

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

GLENVIEW, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2012

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Glenview Community Consolidated School District No. 34
Glenview, Illinois

We have audited the accompanying financial statements of the governmental activities, and each major fund of Glenview Community Consolidated School District No. 34, as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School District's Board of Education. Our responsibility is to express opinions on these basic 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Glenview Community Consolidated School District No. 34, as of June 30, 2012, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 5, 2012 on our consideration of the School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and important for assessing the results of our audit.

Accounting principles generally accepted in the United States of America require the Management's Discussion and Analysis and budgetary comparison information on pages 7 through 12 and 43 through 50; and the Schedule of Funding Progress relative to the Illinois Municipal Retirement Fund on page 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purposes of forming opinions on the financial statements that collectively comprise the Glenview Community Consolidated School District No. 34's, financial statements as a whole. The cash basis financial statements on pages 52 through 64 and the additional supplementary information on pages 73 through 75 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules listed as the Annual Federal Financial Compliance Report on pages 65 through 72, are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and are also not a required part of the financial statements. The schedule of expenditures of federal awards is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The cash basis financial statements and the annual federal financial compliance report have been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The additional supplementary information, as listed in the Table of Contents, 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 them.

Evoy, Kamschulte, Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

November 5, 2012
Waukegan, Illinois



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

Board of Education
Glenview Community Consolidated School District No. 34
Glenview, Illinois

We have audited the financial statements of the governmental activities, and each major fund of Glenview Community Consolidated School District No. 34 as of and for the year ended June 30, 2012, which collectively comprise the Glenview Community Consolidated School District No. 34 basic financial statements and have issued our report thereon dated November 5, 2012. 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.

Internal Control Over Financial Reporting

Management of Glenview Community Consolidated School District No. 34 is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Glenview Community Consolidated School District No. 34's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Glenview Community Consolidated School District No. 34's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Glenview Community Consolidated School District No. 34's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we considered to be a material weakness, as defined above

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Glenview Community Consolidated School District No. 34's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

However, we noted certain other matters that we have reported to the Board of Education of Glenview Community Consolidated School District No. 34 in a separate letter dated November 5, 2012.

This report is intended solely for the information and use of the Board of Education, management, the Illinois State Board of Education, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Evoy, Kamschulte Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

November 5, 2012
Waukegan, Illinois



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

Board of Education
Glenview Community Consolidated School District No. 34
Glenview, Illinois

Compliance

We have audited Glenview Community Consolidated School District No. 34's compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. Glenview Community Consolidated School District No. 34's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Glenview Community Consolidated School District No. 34's management. Our responsibility is to express an opinion on Glenview Community Consolidated School District No. 34's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Glenview Community Consolidated School District No. 34's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Glenview Community Consolidated School District No. 34's compliance with those requirements.

In our opinion, Glenview Community Consolidated School District No. 34 complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as Finding 12-01.

Internal Control Over Compliance

Management of Glenview Community Consolidated School District No. 34 is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Glenview Community Consolidated School District No. 34's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purposes of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Glenview Community Consolidated School District No. 34's internal control over compliance.

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

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

Glenview Community Consolidated School District No. 34's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Glenview Community Consolidated School District No. 34's response and, accordingly, we do not express an opinion on it.

This report is intended solely for the information and use of the Board of Education, management, the Illinois State Board of Education, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Evoy, Kamschulte Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

November 5, 2012
Waukegan, Illinois

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

REQUIRED SUPPLEMENTAL INFORMATION

MANAGEMENT'S DISCUSSION
AND ANALYSIS

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2012

The discussion and analysis of the Glenview Community Consolidated School District No. 34 financial performance provides an overview of the School District's financial activities for the fiscal year ended June 30, 2012. 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. The School District's financial statements begin on page 13, and the notes to the financial statements begin on page 20.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at June 30, 2012 by \$86,530,530 (net assets). Of this amount, \$21,907,834 unrestricted net assets may be used to finance the District's day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements.
- The District's total net asset increased by \$983,705 and represents a 1.2% increase from 2011.
- At June 30, 2012, the District's governmental funds reported combined fund balances of \$39,834,051, a decrease of \$198,987 over the prior year. Approximately 73% of this amount, \$29,062,101, may be used to finance day-to-day operations (unassigned fund balance), which was approximately 48% of General (Educational) Fund expenditures. The reduction in fund balance was due primarily to general program expenditures.
- Total revenue for the District as a whole was \$73,560,531. General revenues accounted for \$57,840,620 or 79% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$15,719,911 or 21%.
- Total expenditures for the District as a whole were \$72,576,826. Expenditures for instruction of \$46,005,563 were 63% of total expenditures.
- The district continued to pay down its long-term debt retiring \$2,746,187.
- Among the major funds, the Educational Fund revenue was \$59,913,359, primarily consisting of property taxes, state aid and other local revenue, and \$ 60,754,321 million in expenditures. Expenditures exceed revenues, which results in a decrease in fund balance over prior years by \$659,117.
- At June 30, 2012, the District received \$2,380,884 in Federal Funding. \$1,197,899 in funds were received for IDEA grant programs and used for educational needs of special education students.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 13-14) provide information about the activities of the School District as a whole and present a longer-term view of the School District's finances. Fund financial statements start on page 15. For the governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the School District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The remaining statements provide financial information about activities for which the School District acts solely as agent for the benefit of those outside the government.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2012
(Continued)

Reporting the District as a Whole

Our analysis of the District as a whole begins on page 9. One of the most important questions asked about the District's finances is, "Is the District as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting.

These two statements report the District's net assets and changes in them. You can think of the District's net assets—the difference between assets and liabilities—as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other financial and non-financial factors, however, such as increased state and federal grants funding and more prudent spending of funds, in order to assess the overall health of the District.

In the Statement of Net Assets and the Statement of Activities, we report the District's Governmental activities. All of the District's services are reported here, including instructional services, support services, community services, and non-programmed charges. Property taxes, interest income, direct fees, and state and federal grants finance most of these activities.

Reporting the District's Most Significant Funds

Our analysis of the District's major funds begins on page 10. The fund financial statements begin on page 15 and provide detailed information about the most significant funds—not the District as a whole. Some funds are required to be established by State law and by bond covenants.

- Governmental funds--All of the District's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. The funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more funds that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation in the financial statements.

The District as Trustee

The District is the trustee, or fiduciary, for the student activity funds. Page 19 of the financial statements reports the Statement of Net Assets for the Fiduciary Funds. All of the District's fiduciary activities are reported in a separate statement of revenues, expenditures and changes in fund balance on page 64. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance its operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Notes to the 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. The notes to the financial statements are contained on pages 20-42.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2012
(Continued)

THE DISTRICT AS A WHOLE

A condensed statement of net assets and activities is presented below:

		Table 1 Net Assets - Governmental Activities	
		2012	2011
Current and Other Assets	\$	64,381,031	\$ 64,233,037
Capital Assets		67,548,401	69,111,896
Total Assets	\$	131,929,432	\$ 133,344,933
Other Liabilities	\$	(27,349,791)	\$ (24,199,999)
Long-Term Liabilities		(18,049,111)	(23,598,109)
Total Liabilities	\$	(45,398,902)	\$ (47,798,108)
	\$	86,530,530	\$ 85,546,825
Net Assets:			
Invested in Capital Assets,			
Net of Related Debt	\$	48,279,175	\$ 46,265,437
Restricted		16,343,521	15,695,414
Unrestricted		21,907,834	23,585,974
Total Net Assets	\$	86,530,530	\$ 85,546,825

		Table 2 Changes in Net Assets - Governmental Activities	
		2012	2011
Revenues			
Program Revenues:			
Charges for Services	\$	1,839,710	\$ 1,821,664
Operating Grants		13,856,823	14,087,796
Capital Grants		23,378	20,238
General Revenues			
Property Taxes		46,175,140	43,906,351
Other Taxes		624,368	678,714
Earnings on Investments		492,181	611,943
General State Aid		1,907,913	1,854,331
Other		8,641,018	8,965,558
Total Revenues	\$	73,560,531	\$ 71,946,595
Program Expenses:			
Instruction	\$	46,005,563	\$ 45,353,746
Supporting Services		23,049,625	22,833,034
Community Services		26,647	18,072
Interest and Other Charges		791,401	897,042
Depreciation-Unallocated		2,703,590	2,723,368
Total Expenses	\$	72,576,826	\$ 71,825,262
Increase (Decrease) in Net Assets	\$	983,705	\$ 121,333
Net Assets - Beginning		85,546,825	85,425,492
Net Assets - Ending	\$	86,530,530	\$ 85,546,825

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2012
(Continued)

THE DISTRICT AS A WHOLE (continued)

The net assets of the District's governmental activities increased by \$983,705. The largest portion of the District's net assets is its investment in capital assets (e.g. land, buildings, and equipment), less related debt used to acquire those assets. These assets are used to provide services to students and consequently are not available for future spending and decreased by \$1,563,495 due to overall reduction from depreciation. Restricted net assets increased by \$648,107 from \$15,695,414 at June 30, 2011 to \$16,343,521 at June 30, 2012. Unrestricted net assets decreased by \$1,678,140, which is the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, or other legal requirements. Unrestricted net assets were \$21,907,834 and \$23,585,974 at June 30, 2012 and 2011 respectively.

THE DISTRICT'S FUNDS

As the District completed the year, its governmental funds (as presented in the balance sheet on page 15) reported a combined fund balance of \$39,834,051, which is below last year's total of \$40,033,038. The primary reason for the decrease is due to expenditures in the Educational Fund of \$60,754,321 exceeding Educational Fund revenues of \$59,913,359 by \$840,962 and as a result, decreased fund balance by the same amount.

General Fund Budgetary Highlights

The July 1, 2011 to June 30, 2012 budget, which was amended for specific line items on May 21, 2012, was approved by the board of education on September 19, 2011. The school district budgets its funds on the cash basis, which requires a separate budget to actual comparison schedule on the cash basis, which is presented on pages 43 through 49. These statements also compare budgeted cash basis expenditures to the accrual basis results. The budgeted expenditures in the general fund were \$54,097,997. Actual results in the general fund on the budgetary cash basis were \$52,289,258, when excluding the "On Behalf" payment amount of \$8,048,399.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2012
(Continued)

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2012, the District had \$67 million invested in capital assets, including land, land improvements, buildings and equipment, as shown below.

Table 3 Capital Assets, Net of Depreciation Governmental Activities		
	2012	2011
Land and Improvements	\$ 1,211,640	\$ 1,309,088
Buildings	61,234,980	62,889,799
Furniture and Equipment	5,101,781	4,913,009
Totals	<u>\$ 67,548,401</u>	<u>\$ 69,111,896</u>

See Notes 1 and 3 to the financial statements for additional information about changes in capital assets and depreciation

Long-Term Debt

At June 30, 2012, the District had \$19 million in bonds and notes outstanding, as shown below.

Table 4 Outstanding Long-Term Debt Governmental Activities		
	2012	2011
General Obligation Bonds	\$ 19,220,000	\$ 21,955,000
Capital Leases	49,226	60,413
Totals	<u>\$ 19,269,226</u>	<u>\$ 22,015,413</u>

See Note 4 to the financial statements for additional information about long-term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The 2012-13 budget will continue to be affected by the continued increased cost of unfunded mandates for special education and transportation. The state's fiscal challenges continue to impact the district by reductions in program revenues, prorated General State Aid, prorated Regular Transportation Reimbursement and continued late payments. In fiscal year 2013 state revenue is 8% of the total revenue budget.
- Enrollment is equal to last year and continues to bring the associated challenges in staffing and building capacity.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2012
(Continued)

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES (Continued)

- The Glen TIF (Tax Incremental Financing) provides that the District receive make-whole payments for students who reside in the Glen, formally known as the Glenview Naval Air Station. Monies received from the TIF will continue to have a positive impact on next year's budget. It is anticipated that the TIF will end in 2021 with the property coming on the tax roll in levy year 2022.
- Business taxpayers have the choice of filing property tax appeals through either the Property Tax Appeals Board (PTAB) or the Cook County Circuit Court (tax court). Recent legislation provides the District the right to intervene in cases filed through the PTAB for assessment adjustments over \$100,000 and those filed in the Circuit Court. Over the last ten years the District has lost \$2,017,666 in PTAB or Circuit Court refunds. Recent Settlements for the Von Mauer property will provide additional PTAB adjustments of an estimated \$450,000 and will be spreads over three fiscal years. The District will continue to exercise its legal right to reduce losses through property tax appeals.
- The Patient Protection and Affordable Care Act (PPACA) and Health Care and Education Reconciliation Act of 2010 were signed into law in the spring of 2010. Due to complexities of Health Care Reform, overall future costs are still unknown at this time; however, industry analysts are forecasting a substantial increase to employer costs. The District is pursuing analytical advice from the District's health care consultants. Current projections from the District's benefit consultants show an estimated "Cadillac tax" exposure in fiscal year 2018 of almost \$600,000.
- Potential pension reform legislation could impact required employer contributions to the state retirement programs. It is anticipated that the legislature will authorize a change in state statute and will require school districts to fund the normal cost of retirement for certified staff participating in the state Teacher Retirement System (TRS). Estimates show, should this be legislated, that the District's required contribution could increase from 0.58% to almost 9%. This represents an estimated additional annual cost to the District of \$2.7 million annually at a 9% contribution rate. It is expected that this increase in contribution would be phased in over a period of years.
- The collective bargaining agreements for the Glenview Educational Association (GEA) expired June 30, 2012. The collective bargaining agreement for the Glenview Professionals Association (GPA) will expire on June 30, 2013. Negotiations for both of these collective bargaining agreements are in process.
- In April 2012, the Board of Education authorized budget reductions of \$1.8 million for fiscal year 2013. Changes in the Middle school schedule, class size targets, reduction of the school site based budgets and the reduction of the costs for substitute teachers account for 75% of the over all budget reduction.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with an overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mary Werling, Assistant Superintendent for Business Services, 1401 Greenwood Road, Glenview, Illinois 60025.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

