,609
Total	400,875	389,547	11,328	382,968
Fiscal services				
Purchased services	1,433	3,260	(1,827)	4,880
Supplies and materials	10,000	6,971	3,029	11,779
Other objects	521	896	(375)	521
Total	11,954	11,127	827	17,180
Operation and maintenance of plant services				
Salaries	-	3,228	(3,228)	1,163,810
Employee benefits	-	500	(500)	192,151
Purchased services	7,500	4,499	3,001	446
Total	7,500	8,227	(727)	1,356,407
Food services				
Salaries	433,107	451,359	(18,252)	433,107
Employee benefits	38,588	42,406	(3,818)	38,588
Purchased services	2,500	5,519	(3,019)	70
Supplies and materials	1,094,153	1,093,928	225	992,158
Other objects	146	-	146	146
Total	1,568,494	1,593,212	(24,718)	1,464,069
Internal services				
Purchased services	92,315	90,599	1,716	63,287
Supplies and materials	1,568	287	1,281	1,568
Total	93,883	90,886	2,997	64,855
Total business	2,082,706	2,092,999	(10,293)	3,285,479

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Central				
Staff services				
Salaries	\$ 87,070	\$ 68,226	\$ 18,844	\$ 70,299
Employee benefits	15,512	7,922	7,590	9,253
Purchased services	39,447	35,559	3,888	49,624
Supplies and materials	37,669	15,985	21,684	8,511
Capital outlay	1,520	-	1,520	1,520
Other objects	-	3,144	(3,144)	-
Total	<u>181,218</u>	<u>130,836</u>	<u>50,382</u>	<u>139,207</u>
Data processing services				
Salaries	458,029	410,292	47,737	448,029
Employee benefits	63,740	67,713	(3,973)	63,740
Purchased services	490,193	513,474	(23,281)	741,733
Supplies and materials	467,978	203,029	264,949	263,440
Capital outlay	216,440	160,020	56,420	222,093
Other objects	1,000	189	811	1,788
Non-capitalized equipment	-	-	-	686
Total	<u>1,697,380</u>	<u>1,354,717</u>	<u>342,663</u>	<u>1,741,509</u>
Total central	<u>1,878,598</u>	<u>1,485,553</u>	<u>393,045</u>	<u>1,880,716</u>
Other supporting services				
Purchased services	<u>120,000</u>	<u>84,715</u>	<u>35,285</u>	<u>151,289</u>
Total	<u>120,000</u>	<u>84,715</u>	<u>35,285</u>	<u>151,289</u>
Total support services	<u>9,852,273</u>	<u>9,731,761</u>	<u>120,512</u>	<u>11,001,517</u>
Community services				
Salaries	6,500	10,401	(3,901)	5,829
Employee benefits	2,800	1,756	1,044	1,175
Purchased services	12,882	4,484	8,398	9,527
Supplies and materials	<u>16,427</u>	<u>26,093</u>	<u>(9,666)</u>	<u>10,284</u>
Total community services	<u>38,609</u>	<u>42,734</u>	<u>(4,125)</u>	<u>26,815</u>
Payments to other districts and governmental units				
Other payments to in-state governmental units				
Other objects	-	-	-	37,568
Total	-	-	-	37,568
Payments for Regular Programs - Tuition				
Other objects	<u>50,000</u>	<u>29,537</u>	<u>20,463</u>	<u>72,472</u>
Total	<u>50,000</u>	<u>29,537</u>	<u>20,463</u>	<u>72,472</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Payments for special education programs - tuition				
Other objects	\$ 1,004,349	\$ 1,009,381	\$ (5,032)	\$ 1,327,944
Total	1,004,349	1,009,381	(5,032)	1,327,944
Payments for other programs - transfers				
Other objects	-	2,500	(2,500)	5,525
Total	-	2,500	(2,500)	5,525
Other payments to in-state govt. units - transfers				
Other objects	-	8,427	(8,427)	49,546
Total	-	8,427	(8,427)	49,546
Total payments to other districts and governmental units	1,054,349	1,049,845	4,504	1,493,055
Total expenditures	25,272,141	23,640,889	1,631,252	28,042,700
Other financing sources (uses)				
Capital lease value	-	167,230	167,230	-
Total other financing sources (uses)	-	167,230	167,230	-
Net change in fund balance	\$ (59,122)	2,710,165	\$ 2,769,287	(2,212,680)
Fund balance, beginning of year		942,105		3,154,785
Fund balance, end of year		\$ 3,652,270		\$ 942,105

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
WORKING CASH ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Investment income	\$ 7,500	\$ 2,708	\$ (4,792)	\$ 17,391
Total local sources	7,500	2,708	(4,792)	17,391
Total revenues	7,500	2,708	(4,792)	17,391
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	7,500	2,708	(4,792)	17,391
Other financing sources (uses)				
Principal on bonds sold	-	4,013,500	4,013,500	-
Permanent transfer from working cash accounts - abolishment	-	-	-	(2,450,000)
Total other financing sources (uses)	-	4,013,500	4,013,500	(2,450,000)
Net change in fund balance	\$ 7,500	4,016,208	\$ 4,008,708	(2,432,609)
Fund balance, beginning of year		703,396		3,136,005
Fund balance, end of year		\$ 4,719,604		\$ 703,396

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
WORKING CASH ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2014

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013

	2014			2013
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Investment income	\$ 7,500	\$ 2,708	\$ (4,792)	\$ 17,391
Total local sources	7,500	2,708	(4,792)	17,391
Total revenues	7,500	2,708	(4,792)	17,391
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	7,500	2,708	(4,792)	17,391
Other financing sources (uses)				
Principal on bonds sold	-	4,013,500	4,013,500	-
Permanent transfer from working cash accounts - abolishment	-	-	-	(2,450,000)
Total other financing sources (uses)	-	4,013,500	4,013,500	(2,450,000)
Net change in fund balance	\$ 7,500	4,016,208	\$ 4,008,708	(2,432,609)
Fund balance, beginning of year		703,396		3,136,005
Fund balance, end of year		\$ 4,719,604		\$ 703,396