BASIC FINANCIAL STATEMENTS

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

GOVERNMENT WIDE FINANCIAL STATEMENTS

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF NET ASSETS
JUNE 30, 2012

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Current Assets	
Cash and Cash Equivalents	\$ 40,418,072
Accrued Interest Income	188,875
Accounts Receivable	
Taxes	
2011 Levy, Net of 2% Allowance for Losses	22,479,360
Personal Property Replacement	113,880
Governmental Claims	844,551
Inventory	134,206
Prepaid Expenses	202,087
Total Current Assets	<u>\$ 64,381,031</u>
Noncurrent Assets	
Capital Assets - Not Depreciated	
Land	\$ 194,077
Capital Assets - Depreciated, Net	
Land Improvements, Buildings, & Equipment, Net	67,354,324
Total Capital Assets, Net	<u>\$ 67,548,401</u>
<u>TOTAL ASSETS</u>	<u>\$ 131,929,432</u>
<u>LIABILITIES</u>	
Current Liabilities	
Accounts Payable	\$ 560,610
Accrued Salaries	16,837
Accrued Compensated Absences	497,103
Payroll Deductions Payable	93,927
Accrued Health Claims Liability	899,143
Deferred Real Estate Taxes	22,479,360
Current Portion of Long-Term Liabilities	
Capital Leases	12,811
Bonds	2,790,000
Total Current Liabilities	<u>\$ 27,349,791</u>
Long-Term Liabilities	
Capital Leases	\$ 36,415
Accrued OPEB Obligation	1,582,696
Bonds	16,430,000
Total Non-Current Liabilities	<u>\$ 18,049,111</u>
<u>TOTAL LIABILITIES</u>	<u>\$ 45,398,902</u>
<u>NET ASSETS</u>	
Invested in Capital Assets, Net of Related Debt	\$ 48,279,175
Restricted	
Tort Immunity	219,453
Operations & Maintenance Services	5,221,508
Transportation	2,974,862
Municipal Retirement/Social Security	1,592,257
Working Cash	1,733,897
Debt Service	4,166,424
Capital Projects	435,120
Unrestricted	<u>21,907,834</u>
<u>TOTAL NET ASSETS</u>	<u>\$ 86,530,530</u>

The accompanying Notes are an integral part of these financial statements.

<u>FUNCTION/PROGRAMS</u>	
Governmental Activities	
Instruction	
Regular	
Special Education	
Interscholastic	
Summer School	
Gifted	
Bilingual	
Supporting Services	
Pupils	
Instructional Staff	
General Administration	
School Administration	
Business	
Central	
Community Services	
Interest and Other Charges	
Depreciation-Unallocated	
Total Governmental Activities	

The accompanying Notes are an integral part of these financial statements.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

FUND FINANCIAL STATEMENTS

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012

	General Fund	Special Revenue Funds					Debt Service Fund	Capital Projects Fund			Total Governmental Funds
		Educational Fund	Operations & Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund	Working Cash Fund		Tort Immunity Fund	Bond & Interest Fund	Capital Projects Fund	
ASSETS											
Cash and Cash Equivalents	\$ 29,854,744	\$ 3,213,976	\$ 1,862,805	\$ 699,711	\$ 1,710,199	\$ 219,453	\$ 2,430,093	\$ 17,378	\$ 409,713	\$ 40,418,072	
Accrued Interest Income	142,020	6,877	6,951	1,300	23,698	-	-	-	8,029	188,875	
Accounts Receivable											
Taxes											
2011 Levy, Net of 2% Allowance for Losses	16,729,178	2,200,827	743,167	891,246	-	-	1,736,331	-	-	22,300,749	
Personal Property Replacement	113,880	-	-	-	-	-	-	-	-	113,880	
Governmental Claims	477,118	-	367,433	-	-	-	-	-	-	844,551	
Inventory	92,486	41,720	-	-	-	-	-	-	-	134,206	
Prepaid Expenses	166,601	19,314	16,172	-	-	-	-	-	-	202,087	
TOTAL ASSETS	\$ 47,576,027	\$ 5,482,714	\$ 2,996,528	\$ 1,592,257	\$ 1,733,897	\$ 219,453	\$ 4,166,424	\$ 17,378	\$ 417,742	\$ 64,202,420	
LIABILITIES AND FUND BALANCES											
LIABILITIES											
Liabilities											
Accounts Payable	\$ 479,225	\$ 59,719	\$ 21,666	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 560,610	
Accrued Salaries	4,810	12,027	-	-	-	-	-	-	-	16,837	
Accrued Compensated Absences	307,643	189,460	-	-	-	-	-	-	-	497,103	
Payroll Deductions Payable	93,927	-	-	-	-	-	-	-	-	93,927	
Accrued Health Claims Liability	899,143	-	-	-	-	-	-	-	-	899,143	
Deferred Real Estate Taxes	16,729,178	2,200,827	743,167	891,246	-	-	1,736,331	-	-	22,300,749	
Total Liabilities	\$ 18,513,926	\$ 2,462,033	\$ 764,833	\$ 891,246	\$ -	\$ -	\$ 1,736,331	\$ -	\$ -	\$ 24,368,369	
FUND BALANCES											
Restricted											
Inventory	\$ 92,486	\$ 41,720	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 134,206	
Tort Immunity	-	-	-	-	-	219,453	-	-	-	219,453	
Operations Services	-	2,978,961	-	-	-	-	-	-	-	2,978,961	
Transportation Services	-	-	2,231,695	-	-	-	-	-	-	2,231,695	
Employee Benefit Payments	-	-	-	701,011	-	-	-	-	-	701,011	
Interfund Borrowing	-	-	-	-	1,733,897	-	-	-	-	1,733,897	
Bond Principal & Interest Payments	-	-	-	-	-	-	2,430,093	-	-	2,430,093	
Future Construction	-	-	-	-	-	-	-	17,378	417,742	435,120	
Unassigned	28,969,615	-	-	-	-	-	-	-	-	28,969,615	
TOTAL FUND BALANCES	\$ 29,062,101	\$ 3,020,681	\$ 2,231,695	\$ 701,011	\$ 1,733,897	\$ 219,453	\$ 2,430,093	\$ 17,378	\$ 417,742	\$ 39,834,051	
TOTAL LIABILITIES AND FUND BALANCES											
TOTAL LIABILITIES AND FUND BALANCES	\$ 47,576,027	\$ 5,482,714	\$ 2,996,528	\$ 1,592,257	\$ 1,733,897	\$ 219,453	\$ 4,166,424	\$ 17,378	\$ 417,742	\$ 64,202,420	

The accompanying Notes are an integral part of these financial statements.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2012

Total Fund Balances - Governmental Funds	\$ 39,834,051
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Amounts reported for governmental activities in the statement
of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. The cost of the assets is \$114,503,666, and the accumulated depreciation is \$46,955,265.	67,548,401
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Long-Term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	<u>(20,851,922)</u>
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Total Net Assets of Governmental Activities	<u>\$ 86,530,530</u>
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The accompanying Notes are an integral part of these financial statements.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	General Fund	Special Revenue Funds					Debt Service Fund	Capital Projects Fund			Total Government Funds
		Educational Fund	Operations & Maintenance Fund	Transportation Fund	Retirement/ Social Security Fund	Working Cash Fund	Tort Immunity Fund	Bond & Interest Fund	Capital Projects Fund	Prevention and Life Safety Fund	
REVENUES											
Taxes											
Tuition	\$ 34,902,062	\$ 4,516,613	\$ 1,630,401	\$ 1,790,744	\$ 366,346	\$ 3,593,342					\$ 46,799,508
Transportation Fees	83,430	-	-	-	-	-					83,430
Earnings on Investments	-	-	68,101	-	-	-					68,101
Food Service Fees	368,378	36,720	20,416	7,947	3,466	28,770			212	5,101	492,181
Pupil Activity Fees	1,156,501	-	-	-	-	-			-	-	1,156,501
Textbook Fees	92,541	-	-	-	-	-			-	-	92,541
Rentals	439,137	-	-	-	-	-			-	-	439,137
Contributions	-	79,322	-	-	-	-			-	-	79,322
Other	55,440	23,378	-	-	-	-			-	-	23,378
Tax Increment Finance Authority Refund	8,500,779	3,509	1,968	-	-	-			-	-	60,917
State Aid	11,983,495	-	-	-	-	-			-	-	8,500,779
Federal Aid	2,331,596	7,480	1,442,165	-	-	-			-	-	13,425,660
TOTAL REVENUES	\$ 59,913,359	\$ 4,667,022	\$ 3,163,051	\$ 1,798,691	\$ 369,812	\$ 3,622,112			\$ 212	\$ 5,101	\$ 73,560,531
EXPENDITURES											
Current											
Instruction											
Regular	\$ 31,822,310	\$ -	\$ -	\$ 384,016	\$ -	\$ -					\$ 32,206,326
Special Education	9,188,221	-	-	303,110	-	-					9,471,331
Interscholastic	940	-	-	-	-	-					940
Summer School	256,304	-	-	10,464	-	-					266,768
Gifted	851,978	-	-	9,219	-	-					861,197
Bilingual	2,601,356	-	-	72,153	-	-					2,673,509
Supporting Services											
Pupils	4,068,876	-	-	89,961	-	-					4,158,837
Instructional Staff	4,101,876	-	-	155,162	-	-					4,257,038
General Administration	1,147,444	-	-	29,523	-	-	430,844				1,607,811
School Administration	2,363,667	-	-	110,400	-	-	-				2,474,067
Business	2,038,356	3,996,077	2,911,556	501,024	-	-	-				9,447,013
Central	1,029,302	-	-	75,557	-	-	-				1,104,859
Community Service	26,628	-	-	19	-	-	-				26,647
Nonprogrammed Charges											
Tuition	524,972	-	520	-	-	-	-				525,492
Debt Service											
Principal	-	-	-	-	-	-	2,746,187				2,746,187
Interest and Other Charges	-	-	-	-	-	-	791,401				791,401
Capital Outlay	752,091	377,064	10,940	-	-	-	-				1,140,095
TOTAL EXPENDITURES	\$ 60,754,321	\$ 4,373,661	\$ 2,922,496	\$ 1,740,608	\$ 430,844	\$ 3,537,588			\$ -	\$ -	\$ 73,759,518
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (840,962)	\$ 293,361	\$ 240,555	\$ 58,083	\$ (61,032)	\$ 84,524			\$ 212	\$ 5,101	\$ (198,987)
OTHER FINANCING SOURCES (USES)											
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,156					\$ 18,156
Transfers Out	(18,156)	-	-	-	-	-					(18,156)
TOTAL OTHER FINANCING SOURCES (USES)	\$ (18,156)	\$ -	\$ -	\$ -	\$ -	\$ 18,156			\$ -	\$ -	\$ -
NET CHANGE IN FUND BALANCE	\$ (859,118)	\$ 293,361	\$ 240,555	\$ 58,083	\$ (61,032)	\$ 102,680			\$ 212	\$ 5,101	\$ (198,987)
FUND BALANCE - JULY 1, 2011	29,921,219	2,727,320	1,991,140	642,928	280,485	2,327,413			17,166	412,641	40,033,038
FUND BALANCE - JUNE 30, 2012	\$ 29,062,101	\$ 3,020,681	\$ 2,231,695	\$ 701,011	\$ 219,453	\$ 2,430,093			\$ 17,378	\$ 417,742	\$ 39,834,051

The accompanying Notes are an integral part of these financial statements.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012

Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses) - Governmental Funds	\$ (198,987)
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Amounts reported for governmental activities in the statement
of activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful life as depreciation expense. This is the amount by which depreciation expense (\$2,703,590) exceeds capital outlay (\$1,140,095) in the period.	(1,563,495)
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Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	<u>2,746,187</u>
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Change in Net Assets of Governmental Activities	<u><u>\$ 983,705</u></u>
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The accompanying Notes are an integral part of these financial statements.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF NET ASSETS -
FIDUCIARY FUNDS
STUDENT ACTIVITIES FUNDS
JUNE 30, 2012

ASSETS

Cash and Investments	<u>\$ 295,861</u>
<u>TOTAL ASSETS</u>	<u><u>\$ 295,861</u></u>

LIABILITIES

Due to Student Groups	<u>\$ 295,861</u>
<u>TOTAL LIABILITIES</u>	<u><u>\$ 295,861</u></u>

See accompanying Notes are an integral part of these financial statements

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO THE FINANCIAL STATEMENTS

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2012

1. Summary of Significant Accounting Policies

A. Reporting Entity

The Glenview Community Consolidated School District No. 34 (the "District") is governed by the District's Board of Education (the "Board"), which has responsibility and control over all activities related to public school education within the District. The District receives funding from local, state, and federal government sources and must comply with all of the requirements of these funding sources entities. However, the District is not included in any other governmental reporting entity as defined by generally accepted accounting principles. Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and the primary accountability for fiscal matters. In addition, the District's reporting entity does not contain any component units as defined in Governmental Accounting Standards.

New Accounting Standards

During fiscal year 2012, the District adopted the following GASB statements:

- *There were no statements adopted or required to be adopted during the current fiscal year.*

Other accounting standards the District is currently reviewing for applicability include:

- GASBS 60, *Accounting and Financial Reporting for Service Concession Arrangements.*
- GASBS 61, *The Financial Reporting Entity: Omnibus, an Amendment of GASB Statement No. 14 and 34.*
- GASBS 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.*
- GASBS 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position.*

B. Basis of Presentation and Basis of Accounting

Basis of Presentation

District-wide Statements: The Statement of net assets and the statement of activities display information about the financial activities of the overall district, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental and business-type activities* of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. The District has no Business-Type Activities.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. B. Basis of Presentation (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses—expenses of the District related to the administration and support of the District's Programs, such as personnel and accounting—are not allocated to programs.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state formula aid, are presented as general revenues.

Governmental Fund Financial Statements: The fund financial statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category—*governmental*, and *fiduciary*—are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The District maintains individual funds as prescribed by the Illinois State Board of Education. The District reports all its funds as major governmental funds.

The District reports the following major governmental funds:

- *General Fund.* This fund consists of the Educational Fund as is the generally accepted practice for Illinois school districts, and is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Special Education is included in these funds.
- *Special Revenue Fund.* This fund includes the Operations & Maintenance Fund, the Transportation Fund, the Illinois Municipal Retirement/Social Security Fund, the Working Cash Fund and the Tort Immunity Fund. The Operations & Maintenance Fund, Transportation Fund and the Municipal Retirement/Social Security Fund, and the Tort Immunity Fund are used to account for the proceeds of specific revenue sources (other than those accounted for in the Debt Service Fund, Capital Projects Fund or Fiduciary Funds) that are legally restricted to cash disbursements for specific purposes. The Working Cash Fund accounts for financial resources held by the District to be used for temporary inter-fund loans to any other governmental fund. Also, by Board resolution, financial resources of the Working Cash Fund can be permanently transferred to any other governmental fund through abatement or abolishment. The District considers these resources as stabilization amounts, available for use in emergency situations or when a fund revenue shortfall or budgetary imbalance occurs. Thus, the District classifies this fund as a special revenue fund due to the specific limitations on the uses of the resources within the fund.
- *Debt Service Fund.* The Bond and Interest Fund accounts for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. B. Basis of Presentation (Continued)

- *Capital Projects Fund.* This fund consists of the Capital Projects Fund and the Fire Prevention and Safety Fund, and accounts for financial resources to be used for the acquisition, construction or improvement of major capital facilities. Fire Prevention and Safety Special Tax Levy and Bond Proceeds, and Subdivider's Land Cash Ordinance payments are accounted for in this fund.

Fiduciary Funds Types. Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds. The Agency Funds (Activity Funds) include both Student Activity Funds and convenience accounts. They account for assets held by the District as agent for the students and teachers. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to the activity fund organizations are equal to the assets.

Basis of Accounting

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues from exchange transactions are recorded when earned and expenses from exchange transactions are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied, to the extent they are received, as it is the District's intention to utilize these funds as received. Property taxes for the levy year not received before the end of the fiscal year are recorded as property tax receivable and deferred revenue. Revenue from grants, entitlements and donations are recognized when all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

The individual fund financial statements, presented as additional supplementary information, are reported using the budgetary basis, which is the cash basis of accounting. Accordingly, revenues are recognized and reported in these statements when cash is received. In the same manner, expenditures reported in these statements are recognized and reported upon the disbursement of cash.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. B. Basis of Accounting

Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants, categorical grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the District's policy to apply cost-reimbursement grant resources to such programs, followed by categorical grant, and then by general revenues.

C. Restricted Resources

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

D. Investments

Investments are stated at cost, which approximates market value. Gains or losses, if any, on the sale of investments are recognized upon realization. The District has adopted a formal written investment and cash management policy. The institutions in which investments are made must be approved by the Board of Education.

E. Capital Assets

Capital assets are reported at actual or estimated historical cost. Contributed assets are reported at estimated fair value at the time received. The District capitalizes assets with a useful life of greater than one year and with a value of more than \$500.

Depreciation methods, and estimated useful lives of capital assets reported in the district-wide statements is as follows:

	<u>Depreciation Method</u>	<u>Estimated Useful Life</u>
Land Improvements	Straight Line	20 Years
Buildings	Straight Line	50 Years
Equipment, other than food service	Straight Line	10 Years
Food Service equipment	Straight Line	10 Years
Transportation equipment	Straight Line	5 Years

Depreciation is used to allocate the actual or estimated historical cost of all capital assets over their estimated useful lives.

F. Accounts Receivable

Real estate taxes receivable are shown net of a 2% allowance for uncollectible amounts. All other accounts receivable are shown at gross amounts with uncollected amounts recognized under the direct write-off method.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS
(Continued)

G. Inventories and Prepaid Items

Inventories are stated at lower of cost or market. Cost has been determined in the first-in, first-out basis. Inventory in the General Fund consists of expendable school supplies held for consumptions. Prepaid items represent payments made by the District for which benefits extend beyond June 30.

H. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time when earned by certain employee groups. Twelve-month employees may accumulate up to fifty days of vacation pay and administrators are able to accumulate a similar number of vacation days and are eligible to be compensated for up to fifteen days.

I. Estimates

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

J. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement for those assets. Net assets are reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

2. Cash and Investments

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

A. Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned or the District will not be able to recover collateral securities in the possession of an outside party. The District's policy requires deposits to be 102 percent secured by collateral valued at market or par, whichever is lower, less the amount of Federal Deposit Insurance Corporation (FDIC) insurance. The District's Board of Education, along with the Township Treasurer, approves and designates a list of authorized depository institutions based on evaluation of solicited responses and certificates provided by financial institutions.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

A. Cash on Hand and in Bank

The District maintains a \$500 petty cash fund and imprest checking accounts for minor cash needs. At June 30, 2012, the carrying amount of the imprest checking accounts was \$28,650. The deposits in the Student Activity accounts had a carrying amount of \$295,861. At year end, the District and Student Activity account bank balances were \$25,611 and \$259,860 respectively. These deposits are categorized in accordance with risk factors created by governmental reporting standards. At June 30, 2012, \$275,611 of these deposits was covered by federal depository insurance.

B. Investments

The District, along with all other school districts within the Township, through its Township Treasurer, maintains common checking and investment accounts for all funds combined with the individual fund balances being maintained by the Township Treasurer. Investments include Certificates of Deposit and United States Government Treasury and Agency obligations, and Repurchase Agreements. Certificates of Deposit are stated at cost, which approximates market value. The United States Government Treasury and Agency Obligations are stated at cost, which approximates market value, and is adjusted for the amortization of premium, and accretion of discount. Premium and discounts are deducted from and added to, respectively, interest income is amortized on the straight-line method over the period from acquisition to the maturity date. Repurchase Agreements are stated at cost, which approximates market value. At June 30, 2012, the carrying amount of the District's cash and investments held by the Township Treasurer was \$40,388,922 for the general funds and \$67,004 for student activity funds, respectively. The cash and investments maintained by the Maine Township treasurer are held in pooled accounts.

	Carrying Amount	Bank Balance
Total Cash & Investments held by the Treasurer	\$ 40,455,427	\$ 40,455,427
Cash Deposits held by the District from above	258,007	285,471
Petty Cash	500	-
Cash and Investments Held by Fiduciary Funds	(295,862)	(352,475)
	<u>\$ 40,418,072</u>	<u>\$ 40,388,423</u>

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS
(Continued)

3. Capital Assets and Depreciation

	Balance July 1, 2011	Additions	Transfers/ Deletions	Balance June 30, 2012
Capital Assets not Being Depreciated				
Land	\$ 194,077	\$ -	\$ -	\$ 194,077
Total Capital Assets not Being Depreciated	<u>194,077</u>	<u>-</u>	<u>-</u>	<u>194,077</u>
Capital Assets Being Depreciated				
Land Improvements	3,318,809	-	-	3,318,809
Building and Improvements	88,563,174	-	-	88,563,174
Equipment	21,287,511	1,140,095	-	22,427,606
	\$ <u>113,169,494</u>	\$ <u>1,140,095</u>	\$ <u>-</u>	\$ <u>114,309,589</u>
Less Accumulated Depreciation for:				
Land Improvements	\$ (2,203,797)	\$ (97,449)	\$ -	\$ (2,301,246)
Building and Improvements	(25,673,373)	(1,627,819)	-	(27,301,192)
Equipment	(16,374,505)	(978,322)	-	(17,352,827)
Accumulated Depreciation	<u>(44,251,675)</u>	<u>(2,703,590)</u>	<u>-</u>	<u>(46,955,265)</u>
Total Capital Assets being Depreciated, net of Accumulated Depreciation	<u>68,917,819</u>	<u>(1,563,495)</u>	<u>-</u>	<u>67,354,324</u>
Capital Assets, net of Accumulated Depreciation	\$ <u>69,111,896</u>	\$ <u>(1,563,495)</u>	\$ <u>-</u>	\$ <u>67,548,401</u>

Depreciation was not charged to any specific function.

4. Long-Term Debt

In prior fiscal years, the District refunded portions of three bond issues -- \$7,845,000 of the February 1, 2001 General Obligation School Bonds, \$6,390,000 of the February 1, 2002 General Obligation School Bonds, and \$210,000 of the January 1, 2007 of the General Obligation Limited Tax School bonds. Each year the refunding trust pays the principal and interest on the refunded bond issues. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2012, \$12,155,000 of bonds outstanding is considered defeased from this and prior refunded bond issues.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

4. Long-Term Debt (Continued)

Changes in Long-Term Debt

	<u>Balance July 1, 2011</u>	<u>Additions</u>	<u>Retired/ Defeased</u>	<u>Balance June 30, 2012</u>	<u>Amounts Due Within One Year</u>
2005A General Obligation Refunding Bonds	6,905,000	-	560,000	6,345,000	590,000
2006 General Obligation Refunding Bonds	6,510,000	-	555,000	5,955,000	570,000
2007 General Obligation School Bonds	2,720,000	-	1,620,000	1,100,000	1,100,000
2008 General Obligation School Bonds	2,120,000	-	-	2,120,000	530,000
2009 General Obligation Limited Tax School Bonds	3,700,000	-	-	3,700,000	-
Capital Lease Purchase	60,413	-	11,187	49,226	12,811
	<u>\$22,015,413</u>	<u>\$ -</u>	<u>\$ 2,746,187</u>	<u>\$19,269,226</u>	<u>\$ 2,802,811</u>

At June 30, 2012, the annual cash flow requirements of Bond Principal and Interest were as follows:

	<u>Year Ending June 30,</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2005A General Obligation Refunding Bonds, Dated April 1, 2005	2013	4.00%	\$ 590,000	\$ 247,379	\$ 837,379
	2014	4.00%	610,000	223,379	833,379
	2015	4.00%	640,000	198,379	838,379
	2016	4.00%	670,000	172,179	842,179
	2017	4.25%	700,000	143,904	843,904
	2018	4.25%	735,000	113,410	848,410
	2019	4.13%	765,000	82,013	847,013
	2020	4.00%	800,000	50,235	850,235
	2021	4.10%	835,000	17,118	852,118
			<u>\$ 6,345,000</u>	<u>\$ 1,247,996</u>	<u>\$ 7,592,996</u>
Amount Available in Debt Service Fund					615,496
Amount to be Provided for Payment of this General Long-Term Debt					<u>\$ 6,977,500</u>

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

4. Changes in Long-Term Debt (Continued)

	<u>Year Ending June 30,</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006 General Obligation Refunding Bonds, Dated November 1, 2006	2013	3.55 - 4.00%	\$ 570,000	\$ 225,300	\$ 795,300
	2014	3.55 - 4.00%	590,000	202,100	792,100
	2015	3.55 - 4.00%	615,000	178,000	793,000
	2016	3.55 - 4.00%	630,000	153,100	783,100
	2017	3.55 - 4.00%	655,000	127,400	782,400
	2018	3.55 - 4.00%	685,000	100,600	785,600
	2019	3.55 - 4.00%	710,000	72,700	782,700
	2020	3.90%	740,000	44,070	784,070
	2021	3.90%	760,000	14,820	774,820
			<u>\$ 5,955,000</u>	<u>\$ 1,118,090</u>	<u>\$ 7,073,090</u>
Amount Available in Debt Service Fund					428,916
Amount to be Provided for Payment of this General Long-Term Debt					<u>\$ 6,644,174</u>

	<u>Year Ending June 30,</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007 General Obligation School Bonds, Dated January 1, 2007	2013	4.125%	\$ 1,100,000	\$ 22,688	\$ 1,122,688
			<u>\$ 1,100,000</u>	<u>\$ 22,688</u>	<u>\$ 1,122,688</u>
Amount Available in Debt Service Fund					791,725
Amount to be Provided for Payment of this General Long-Term Debt					<u>\$ 330,963</u>

	<u>Year Ending June 30,</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008 General Obligation School Bonds, Dated March 15, 2008	2013	4.00%	\$ 530,000	\$ 74,200	\$ 604,200
	2014	4.00%	1,590,000	31,800	1,621,800
			<u>\$ 2,120,000</u>	<u>\$ 106,000</u>	<u>\$ 2,226,000</u>
Amount Available in Debt Service Fund					304,125
Amount to be Provided for Payment of this General Long-Term Debt					<u>\$ 1,921,875</u>

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

4. Changes in Long-Term Debt (Continued)

	<u>Year Ending June 30,</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009 General Obligation					
Limited Tax Bonds, Dated	2013	2.50-3.00%	\$ -	\$ 98,856	\$ 98,856
October 1, 2009	2014	2.50-3.00%	-	98,856	98,856
	2015	2.50-3.00%	1,500,000	80,106	1,580,106
	2016	3.00%	1,540,000	40,066	1,580,066
	2017	3.00%	660,000	9,388	669,388
			<u>\$ 3,700,000</u>	<u>\$ 327,272</u>	<u>\$ 4,027,272</u>
Amount Available in Debt Service Fund					<u>289,831</u>
Amount to be Provided for Payment of this General Long-Term Debt					<u>\$ 3,737,441</u>

	<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Total All Issues	2013	\$ 2,790,000	\$ 668,423	\$ 3,458,423
	2014	2,790,000	556,135	3,346,135
	2015	2,755,000	456,485	3,211,485
	2016	2,840,000	365,345	3,205,345
	2017	2,015,000	280,692	2,295,692
	2018	1,420,000	214,010	1,634,010
	2019	1,475,000	154,713	1,629,713
	2020	1,540,000	94,305	1,634,305
	2021	1,595,000	31,938	1,626,938
		<u>\$ 19,220,000</u>	<u>\$ 2,822,046</u>	<u>\$ 22,042,046</u>
Amount Available in Debt Service Fund				<u>2,430,093</u>
Amount to be Provided for Payment of General Long-Term Debt				<u>\$ 19,611,953</u>

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS
(Continued)

4. Changes in Long-Term Debt (Continued)

Capital Lease Purchase

The District is purchasing various office machinery and equipment under capital leases with varying payments and interest rates, and expiring in various years through fiscal year 2016. The cost of this machinery and equipment has been included in the capital assets in the current year in the amount of \$66,426. The capital leases had current year expenditures for lease obligations in the amount of \$18,156. These obligations will be paid from current operating funds of the General Fund. Total minimum future lease payments under remaining capital leases as of June 30, 2012, in the aggregate, are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 12,811	\$ 5,345	\$ 18,156
2014	14,519	3,637	18,156
2015	16,454	1,702	18,156
2016	5,442	94	5,536
	<u>\$ 49,226</u>	<u>\$ 10,778</u>	<u>\$ 60,004</u>

Debt Limit

The Illinois School Code limits the amount of indebtedness to 6.9 percent of \$1,929,251,735, the most recent available assessed valuation of the District. The District's remaining debt margin at June 30, 2012, is \$113,849,144, which is 85.5 percent of its total legal debt limit.

5. Compensated Absences

The District's full time employees are allowed paid time for vacation leave. Central office, tech facilitators and custodial personnel are granted 20 days and administrative staff is granted 30 days at their hourly rate equivalent. Hours may not be carried over one year. At June 30, 2012, the accrual for vacation pay was \$497,103 and is recorded as a current liability on the statement of net assets.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

6. Fund Balance Reporting

According to Government Accounting Standards, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions of the differences in fund balance presentations.

A. Nonspendable Fund Balance

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories or prepaid amounts. Because the District reports on the cash basis of accounting all such items are expensed at the time of purchase, and therefore there are no amounts that fall into this classification.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the District. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specific purposes. The District reports several special revenue funds; the source of funding is through specific real estate tax levies. Namely the Operations and Maintenance Fund Levy, Transportation Fund Levy, Municipal Retirement/Social Security Fund Levy, Working Cash Fund Levy and the Tort Immunity Fund Levy.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority (the District's Board of Education). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

The School Board commits funds balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. No funds are currently committed.

D. Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the School Board itself or (b) the finance committee or by the superintendent when the School board has delegated the authority to assign amounts to be used for a specific purpose. No funds are currently assigned.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

6. Fund Balance Reporting (Continued)

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned Fund Balance amounts are shown in the financial statements in the Educational Fund/ General Fund.

Special Tax Levies - Restricted Fund Balances

Tort Immunity

Proceeds from the Tort Immunity (liability insurance) Special Tax Levy and related disbursements have been included in the operations of the Special Revenue (Tort Immunity) Fund. The State Board of Education is now requiring school districts to account for Tort Immunity expenditures in a separate fund. At June 30, 2012, the cumulative Tort Immunity revenues had exceeded related cumulative expenditures in the Special Revenue (Tort Immunity) Fund, and, accordingly, the June 30, 2012 fund balance of the Special Revenue (Tort Immunity) Fund is restricted for future Tort Immunity expenditures in the amount of \$219,453 in accordance with Chapter 745, Sections 10/9-101 to 10/9-107 of the Illinois Compiled Statutes.

During the year ended June 30, 2012, the District made the following disbursements for Tort Immunity purposes:

Property and Liability Insurance	\$ 102,275
Worker's Compensation Insurance	289,757
Unemployment Compensation Insurance	<u>38,812</u>
	<u>\$ 430,844</u>

Net Assets Restrictions

The district-wide statement of net assets reports \$16,343,521 of restricted net assets, all of which is restricted by enabling legislation for specific purposes

7. Retirement Fund Commitments

A. Teachers' Retirement System of the State of Illinois

The School 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 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.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

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

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2012 was 9.4 percent of their creditable earnings. The same contribution rate applies to members whose first contribution services is on or after January 1, 2011, the effective date of the benefit changes contained in public Act 96-0889. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the years ended June 30, 2011 and 2010.

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

On-Behalf Contributions: The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2012, State of Illinois contributions were based on 24.91 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$8,048,399 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2011, and June 30, 2010, the State of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 23.10 percent (\$6,954,001) and 23.38 percent (\$6,630,222), respectively.

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

2.2 Formula Contributions: Employers contributed 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ending June 30, 2012 were \$181,003. Contributions for the years ended June 30, 2011 and June 30, 2010, were \$174,603 and \$164,479 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 employer pension 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 trust funds will be the same as the state contribution rate to TRS. For the year ended June 30, 2012, the employer pension contribution was 24.91 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2011 and 2010, the employer pension contribution was 23.10 and 23.38 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2012, salaries totaling \$288,535 were paid from federal and special trust funds that required employer contributions of \$71,874. For the years ended June 30, 2011, and June 30, 2010, required District contributions were \$68,602 and \$98,694 respectively.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

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

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 contribution is 117.5 percent and applies when the member is age 55 at retirement.

For the year ended June 30, 2012, the District paid \$-0- to TRS for employer contributions under the Pipeline ERO and Modified ERO programs. For the years ended June 30, 2011, and June 30, 2010, the District paid \$125,638 and \$934,338 respectively.

Salary increases over 6 percent and excess sick leave:

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

For the year ended June 30, 2012, the district paid \$-0- to TRS for employer contributions due on salary increases in excess of 6 percent. For the year ended June 30, 2011 and June 30, 2010, the district paid \$3,730 and \$-0- for employer contributions due on salary increases in excess of 6 percent, respectively.

If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer makes a contribution to TRS. The contributions is based on the number of excess sick leave days used as service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (17.83 percent of salary during the year ended June 30, 2012, as recertified pursuant to Public Act 96-1511).

For the year ended June 30, 2012, the district paid \$-0- to TRS for sick leave days granted in the excess of the normal annual allotment. For the year ended June 30, 2011 and June 30, 2010, the district paid \$-0- and \$-0- in employer contributions granted for sick leave days, respectively.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

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

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer and State funding requirements can be found in the *TRS Comprehensive Annual Financial Report* for the year ended June 30, 2011. The report for the year ended June 30, 2012, is expected to be available in late 2012. 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>.

Teacher Health Insurance Security Fund

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 Illinois public school teachers employed outside the city of Chicago. The THIS fund provides medical, prescription, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants may participate in the state administered participating provider option plan or choose from several managed care options.

The State Employees Group Insurance Act of 1971 (5ILCS375) outlines benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with Governor's approval. The Illinois Department of Healthcare and Family Services (HFS) and the Illinois Department of Central Management Services (CMS) administer the plan with the cooperation of TRS. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by CMS with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to the TRS who are not employees of the state make a contribution to THIS Fund.

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

On-Behalf Contributions to THIS Fund: The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members, which were 0.88 percent of pay during the year ended June 30, 2012. State of Illinois contributions were \$274,625 and the District recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2011 and June 30, 2010 were also 0.84 percent of pay. State contributions on behalf of district employees were \$264,915 and \$238,212, respectively.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Teacher Health Insurance Security Fund (continued)

Employer Contributions to THIS Fund: The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.66 percent during the years ended June 30, 2012 and June 30, 2011, and 0.63 percent during the year ended June 30, 2010. For the year ended June 30, 2012, the District paid \$205,969 to the THIS Fund. For the years ended June 30, 2011 and June 30, 2010, the District paid \$198,686 and \$178,659 to the THIS Fund, respectively, which was 100 percent of the required contribution.

Further Information on THIS Fund

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

B. Illinois Municipal Retirement Fund

1. 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. Your employer 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. That report may be obtained on-line at www.imrf.org.

2. Funding Policy

As set by statute, the District's Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2011 was 11.12 percent of annual covered payroll. The District's annual required contribution rate for calendar year 2011 was 11.75 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.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

7. B. Illinois Municipal Retirement Fund (Continued)

3. Annual Pension Costs

For the calendar year ending December 31, 2011, the District's actual contribution for pension costs for the employees were \$772,943. Its required contribution for calendar year 2011 was \$816,734.

Three-Year Trend Information for the Regular Plan

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/11	\$ 816,734	95%	\$43,791
12/31/10	769,380	90%	76,938
12/31/09	588,078	100%	0

The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expense), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of your employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The District's Regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 30 year basis.

4. Funded Status and Funding Progress

As of December 31, 2011, the most recent actuarial valuation date, the Regular plan was 68.56 percent funded. The actuarial accrued liability for benefits was \$13,516,996 and the actuarial value of assets was \$9,267,870, resulting in an underfunded actuarial accrued liability (UAAL) of \$4,249,126. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$6,950,930 and the ratio of the UAAL to the covered payroll was 61 percent.

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

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

7. Retirement Fund Commitments

C. Social Security

Employees not qualifying for coverage under the Illinois Downstate Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid \$423,148, the total required contribution for the current fiscal year.

D. Postemployment Benefits - Defined Benefit Retiree Health Care Plan

The District administers the Glenview School District No. 34 Health Insurance Plan for Retired Employees. The plan is funded on a pay-as-you-go basis, and is being reported on prospective basis.

1. Membership in the Plan

	<u>June 30, 2011</u>
Retirees and beneficiaries receiving benefits	50
Terminated plan members entitled to but not yet receiving benefits	0
Active vested plan members	268
Active nonvested plan members	386
Total	<u>704</u>
Number of participating employers	<u>1</u>

2. Annual OPEB Cost and Net OPEB Obligation:

	<u>June 30, 2011</u>
Annual required contribution	\$ 1,135,549
Interest on net OPEB obligation	41,552
Adjustment to annual required contribution	(27,702)
Annual OPEB Cost	<u>\$ 1,149,399</u>
Contribution made	<u>397,749</u>
Increase (decrease) in net OPEB obligation	<u>\$ 751,650</u>
Net OPEB obligation July 1, 2010	831,046
Net OPEB obligation June 30, 2011	<u>\$ 1,582,696</u>

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

7. D. Postemployment Benefits - Defined Benefit Retiree Health Care Plan

3. Three-Year Trend Information

<u>Fiscal Year Ending</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2011	\$ 1,149,399	34.60%	\$ 1,582,696
6/30/2010	\$ 1,081,475	23.20%	\$ 831,046
6/30/2009	\$ 1,081,475	23.20%	\$ 831,046

4. Annual Required Contribution

	<u>2011</u>	<u>2010</u>
Service Costs	\$ 620,828	\$ 836,709
Amortization	223,345	244,766
Interest	42,209	54,074
Annual required contribution	<u>\$ 886,382</u>	<u>\$ 1,135,549</u>

5. Funding Policy and Actuarial Assumptions

Contribution rates:	
District	N/A
Plan members	0
Actuarial valuation date	6/30/2011
Actuarial cost method	Entry age
Amortization period	Level percentage of pay closed
Remaining amortization period	30 years
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return*	5.00%
Projected salary increases	5.00%
Healthcare inflation rate	8.00% initial 6.00% ultimate
Mortality, Turnover, Disability, Retirement Ages	Same rates utilized for IMRF
Percentage of Active Employees Assumed to Elect Benefit	100%
Percentage Assumed Married	75%
Employer Provided Benefit	50%-100% of: \$687-\$1,587/month to age 67
* Includes inflation at	3.00%

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

8. Property Taxes

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. The 2011 property tax levy was passed by the Board on December 12, 2011. Property taxes attach as an enforceable lien on property as of January 1, of the Levy year, and are payable in two installments on approximately March 1 and September 1 of the year subsequent to the Levy year. The District receives significant distributions of tax receipts approximately one month after these due dates. Taxes recorded on these financial statements are from the 2011 and 2010 tax levy years.

The following are the tax rate limits permitted by the School Code and by local referendum and the actual rates levied per \$100.00 of assessed valuation.

	Limit	Actual	
		2011 Levy	2010 Levy
Educational	2.5000	1.8076	1.6048
Operations and Maintenance	0.3750	0.2378	0.2111
Transportation	0.1200	0.0803	0.0814
Municipal Retirement	As Needed	0.0472	0.0386
Social Security	As Needed	0.0491	0.0368
Bond and Interest	As Needed	0.1877	0.1693
Tort Immunity	As Needed	0.0193	0.0171
		<u>2.4290</u>	<u>2.1591</u>

9. Lease Obligations

The District leases equipment through operating leases, which are expiring in various years through 2014. During the year ended June 30, 2012, the District incurred 337,188 in lease payments under these operating leases. The minimum future rental payments under these non-cancelable operating leases in the aggregate are:

Year Ending June 30,	
<u>2013</u>	\$ 337,188
2014	112,395
	<u>\$ 449,583</u>

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

10. Investment in Joint Agreements

The District participates with other Illinois school districts in certain cooperative educational organizations, known as joint agreements. These joint agreements are owned by the participants and are operated for the specific purposes stated in the joint agreement document, e.g., Special Education, Vocational Education, etc. This District has, in accordance with the generally accepted practice of other Illinois school districts, charged the cost of its investment to current expenditures in the year paid. The investment is not capitalized and it is unclear whether the District would receive any return of its investment should it choose to withdraw from the joint agreement.

North Suburban Special Education District (NSSD)

The District is a member of the North Suburban Special Education District (NSSD), along with other area school districts. NSSD provides special education programs and services, which benefit District students, and also provides jointly administered grants and programming which benefits the District. The District is financially responsible for annual and special assessments as established by the SEDOL board of trustees, and fees for programs and services based on usage. NSSD is separately audited and its financial information is not included in these financial statements. Financial information may be obtained directly from NSSD at 760 Red Oak Lane, Highland Park, Illinois 60035.

11. Litigation

The District is the defendant in lawsuits filed by certain parents of special education students of the District. The District is of the opinion that the ultimate disposition of these lawsuits should not have a material adverse effect on the District's financial position.

12. Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions and natural disasters for which the District carries commercial insurance. The District purchases a portion of its insurance coverage from private insurance companies. In addition, in order to obtain more favorable insurance premiums, the District participates in various public entity risk pools, which operate as common risk management and insurance programs. Risks covered include general liability, property damage, workers compensation, medical and other. Premiums have been recorded as expenditures disbursed in appropriate funds. There have been no significant reductions in coverage from the prior year, and settlements have not exceeded coverage in the past three years.

Suburban Schools Cooperative Insurance Pool (SSCIP)

The District is a member of the Suburban Schools Cooperative Insurance Pool (SSCIP), along with other area school districts. The District obtains property, and liability insurance, and claims and loss administration services, through SSCIP. The District is financially responsible for annual premiums based on types and levels of coverage. SSCIP is separately audited and its financial information is not included in these financial statements. Financial information may be obtained directly from SSCIP by contacting its treasurer, in care of, Consolidated High School District #230, at 15100 S. 94th Street, Orland Park, Illinois 60462.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO FINANCIAL STATEMENTS

(Continued)

13. Self-Funded Health Insurance

During the year ended June 30, 2012, employees of the District were covered by the District's medical and dental self-insurance plan. The District contributed approximately \$550 per month per employee to the Plan and employees, at their option, authorized payroll withholding to pay contributions for dependents or increased coverage. A third party administrator acting on behalf of the District paid claims.

The administrative contract between the District and the third party administrator is renewable annually and administrative fees and stop-loss premiums are included in the contractual provisions. In accordance with state statute, the District was protected against unanticipated catastrophic individual or aggregate loss by stop-loss coverage carried through Blue Cross Blue Shield of Illinois, a commercial insurer licensed or eligible to do business in Illinois in accordance with the Illinois Insurance Code. Stop-loss coverage was in effect for individual claims exceeding \$130,000 for the PPO plan and \$100,000 for the HMO plan for aggregate losses as of June 30, 2012, which is based on factors determined by Blue Cross Blue Shield of Illinois. The aggregate claims liability for June 30, 2012 and June 30, 2011, was \$899,143 and \$798,888 respectively. The aggregate claims incurred during the year ended June 30, 2012 were \$6,617,888, and the aggregate claims paid during the period were \$6,517,633. The aggregate claims liability as of June 30 was determined through use of accumulated lag reports prepared by Blue Cross Blue Shield of Illinois for a period through September 30 of each year.

Date	Aggregate Claims Liability			Ending Balance
	Beginning Balance	Claims	Payments	
June 30, 2012	\$ 798,888	\$ 6,617,888	\$ 6,517,633	\$ 899,143
June 30, 2011	\$ 653,819	\$ 6,162,734	\$ 6,017,665	\$ 798,888

14. Interfund Transfers

During the year, the District made the following interfund transfer of principal and interest payments for the payment of capital leases from the General (Educational) Fund to the Debt Service Fund as permitted by the School Code of Illinois.

	Transferred To	Transferred From
General Fund		
Educational Fund	\$ -	\$ 18,156
Debt Service		
Bond & Interest Fund	18,156	-
	<u>\$ 18,156</u>	<u>\$ 18,156</u>

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

REQUIRED SUPPLEMENTARY INFORMATION

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
BUDGETARY COMPARISON SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)

GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012

	General Fund				
	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis
<u>RECEIPTS</u>					
Receipts from Local Sources					
Taxes	\$ 34,667,529	\$ 34,667,529	\$ 34,871,721	\$ (30,341)	\$ 34,902,062
Tuition	54,100	54,100	83,430	-	83,430
Earnings on Investments	305,525	305,525	354,826	(13,552)	368,378
Food Service Fees	1,141,100	1,141,100	1,156,501	-	1,156,501
Pupil Activity Fees	94,000	94,000	92,652	111	92,541
Textbook Fees	453,000	453,000	439,365	228	439,137
Other	31,000	31,000	55,440	-	55,440
Tax Increment Finance Authority Refund	8,846,590	8,846,590	8,500,779	-	8,500,779
Total Receipts from Local Sources	\$ 45,592,844	\$ 45,592,844	\$ 45,554,714	\$ (43,554)	\$ 45,598,268
State Aid	12,227,994	12,227,994	12,418,705	435,210	11,983,495
Federal Aid	2,329,951	2,329,951	2,444,514	112,918	2,331,596
<u>TOTAL RECEIPTS</u>	<u>\$ 60,150,789</u>	<u>\$ 60,150,789</u>	<u>\$ 60,417,933</u>	<u>\$ 504,574</u>	<u>\$ 59,913,359</u>
<u>DISBURSEMENTS</u>					
Current					
Instruction					
Regular	\$ 32,398,124	\$ 32,393,639	\$ 31,493,166	\$ (329,144)	\$ 31,822,310
Special Education	9,626,041	9,637,326	9,099,869	(68,352)	9,168,221
Interscholastic	-	-	940	-	940
Summer School	266,801	266,801	255,446	(858)	256,304
Gifted	883,470	883,470	851,978	-	851,978
Bilingual	2,704,847	2,704,847	2,601,356	-	2,601,356
Supporting Services					
Pupils	4,206,303	4,206,303	4,072,236	3,360	4,068,876
Instructional Staff	3,900,440	3,905,440	4,058,777	(43,099)	4,101,876
General Administration	1,084,606	1,084,606	1,111,126	(36,318)	1,147,444
School Administration	2,385,685	2,382,685	2,361,125	(2,542)	2,363,667
Business	2,217,325	2,217,325	2,106,291	67,935	2,038,356
Central	1,214,460	1,214,460	1,030,793	1,491	1,029,302
Community Service	46,675	46,675	25,313	(1,315)	26,628
Payments to Other Governments					
Special Education	600,000	600,000	524,972	-	524,972
Capital Outlay	702,453	693,653	744,269	(7,822)	752,091
<u>TOTAL DISBURSEMENTS</u>	<u>\$ 62,237,230</u>	<u>\$ 62,237,230</u>	<u>\$ 60,337,657</u>	<u>\$ (416,664)</u>	<u>\$ 60,754,321</u>
<u>EXCESS OF RECEIPTS OVER</u>	<u>\$ (2,086,441)</u>	<u>\$ (2,086,441)</u>	<u>\$ 80,276</u>	<u>\$ 921,238</u>	<u>\$ (840,962)</u>
<u>(UNDER) DISBURSEMENTS</u>					
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfer Out	\$ -	\$ -	\$ (18,156)	\$ -	\$ (18,156)
<u>TOTAL OTHER FINANCING SOURCES (USES)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,156)</u>	<u>\$ -</u>	<u>\$ (18,156)</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>\$ (2,086,441)</u>	<u>\$ (2,086,441)</u>	<u>\$ 62,120</u>	<u>\$ 921,238</u>	<u>\$ (859,118)</u>
<u>FUND BALANCE - JULY 1, 2011</u>			<u>29,698,697</u>		<u>29,921,219</u>
<u>FUND BALANCE - JUNE 30, 2012</u>			<u>\$ 29,760,817</u>		<u>\$ 29,062,101</u>

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
BUDGETARY COMPARISON SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
SPECIAL REVENUE FUND - OPERATIONS & MAINTENANCE FUND
FOR THE YEAR ENDED JUNE 30, 2012

Operations & Maintenance Fund					
	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis
RECEIPTS					
Receipts from Local Sources					
Taxes	\$ 4,491,000	\$ 4,491,000	\$ 4,516,613	\$ -	\$ 4,516,613
Earnings on Investments	34,800	34,800	31,023	(5,697)	36,720
Rentals	52,000	52,000	79,322	-	79,322
Contributions	2,000	2,000	23,378	-	23,378
Other Receipts	-	-	3,509	-	3,509
Total Receipts from Local Sources	4,579,800	4,579,800	4,653,845	(5,697)	4,659,542
Receipts from Federal Sources					
FEMA Grant	-	-	7,480	-	7,480
TOTAL RECEIPTS	\$ 4,579,800	\$ 4,579,800	\$ 4,661,325	\$ (5,697)	\$ 4,667,022
DISBURSEMENTS					
Support Services					
Operations & Maintenance					
Salaries	\$ 2,011,430	\$ 2,011,430	\$ 1,912,658	\$ 17,210	\$ 1,895,448
Employee Benefits	574,680	574,680	545,047	-	545,047
Purchased Services	695,800	695,800	582,476	(26,254)	608,730
Supplies	1,079,100	1,079,100	994,053	49,479	944,574
Other	1,000	1,000	2,237	(41)	2,278
Total Support Services	\$ 4,362,010	\$ 4,362,010	\$ 4,036,471	\$ 40,394	\$ 3,996,077
Nonprogrammed Charges					
Payments for Special Education Programs	\$ 5,928	\$ 5,928	\$ 3,215	\$ 2,695	\$ 520
Capital Outlay	\$ 427,000	\$ 427,000	\$ 377,064	\$ -	\$ 377,064
TOTAL DISBURSEMENTS	\$ 4,794,938	\$ 4,794,938	\$ 4,416,750	\$ 43,089	\$ 4,373,661
NET CHANGE IN FUND BALANCE	\$ (215,138)	\$ (215,138)	\$ 244,575	\$ (48,786)	\$ 293,361
FUND BALANCE - JULY 1, 2011			2,969,401		2,727,320
FUND BALANCE - JUNE 30, 2012			\$ 3,213,976		\$ 3,020,681

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
BUDGETARY COMPARISON SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
SPECIAL REVENUE FUND - TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2012

	Transportation Fund				
	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis
<u>RECEIPTS</u>					
Receipts from Local Sources					
Taxes	\$ 1,731,100	\$ 1,731,100	\$ 1,630,401	\$ -	\$ 1,630,401
Earnings on Investments	25,275	25,275	16,104	(4,312)	20,416
Local Transportation Fees	72,000	72,000	67,561	(540)	68,101
Other	-	-	1,968	-	1,968
Total Receipts from Local Sources	\$ 1,828,375	\$ 1,828,375	\$ 1,716,034	\$ (4,852)	\$ 1,720,886
Receipts from State Sources					
State Transportation Aid	\$ 1,133,830	\$ 1,133,830	\$ 1,422,677	\$ (19,488)	\$ 1,442,165
<u>TOTAL RECEIPTS</u>	\$ 2,962,205	\$ 2,962,205	\$ 3,138,711	\$ (24,340)	\$ 3,163,051
<u>DISBURSEMENTS</u>					
Support Services					
Pupil Transportation					
Salaries	\$ 85,105	\$ 85,105	\$ 85,160	\$ -	\$ 85,160
Employee Benefits	23,835	23,835	21,316	-	21,316
Purchased Services	2,893,360	2,893,360	2,801,879	6,790	2,795,089
Supplies	6,750	6,750	5,631	(4,360)	9,991
Total Support Services	\$ 3,009,050	\$ 3,009,050	\$ 2,913,986	\$ 2,430	\$ 2,911,556
Capital Outlay	\$ 11,300	\$ 11,300	\$ 10,940	\$ -	\$ 10,940
<u>TOTAL DISBURSEMENTS</u>	\$ 3,020,350	\$ 3,020,850	\$ 2,924,926	\$ 2,430	\$ 2,922,496
<u>NET CHANGE IN FUND BALANCE</u>	\$ (58,145)	\$ (58,645)	\$ 213,785	\$ (26,770)	\$ 240,555
<u>FUND BALANCE - JULY 1, 2011</u>			1,649,020		1,991,140
<u>FUND BALANCE - JUNE 30, 2012</u>			\$ 1,862,805		\$ 2,231,695

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
BUDGETARY COMPARISON SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET TO ACTUAL (BUDGETARY BASIS)
SPECIAL REVENUE FUND - MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE YEAR ENDED JUNE 30, 2012

Municipal Retirement/Social Security					
	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis
<u>RECEIPTS</u>					
Receipts from Local Sources					
Taxes	\$ 1,660,160	\$ 1,660,160	\$ 1,790,744	\$ -	\$ 1,790,744
Earnings on Investments	5,300	5,300	6,647	(1,300)	7,947
<u>TOTAL RECEIPTS</u>	<u>\$ 1,665,460</u>	<u>\$ 1,665,460</u>	<u>\$ 1,797,391</u>	<u>\$ (1,300)</u>	<u>\$ 1,798,691</u>
<u>DISBURSEMENTS</u>					
Current					
Instruction					
Regular	\$ 1,859,814	\$ 1,859,814	\$ 384,016	\$ -	\$ 384,016
Special Education	-	-	303,110	-	303,110
Bilingual	-	-	72,153	-	72,153
Summer School	-	-	10,464	-	10,464
Gifted Program	-	-	9,219	-	9,219
Supporting Services					
Pupils	-	-	89,961	-	89,961
Instructional Staff	-	-	155,162	-	155,162
General Administration	-	-	29,523	-	29,523
School Administration	-	-	110,400	-	110,400
Business	-	-	501,024	-	501,024
Central	-	-	75,557	-	75,557
Community Service	-	-	19	-	19
<u>TOTAL DISBURSEMENTS</u>	<u>\$ 1,859,814</u>	<u>\$ 1,859,814</u>	<u>\$ 1,740,608</u>	<u>\$ -</u>	<u>\$ 1,740,608</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>\$ (194,354)</u>	<u>\$ (194,354)</u>	<u>\$ 56,783</u>	<u>\$ (1,300)</u>	<u>\$ 58,083</u>
<u>FUND BALANCE - JULY 1, 2011</u>			<u>642,928</u>		<u>642,928</u>
<u>FUND BALANCE - JUNE 30, 2012</u>			<u>\$ 699,711</u>		<u>\$ 701,011</u>

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
BUDGETARY COMPARISON SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
SPECIAL REVENUE FUND - WORKING CASH FUND
FOR THE YEAR ENDED JUNE 30, 2012

	Working Cash Fund				
	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis
<u>RECEIPTS</u>					
Receipts from Local Sources					
Earnings on Investments	\$ 25,200	\$ 25,200	\$ 28,623	\$ 7,452	\$ 21,171
<u>TOTAL RECEIPTS</u>	\$ 25,200	\$ 25,200	\$ 28,623	\$ 7,452	\$ 21,171
<u>DISBURSEMENTS</u>	\$ -	\$ -	\$ -	\$ -	\$ -
<u>NET CHANGE IN FUND BALANCE</u>	\$ 25,200	\$ 25,200	\$ 28,623	\$ 7,452	\$ 21,171
<u>FUND BALANCE - JULY 1, 2011</u>			1,681,576		1,712,726
<u>FUND BALANCE - JUNE 30, 2012</u>			\$ 1,710,199		\$ 1,733,897

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
BUDGETARY COMPARISON SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
SPECIAL REVENUE FUND - TORT IMMUNITY FUND
FOR THE YEAR ENDED JUNE 30, 2012

	Working Cash Fund				
	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis
<u>RECEIPTS</u>					
Receipts from Local Sources					
Taxes	\$ 363,900	\$ 363,900	\$ 366,346	\$ -	\$ 366,346
Earnings on Investments	2,635	2,635	3,466	-	3,466
<u>TOTAL RECEIPTS</u>	\$ 366,535	\$ 366,535	\$ 369,812	\$ -	\$ 369,812
<u>DISBURSEMENTS</u>	\$ 413,000	\$ 413,000	\$ 430,844	\$ -	\$ 430,844
<u>NET CHANGE IN FUND BALANCE</u>	\$ (46,465)	\$ (46,465)	\$ (61,032)	\$ -	\$ (61,032)
<u>FUND BALANCE - JULY 1, 2011</u>			\$ 280,485		\$ 280,485
<u>FUND BALANCE - JUNE 30, 2012</u>			\$ 219,453		\$ 219,453

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
BUDGET RECONCILIATION
GENERAL AND SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

Budget Reconciliation

Items required to adjust actual receipts and disbursements reported on the budgetary (Cash) basis to those reported on the Statement of Revenues, Expenditures and Changes in Fund Balance (Modified Accrual Basis) are as follows:

	General	Operations & Maintenance	Trans- portation	Municipal Retirement/ Social Security	Working Cash	Tort Immunity
	\$	\$	\$	\$	\$	\$
Net Change in Fund Balance	62,120	244,575	213,785	56,783	28,623	(61,032)
Accrued Interest Receivable						
June 30, 2012	142,020	6,877	6,951	1,300	23,698	-
June 30, 2011	(128,468)	(1,180)	(2,639)	-	(31,150)	-
Accrued Real Estate Taxes Receivable						
June 30, 2012	16,729,178	2,200,827	743,167	891,246	-	-
June 30, 2011	(16,680,386)	(2,194,079)	(846,066)	(783,612)	-	(177,735)
Accrued Personal Property Replacement Taxes Receivable						
June 30, 2012	113,880	-	-	-	-	-
June 30, 2011	(83,540)	-	-	-	-	-
Governmental Claims Receivable						
June 30, 2012	477,118	-	367,433	-	-	-
June 30, 2011	(1,025,245)	-	(347,944)	-	-	-
Inventory						
June 30, 2012	92,486	41,720	-	-	-	-
June 30, 2011	(95,411)	(60,869)	-	-	-	-
Prepaid Expenses						
June 30, 2012	166,601	19,314	16,172	-	-	-
June 30, 2011	(215,368)	(16,048)	(4,360)	-	-	-
Accounts Payable						
June 30, 2012	(479,225)	(59,719)	(21,666)	-	-	-
June 30, 2011	121,759	101,480	12,823	-	-	-
Accrued Salaries						
June 30, 2012	(4,810)	(12,027)	-	-	-	-
June 30, 2011	26,663	19,524	-	-	-	-
Retirement & Compensated Absences Payable						
June 30, 2012	(307,643)	(189,460)	-	-	-	-
June 30, 2011	378,200	199,174	-	-	-	-
Accrued Health Claims Liability						
June 30, 2012	(899,143)	-	-	-	-	-
June 30, 2011	798,888	-	-	-	-	-
Deferred Real Estate Taxes						
June 30, 2012	(16,729,178)	(2,200,827)	(743,167)	(891,246)	-	-
June 30, 2011	16,680,386	2,194,079	846,066	783,612	-	177,735
Net Change in Fund Balance	(859,118)	283,361	240,555	58,083	21,171	(61,032)

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION ON BUDGETARY ACCOUNTING

YEAR ENDED JUNE 30, 2012

Budgets and Budgetary Accounting

The budget for all major Governmental Funds is prepared on the cash basis of accounting. Certain cash basis financial statements have been included in this report to provide for comparability between budget and actual amounts. Page 49 discloses a reconciliation of accrual fund balance to cash basis fund balance. This is an acceptable method in accordance with Chapter 105, Section 5/17-1 of the Illinois Compiled Statutes. The July 1, 2011 to June 30, 2012 budget was passed on September 19, 2011, and year-end budget transfers were approved on May 21, 2012.

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

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

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

Overexpenditure of Budget

For the year ended June 30, 2012, the budget was prepared on the cash basis, and the actual disbursements exceeded budgeted disbursements in the following fund:

	<u>Actual</u>	<u>Budget</u>	<u>Excess</u>
Debt Service Fund			
Bond & Interest Fund	3,537,588	3,519,990	17,598

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

REQUIRED SUPPLEMENTARY INFORMATION

JUNE 30, 2012

SCHEDULE OF FUNDING PROGRESS

The Schedule of Funding Progress, as of the most recent actuarial valuation date, and for the two preceding years of the District's Defined Benefit Pension Plan, the Illinois Municipal Retirement Fund, follows:

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)
12/31/11	\$ 9,267,870	\$ 13,516,996	\$ 4,249,126	68.56%	\$ 6,950,930	61.13%
12/31/10	\$ 7,889,952	\$ 12,434,234	\$ 4,544,282	63.45%	\$ 6,875,607	66.09%
12/31/09	\$ 6,691,327	\$ 10,698,354	\$ 4,007,027	62.55%	\$ 6,399,105	62.62%

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$8,669,443. On a market basis, the funded ratio would be 64.14%.

The Schedule of Funding Progress, as of the most recent actuarial valuation date of the District's Defined Benefit Retiree Health Care Plan follows:

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)
6/30/11	\$ -	\$ 6,700,351	\$ 6,700,351	0%	N/A	N/A
6/30/10	\$ -	\$ 7,342,993	\$ 7,342,993	0%	N/A	N/A
6/30/09	\$ -	\$ 7,342,993	\$ 7,342,993	0%	N/A	N/A

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

CASH BASIS FINANCIAL STATEMENTS

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - (CASH BASIS)
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2012

	FINAL BUDGET	ACTUAL
<u>RECEIPTS</u>		
Receipts from Local Sources		
Taxes	\$ 34,667,529	\$ 34,871,721
Tuition	54,100	83,430
Earnings on Investments	305,525	354,826
Food Service Fees	1,141,100	1,156,501
Pupil Activity Fees	94,000	92,652
Textbook Fees	453,000	439,365
Other	31,000	55,440
Tax Increment Finance Authority Refund	8,846,590	8,500,779
Total Receipts from Local Sources	\$ 45,592,844	\$ 45,554,714
Receipts from State Sources		
General State Aid	1,907,944	1,907,913
State Library Grant	-	3,366
State Free Lunch and Breakfast	19,000	18,423
Special Education	1,758,600	2,065,006
Career & Technical Education	4,000	4,104
Early Childhood Block Grant	83,274	83,275
Bilingual Education	236,530	209,492
Other Grants-In-Aid	79,413	78,727
TRS Employer Contribution - "On Behalf" Receipts	8,139,233	8,048,399
Total Receipts from State Sources	\$ 12,227,994	\$ 12,418,705
Federal Aid		
Federal Impact Aid	\$ 201,014	\$ 204,937
Medicaid Matching Funds	160,000	287,970
National School Lunch/Breakfast	422,000	471,590
Special Education IDEA Grants	870,000	899,156
Title I	430,260	188,635
Title III Grant	94,650	37,729
ARRA - Stimulus Grants	55,027	312,833
Title II	97,000	41,664
Total Receipts from Federal Sources	\$ 2,329,951	\$ 2,444,514
<u>TOTAL RECEIPTS</u>	\$ 60,150,789	\$ 60,417,933
<u>DISBURSEMENTS</u>	62,237,230	60,337,657
<u>EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	\$ (2,086,441)	\$ 80,276
<u>OTHER FINANCING SOURCES (USES)</u>		
Transfers Out	\$ -	\$ (18,156)
<u>TOTAL OTHER FINANCING SOURCES (USES)</u>	\$ -	\$ (18,156)
<u>NET CHANGE IN FUND BALANCE</u>	\$ (2,086,441)	\$ 62,120
<u>FUND BALANCE - JULY 1, 2011</u>		29,698,697
<u>FUND BALANCE - JUNE 30, 2012</u>		\$ 29,760,817

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
SCHEDULE OF DISBURSEMENTS
BUDGET AND ACTUAL - (CASH BASIS)
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2012

<u>INSTRUCTION</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
Regular Programs		
Salaries	\$ 19,709,245	\$ 18,986,877
Employee Benefits	3,279,709	3,314,743
TRS Employer Contribution - "On Behalf" Disbursement	8,139,233	8,048,399
Purchased Services	496,370	378,600
Supplies	762,582	764,547
Capital Outlay	45,781	85,891
Other	6,500	-
Total Regular Programs	\$ 32,439,420	\$ 31,579,057
Special Programs		
Salaries	\$ 4,411,169	\$ 4,127,993
Employee Benefits	1,088,616	928,618
Purchased Services	879,040	704,201
Supplies	78,856	53,989
Capital Outlay	6,000	17,464
Other	50,130	46,307
Tuition	3,129,515	3,238,761
Total Special Programs	\$ 9,643,326	\$ 9,117,333
Bilingual Programs		
Salaries	\$ 2,278,896	\$ 2,192,671
Employee Benefits	358,221	328,786
Purchased Services	2,000	20,460
Supplies	65,730	59,439
Total Bilingual Programs	\$ 2,704,847	\$ 2,601,356
Summer School		
Salaries	\$ 260,801	\$ 247,423
Supplies	6,000	8,023
Total Summer School	\$ 266,801	\$ 255,446
Gifted Programs		
Salaries	\$ 789,230	\$ 768,152
Employee Benefits	88,525	75,334
Purchased Services	2,500	5,640
Supplies	3,215	2,852
Total Gifted Programs	\$ 883,470	\$ 851,978
<u>TOTAL INSTRUCTION</u>	\$ 45,937,864	\$ 44,406,110

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
SCHEDULE OF DISBURSEMENTS
BUDGET AND ACTUAL - (CASH BASIS)
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2012

	FINAL BUDGET	ACTUAL
<u>SUPPORT SERVICES</u>		
Pupils		
Salaries	\$ 3,647,031	\$ 3,499,752
Employee Benefits	511,162	483,849
Purchased Services	32,650	57,041
Supplies	15,460	13,063
Capital Outlay	2,800	2,481
Total Pupils	\$ 4,209,103	\$ 4,074,717
Instructional Staff		
Salaries	\$ 2,776,340	\$ 2,961,694
Employee Benefits	339,147	377,683
Purchased Services	364,902	279,658
Supplies	418,551	378,744
Capital Outlay	601,350	627,237
Other	6,500	60,998
Total Instructional Staff	\$ 4,506,790	\$ 4,686,014
General Administration		
Salaries	\$ 579,511	\$ 572,227
Employee Benefits	137,635	126,291
Purchased Services	317,260	362,464
Supplies	14,200	11,802
Capital Outlay	1,350	2,857
Other	36,000	38,342
Total General Administration	\$ 1,085,956	\$ 1,113,983
School Administration		
Salaries	\$ 1,873,331	\$ 1,885,869
Employee Benefits	377,422	358,558
Purchased Services	47,590	37,109
Supplies	69,183	56,878
Capital Outlay	8,372	2,600
Other	15,159	22,711
Total School Administration	\$ 2,391,057	\$ 2,363,725
Business		
Salaries	\$ 940,269	\$ 923,236
Employee Benefits	279,915	267,981
Purchased Services	114,965	83,395
Supplies	768,176	751,378
Capital Outlay	21,500	5,287
Other	114,000	80,301
Total Business	\$ 2,238,825	\$ 2,111,578
Central		
Salaries	\$ 737,255	\$ 686,907
Employee Benefits	178,315	152,101
Purchased Services	249,890	168,661
Supplies	30,500	14,581
Capital Outlay	6,500	452
Other	18,500	8,543
Total Central	\$ 1,220,960	\$ 1,031,245
<u>TOTAL SUPPORT SERVICES</u>	\$ 15,652,691	\$ 15,381,262

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
SCHEDULE OF DISBURSEMENTS
BUDGET AND ACTUAL - (CASH BASIS)
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2012

	FINAL BUDGET	ACTUAL
<u>COMMUNITY SERVICES</u>		
Salaries	\$ -	\$ 8,705
Employee Benefits	-	2,653
Purchased Services	46,675	11,772
Supplies	-	2,183
<u>TOTAL COMMUNITY SERVICES</u>	<u>\$ 46,675</u>	<u>\$ 25,313</u>
<u>NONPROGRAMMED CHARGES</u>		
Purchased Services	\$ 600,000	\$ 519,983
Other Objects	-	4,989
<u>TOTAL NONPROGRAMMED CHARGES</u>	<u>\$ 600,000</u>	<u>\$ 524,972</u>
<u>TOTAL DISBURSEMENTS</u>	<u>\$ 62,237,230</u>	<u>\$ 60,337,657</u>

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - (CASH BASIS)
OPERATIONS AND MAINTENANCE FUND
FOR THE YEAR ENDED JUNE 30, 2012

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>RECEIPTS</u>		
Receipts from Local Sources		
Taxes	\$ 4,491,000	\$ 4,516,613
Earnings on Investments	34,800	31,023
Rentals	52,000	79,322
Contributions	2,000	23,378
Other	-	3,509
Total Receipts from Local Sources	\$ 4,579,800	\$ 4,653,845
Receipts from Federal Sources		
FEMA Grant	-	7,480
Total Receipts from Federal Sources	\$ -	\$ 7,480
<u>TOTAL RECEIPTS</u>	\$ 4,579,800	\$ 4,661,325
<u>DISBURSEMENTS</u>		
Supporting Services		
Operations and Maintenance		
Salaries	\$ 2,011,430	\$ 1,912,658
Employee Benefits	574,680	545,047
Purchased Services	695,800	582,476
Supplies	1,079,100	994,053
Capital Outlay	427,000	377,064
Other	1,000	2,237
Total Supporting Services	\$ 4,789,010	\$ 4,413,535
Nonprogrammed Charges		
Payments for Special Education Programs	\$ 5,928	\$ 3,215
<u>TOTAL DISBURSEMENTS</u>	\$ 4,794,938	\$ 4,416,750
<u>NET CHANGE IN FUND BALANCE</u>	\$ (215,138)	\$ 244,575
<u>FUND BALANCE - JULY 1, 2011</u>		2,969,401
<u>FUND BALANCE - JUNE 30, 2012</u>		\$ 3,213,976

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - (CASH BASIS)
TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2012

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>RECEIPTS</u>		
Receipts from Local Sources		
Taxes	\$ 1,731,100	\$ 1,630,401
Earnings on Investments	25,275	16,104
Local Transportation Fees	72,000	67,561
Other	-	1,968
Total Receipts from Local Sources	\$ 1,828,375	\$ 1,716,034
Receipts from State Sources		
State Transportation Aid	1,133,830	1,422,677
<u>TOTAL RECEIPTS</u>	\$ 2,962,205	\$ 3,138,711
<u>DISBURSEMENTS</u>		
Supporting Services		
Pupil Transportation		
Salaries	\$ 85,105	\$ 85,160
Employee Benefits	23,835	21,316
Purchased Services	2,893,360	2,801,879
Supplies	6,750	5,631
Capital Outlay	11,300	10,940
Total Supporting Services	\$ 3,020,350	\$ 2,924,926
Provision for Contingencies	\$ 500	\$ -
<u>TOTAL DISBURSEMENTS</u>	\$ 3,020,850	\$ 2,924,926
<u>NET CHANGE IN FUND BALANCE</u>	\$ (58,645)	\$ 213,785
<u>FUND BALANCE - JULY 1, 2011</u>		1,649,020
<u>FUND BALANCE - JUNE 30, 2012</u>		\$ 1,862,805

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - (CASH BASIS)
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE YEAR ENDED JUNE 30, 2012

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>RECEIPTS</u>		
Receipts from Local Sources		
Taxes	\$ 1,660,160	\$ 1,790,744
Earnings on Investments	<u>5,300</u>	<u>6,647</u>
<u>TOTAL RECEIPTS</u>	<u>\$ 1,665,460</u>	<u>\$ 1,797,391</u>
<u>DISBURSEMENTS</u>		
Employee Benefits		
Instruction		
Regular Programs	\$ 1,859,814	\$ 384,016
Special Education Programs	-	303,110
Bilingual Programs	-	72,153
Summer School Programs	-	10,464
Gifted Programs	-	9,219
Total Instruction	<u>\$ 1,859,814</u>	<u>\$ 778,962</u>
Supporting Services		
Attendance & Social Work	\$ -	\$ 19,734
Guidance Services	-	10
Health Services	-	42,951
Psychological Services	-	7,133
Speech & Pathology	-	20,133
Improvement of Instruction	-	21,625
Educational Media Services	-	133,537
Executive Administration Services	-	27,809
Special Area Administration Services	-	1,714
Office of the Principal Services	-	110,400
Direction of Business Support Services	-	14,656
Fiscal Services	-	27,948
Operations and Maintenance Services	-	343,466
Pupil Transportation Services	-	16,146
Food Service	-	98,692
Internal Services	-	116
Information Services	-	41,164
Staff Services	-	34,393
Total Support Services	<u>\$ -</u>	<u>\$ 961,627</u>
Community Services	<u>\$ -</u>	<u>\$ 19</u>
<u>TOTAL DISBURSEMENTS</u>	<u>\$ 1,859,814</u>	<u>\$ 1,740,608</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>\$ (194,354)</u>	<u>\$ 56,783</u>
<u>FUND BALANCE - JULY 1, 2011</u>		<u>642,928</u>
<u>FUND BALANCE - JUNE 30, 2012</u>		<u>\$ 699,711</u>

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - (CASH BASIS)
WORKING CASH FUND
FOR THE YEAR ENDED JUNE 30, 2012

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>RECEIPTS</u>		
Receipts from Local Sources		
Earnings on Investments	\$ <u>25,200</u>	\$ <u>28,623</u>
<u>DISBURSEMENTS</u>	<u>-</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCE</u>	\$ <u>25,200</u>	\$ <u>28,623</u>
<u>FUND BALANCE - JULY 1, 2011</u>		<u>1,681,576</u>
<u>FUND BALANCE - JUNE 30, 2012</u>		\$ <u>1,710,199</u>

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - (CASH BASIS)
TORT IMMUNITY FUND
FOR THE YEAR ENDED JUNE 30, 2012

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>RECEIPTS</u>		
Receipts from Local Sources		
Taxes	\$ 363,900	\$ 366,346
Earnings on Investments	<u>2,635</u>	<u>3,466</u>
<u>TOTAL RECEIPTS</u>	\$ <u>366,535</u>	\$ <u>369,812</u>
<u>DISBURSEMENTS</u>		
Supporting Services		
Tort Expenditures Purchased Services	\$ <u>433,830</u>	\$ <u>430,844</u>
<u>NET CHANGE IN FUND BALANCE</u>	\$ <u>(67,295)</u>	\$ (61,032)
<u>FUND BALANCE - JULY 1, 2011</u>		\$ <u>280,485</u>
<u>FUND BALANCE - JUNE 30, 2012</u>		\$ <u>219,453</u>

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - (CASH BASIS)
BOND AND INTEREST FUND
FOR THE YEAR ENDED JUNE 30, 2012

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>RECEIPTS</u>		
Receipts from Local Sources		
Taxes	\$ 3,595,680	\$ 3,593,342
Earnings on Investments	<u>26,500</u>	<u>28,770</u>
<u>TOTAL RECEIPTS</u>	<u>\$ 3,622,180</u>	<u>\$ 3,622,112</u>
<u>DISBURSEMENTS</u>		
Debt Service		
Interest on Bonds	\$ 779,990	\$ 786,892
Bond Principal Retired	2,735,000	2,746,187
Service Charges	<u>5,000</u>	<u>4,509</u>
<u>TOTAL DISBURSEMENTS</u>	<u>\$ 3,519,990</u>	<u>\$ 3,537,588</u>
<u>EXCESS OF RECEIPTS OVER (UNDER) DISBURSEMENTS</u>	<u>\$ 102,190</u>	<u>\$ 84,524</u>
<u>OTHER FINANCING SOURCES (USES)</u>		
Transfers In	\$ -	\$ 18,156
<u>TOTAL OTHER FINANCING SOURCES (USES)</u>	<u>\$ -</u>	<u>\$ 18,156</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>\$ 102,190</u>	\$ 102,680
<u>FUND BALANCE - JULY 1, 2011</u>		<u>2,327,413</u>
<u>FUND BALANCE - JUNE 30, 2012</u>		<u>\$ 2,430,093</u>

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - (CASH BASIS)
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2012

	FINAL BUDGET	ACTUAL
<u>RECEIPTS</u>		
Receipts from Local Sources		
Earnings on Investments	\$ 300	\$ 212
<u>TOTAL RECEIPTS</u>	\$ 300	\$ 212
<u>DISBURSEMENTS</u>		
Supporting Services		
Facilities Acquisition and Construction		
Capital Outlay	\$ -	\$ -
<u>TOTAL DISBURSEMENTS</u>	\$ -	\$ -
<u>NET CHANGE IN FUND BALANCE</u>	\$ 300	\$ 212
<u>FUND BALANCE - JULY 1, 2011</u>		17,166
<u>FUND BALANCE - JUNE 30, 2012</u>		\$ 17,378

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - (CASH BASIS)
FIRE PREVENTION AND SAFETY FUND
FOR THE YEAR ENDED JUNE 30, 2012

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>RECEIPTS</u>		
Receipts from Local Sources		
Earnings on Investments	\$ <u>3,400</u>	\$ <u>5,101</u>
<u>TOTAL RECEIPTS</u>	\$ <u>3,400</u>	\$ <u>5,101</u>
<u>DISBURSEMENTS</u>	\$ <u>-</u>	\$ <u>-</u>
<u>NET CHANGE IN FUND BALANCE</u>	\$ <u>3,400</u>	\$ <u>5,101</u>
<u>FUND BALANCE - JULY 1, 2011</u>		<u>404,612</u>
<u>FUND BALANCE - JUNE 30, 2012</u>		\$ <u>409,713</u>

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
STUDENT ACTIVITY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	<u>BALANCE</u> <u>JULY 1, 2011</u>	<u>RECEIPTS</u>	<u>DISBURSEMENTS</u>	<u>BALANCE</u> <u>JUNE 30, 2012</u>
Parent Fund	\$ 1,503	\$ -	\$ 909	\$ 594
School Stores	(63)	559	195	301
Student Council - General	99,794	245,345	260,788	84,351
Miscellaneous - Schools	18,755	39,698	39,922	18,531
Certificate Fees	164	-	-	164
Miscellaneous Trust	<u>184,024</u>	<u>66,039</u>	<u>58,143</u>	<u>191,920</u>
	\$ <u>304,177</u>	\$ <u>351,641</u>	\$ <u>359,957</u>	\$ <u>295,861</u>

REPRESENTED BY: Cash in Bank and Cash Equivalent Investments

Cash in Glenview State Bank	\$ 228,857
Investment in Custody of Township Treasurer	<u>67,004</u>
Total Cash in Bank	<u>295,861</u>
 Total Student Activities	 \$ <u>295,861</u>

See accompanying Independent Auditor's Report.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT

ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)
DISTRICT/JOINT AGREEMENT
Year Ending June 30, 2012

DISTRICT/JOINT AGREEMENT NAME Glenview Community Consolidated School District 35	RCDT NUMBER 05-016-0340-04	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER 066-003289	
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable) Dr. Michael Nicholson		NAME AND ADDRESS OF AUDIT FIRM Evoy, Kamschulte, Jacobs & Co. LLP 2122 Yeoman Street Waukegan	
ADDRESS OF AUDITED ENTITY (Street and/or P.O. Box, City, State, Zip Code) 1401 Greenwood Avenue Glenview 60025		E-MAIL ADDRESS jaceto@ekjllp.com NAME OF AUDIT SUPERVISOR John D. Aceto, Jr., CPA	
		CPA FIRM TELEPHONE NUMBER 847-662-8300	FAX NUMBER 847-662-8305

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

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

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

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

Glenview Community Consolidated School District No. 34
05-016-0340-04
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2012

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/10-6/30/11 (C)	Year 7/1/11-6/30/12 (D)	Year 7/1/10-6/30/11 (E)	Year 7/1/11-6/30/12 (F)			
US DEPARTMENT OF AGRICULTURE									
Passed Through ISBE									
National School Lunch Program	10.555	4210-2011	347,695	66,203	347,695	66,203		413,898	N/A
National School Lunch Program	10.555	4210-2012		360,321		370,321		370,321	N/A
School Breakfast Program	10.553	4220-2011	42,356	6,397	42,356	6,397		48,753	N/A
School Breakfast Program	10.553	4220-2012		38,869		44,032		44,032	N/A
ISBE Lanter Commodities	10.555	4210-2012		63,752		63,752		63,752	N/A
DOD Fresh Fruits & Vegetables (non-cash)	10.555	4210-2012		23,429		23,429		23,429	N/A
Total US Department of Agriculture			390,051	558,771	390,051	574,134		964,185	
US DEPARTMENT OF HEALTH AND HUMAN SERVICES									
Passed Through IL Department of Healthcare & Family Serv									
Medicaid Matching Funds - Admin Outreach	93.778	4991-2011	43,564	43,127	43,564	43,127		86,691	N/A
Medicaid Matching Funds - Admin Outreach	93.778	4991-2012		86,552		86,552		86,552	N/A
Total Department of Health and Human Services			43,564	129,679	43,564	129,679		173,243	

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

The accompanying notes are an integral part of this schedule.

- ¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- ² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- ³ When awards are received as a subrecipient, the identifying number assigned by the pass-through entity should be included in the schedule.
- ⁴ Circular A-133 requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, Circular A-133 states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

Glenview Community Consolidated School District No. 34
05-016-0340-04

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2012

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditures/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/10-6/30/11 (C)	Year 7/1/11-6/30/12 (D)	Year 7/1/10-6/30/11 (E)	Year 7/1/11-6/30/12 (F)			
US DEPARTMENT OF EMERGENCY MANAGEMENT									
Passed Through Illinois Emergency Management Agency									
IEMA Public Assistance Program	97.036	N/A		7,480	7,480			7,480	N/A
US DEPARTMENT OF EDUCATION									
Passed Through North Chicago School District #187									
Federal Impact Aid (PL874)	84.041	4001-2009		843	843			843	N/A
Federal Impact Aid (PL874)	84.041	4001-2010		204,094	204,094			204,094	N/A
Total Passed Through North Chicago School District #187				204,937	204,937			204,937	
Passed Through Northern Suburban Special Education District									
(M) IDEA, Part B - Flow-Through	84.027A	4820-2011	558,963	90,549	649,512			649,512	649,512
(M) IDEA, Part B - Flow-Through	84.027A	4820-2012		532,493		604,496		604,496	604,496

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

The accompanying notes are an integral part of this schedule.

- ¹ To meet state or other requirements, addressees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- ² When the CFDA number is not available, the addressee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- ³ When awards are received as a subrecipient, the identifying number assigned by the pass-through entity should be included in the schedule.
- ⁴ Circular A-133 requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, Circular A-133 states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the addressee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part iii of the data collection form.

Glenview Community Consolidated School District No. 34
05-016-0340-04
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2012

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/10-6/30/11 (C)	Year 7/1/11-6/30/12 (D)	Year 7/1/10-6/30/11 (E)	Year 7/1/11-6/30/12 (F)			
US DEPARTMENT OF EDUCATION (CONTINUED)									
Passed Through Northern Suburban Special Education District (Continued)									
(M) ARRA - IDEA Preschool	84.392A	4856-2011		45,971	38,139	7,832		45,971	48,714
(M) ARRA - IDEA, Part B, Flow-Through	84.391A	4857-2011	7,077	252,772	238,261	18,559		256,820	271,161
Total Passed Through Northern Suburban Special Ed District			566,040	921,785	925,912	630,887		1,556,799	
Passed Through ISBE									
(M) Title I - Low Income	84.010A	4300-2012	48,997	188,635		290,216		290,216	430,260
Title IV - Safe and Drug Free	84.186A	4400-2012				1,125		1,125	2,148
(M) IDEA - Room & Board (Non-XC)	84.027A	4625-2011	100,695	71,787	111,883	60,599		172,482	N/A
(M) IDEA - Room & Board (Non-XC)	84.027A	4625-2012		174,986		219,233		219,233	N/A
(M) IDEA - Room & Board XC	84.027A	4625-2011		29,341	29,341			29,341	N/A
(M) ARRA - Title I - Low Income	84.389A	4851-2011	101,671		77,665	24,006		101,671	101,848
(M) ARRA - Education Jobs Fund Program	84.410A	4880-2011	157,285	11,552	168,837			168,837	N/A
(M) ARRA - Education Jobs Fund Program	84.410A	480-2012		2,538		2,538		2,538	N/A

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

The accompanying notes are an integral part of this schedule.

- ¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- ² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- ³ When awards are received as a subrecipient, the identifying number assigned by the pass-through entity should be included in the schedule.
- ⁴ Circular A-133 requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, Circular A-133 states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

Glenview Community Consolidated School District No. 34
05-016-0340-04
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2012

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/10-6/30/11 (C)	Year 7/1/11-6/30/12 (D)	Year 7/1/10-6/30/11 (E)	Year 7/1/11-6/30/12 (F)			
US DEPARTMENT OF EDUCATION (Continued)									
Passed Through ISBE									
Title III - LIPLEP	84.365A	4909-2011	189,551		87,609	6,653		94,262	212,660
Title III - LIPLEP	84.365A	4909-2012	94,289	37,729		172,421		172,421	238,288
Title II - Teacher Quality	84.367A	4932-2012	8,969	41,864		67,618		67,618	87,910
Total Passed Through ISBE			700,457	558,232	475,335	844,409		1,319,744	
Total US Department of Education			1,266,497	1,684,953	1,606,184	1,475,296		3,081,480	
Total Federal Financial Assistance			1,700,112	2,380,884	2,047,279	2,179,109		4,226,388	
Value of Federal Awards Expended in the Form of Non-Cash Assistance During the Year	N/A	N/A		87,181		87,181		87,181	
Federal Insurance in Effect During the Year	N/A	N/A	0	0	0	0		0	
Federal Loans or Loan Guarantees, Including Interest Subsidies Outstanding at Year End	N/A	N/A	0	0	0	0		0	

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

The accompanying notes are an integral part of this schedule.

- ¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- ² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- ³ When awards are received as a subrecipient, the identifying number assigned by the pass-through entity should be included in the schedule.
- ⁴ Circular A-133 requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, Circular A-133 states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2012

Summary of Auditor's Results

1. We have audited the financial statements of Glenview Public Schools District 34 as of and for the year ended June 30, 2012. The District's policy is to prepare its financial statements on the modified accrual basis. The auditor's report expresses an unqualified opinion on the financial statements.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. Our audit disclosed no instances of noncompliance, which were material to the financial statements of Glenview Public Schools District 34.
4. An immaterial deficiency relating to the audit of the major federal award programs is reported in the Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. We have audited the compliance of Glenview Public Schools District 34 with the types of compliance requirements described in the Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major programs for the year ended June 30, 2012, and have issued our unqualified opinion thereon dated November 5, 2012.
6. Audit findings relative to the major federal award program of Glenview Public Schools District 34 are reported under the Findings and Questioned Costs - Major Federal Award Programs section of this schedule.
7. The following programs were identified as major programs in accordance with requirements described in Section 520 of the U.S. Office of Management and Budget (OMB) Circular A-133:

CFDA #

IDEA – Flow Through	84.027A
IDEA – Room & Board	84.027A
Title I – Low Income	84.010A
ARRA – Title I – Low Income	84.389A
ARRA – IDEA, Part B, Flow-Through	84.391A
ARRA – IDEA Preschool	84.392A
ARRA – Education Jobs Fund	84.410A

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

(Continued)

YEAR ENDED JUNE 30, 2012

Summary of Auditor's Results (Continued)

8. The threshold used to distinguish between Type A and Type B major programs was \$300,000.
9. Glenview Public Schools District 34 did not qualify as a "low-risk auditee."

Summary Schedule of Prior Audit Findings

There were no financial statements findings or major federal award programs findings or questioned costs in the prior year audit.

Findings - Current Year Financial Statements Audit

None.

Findings and Questioned Costs - Current Year Major Federal Award Programs Audit

Criteria and Condition: Per review of the district's expenditure reports for the 8/31/11 ARRA – IDEA, Part B, Flow-Through grant, it was discovered that the district received \$259,849 of grant funding from NSSD, however only spent \$256,820. The difference of \$3,029 is attributable to credits received from a vendor stemming from their initial purchase. The district was notified of the situation, and as a result NSSD is asking that the \$3,029 in funding be returned.

Context: Expenditures of the ARRA – IDEA, Part B, Flow-Through grant (\$256,820) were tested and it was found that \$3,029 credit was not taken into consideration when the claim was reimbursed by the pass-through entity.

Effect: \$3,029 of costs reimbursed should be returned to NSSD, the pass-through entity.

Cause: The credit for \$3,029 was not taken into consideration when the claim was reimbursed to the district.

Recommendation: The district must work with the pass-through agency to ensure that only expenditures, which have been incurred be reimbursed.

Managements Response: The district has implemented the review required, and will reimburse NSSD when the IL State Board of Education has reviewed this finding and questioned cost.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

JUNE 30, 2012

NOTE 1: Summary of Significant Accounting Policies

General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of Glenview Public Schools District 34. The District's reporting entity is defined in Note 1 to the District's financial statements. Federal awards passed through other government agencies are included on the schedule.

Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the District's financial statements.

Relationship to Basic Financial Statements

Federal awards received are reflected in the District's financial statements within the Educational Fund as receipts from federal sources.

Relationship to Program Financial Reports

Amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree with amounts reported in the Program Financial Reports for programs, which have filed final reports as of June 30, 2012, with the Illinois State Board of Education.

Loans and Non-Cash Assistance

For the year ended June 30, 2012, the fair market value of federal awards received in the form of non-cash assistance was \$87,181. This amount is reported in the accompanying Schedule of Expenditures of Federal Awards under the Department of Agriculture's National Food Commodities Program and the Department of Defense Fresh Fruits and Vegetables Program.

The amount of federal insurance in effect during the year ended June 30, 2012 was \$-0-.

The amount of federal loans or loan guarantees, including interest subsidies, outstanding at June 30, 2012 was \$-0-.

Subrecipient Reporting

No amounts were provided to a Subrecipient.

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

ADDITIONAL SUPPLEMENTARY INFORMATION

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34

ADDITIONAL SUPPLEMENTARY INFORMATION

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES, AND EXTENSIONS

FOR THE YEARS 2011, 2010, 2009, 2008 AND 2007

	2011	2010	2009	2008	2007
<u>ASSESSED VALUATION</u>					
\$	<u>1,929,251,735</u>	<u>\$ 2,133,634,747</u>	<u>\$ 2,378,757,181</u>	<u>\$ 2,302,965,891</u>	<u>\$ 2,153,194,118</u>
<u>TAX RATES</u>					
Educational	1.8076	1.6048	1.3856	1.4265	1.4457
Tort Immunity	0.0193	0.0171	0.0146	0.0107	0.0134
Operations and Maintenance	0.2378	0.2111	0.1997	0.1978	0.1934
Bond and Interest	0.1877	0.1693	0.1496	0.1446	0.1652
Transportation	0.0803	0.0814	0.0617	0.0706	0.0715
Municipal Retirement	0.0472	0.0386	0.0317	0.0273	0.0302
Social Security	0.0491	0.0368	0.0330	0.0311	0.0335
	<u>2.4290</u>	<u>2.1591</u>	<u>1.8759</u>	<u>1.9086</u>	<u>1.9529</u>
<u>TAX EXTENSIONS</u>					
Educational	\$ 34,873,154	\$ 34,240,570	\$ 32,960,059	\$ 32,851,808	\$ 31,128,727
Tort Immunity	372,345	364,851	347,298	246,417	288,528
Operations and Maintenance	4,587,760	4,504,102	4,750,378	4,555,266	4,164,277
Bond and Interest	3,620,357	3,612,356	3,557,498	3,330,591	3,557,023
Transportation	1,549,189	1,736,778	1,467,693	1,625,893	1,539,533
Municipal Retirement	910,606	823,583	754,066	628,709	650,264
Social Security	947,262	785,177	784,989	716,222	721,320
	<u>\$ 46,860,673</u>	<u>\$ 46,067,417</u>	<u>\$ 44,621,981</u>	<u>\$ 43,954,906</u>	<u>\$ 42,049,672</u>
<u>REAL ESTATE TAX COLLECTIONS</u>					
Collected	\$ 23,922,551	\$ 45,545,150	\$ 43,824,409	\$ 42,975,845	\$ 41,181,173
<u>PERCENT COLLECTED</u>	<u>51.05%</u>	<u>98.87%</u>	<u>98.21%</u>	<u>97.77%</u>	<u>97.93%</u>

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
ADDITIONAL SUPPLEMENTARY INFORMATION
SCHEDULE OF OPERATING EXPENDITURES PER STUDENT
FOR THE YEAR ENDED JUNE 30, 2012

TOTAL EXPENDITURES

Educational Fund	\$	60,337,657	
Operations and Maintenance Fund		4,416,750	
Bond and Interest Fund		3,537,588	
Transportation Fund		2,924,926	
Municipal Retirement/Social Security Fund		1,740,608	
Tort Immunity Fund		430,844	\$ 73,388,373

Less: Expenditures Not Applicable to Operating
Expenditures of Regular Programs

Educational Fund			
Summer School	\$	255,446	
Community Service		25,313	
Capital Outlay		744,269	
TRS "On Behalf" Payments		8,048,399	
Pre-K Programs		170,175	
Tuition		3,238,761	
Payments to Other Governmental Units		524,972	
Operations and Maintenance Fund			
Capital Outlay		377,064	
Non-Programmed Charges		3,215	
Bond Fund			
Bond Principal		2,746,187	
Transportation Fund			
Transportation Fees		1,120	
Capital Outlay		10,940	
Municipal Retirement Fund			
Summer School		10,464	
Pre-K Programs		6,063	
Community Service		19	16,162,407

NET OPERATING EXPENDITURES \$ 57,225,966

AVERAGE DAILY ATTENDANCE 4,350

OPERATING EXPENDITURES PER STUDENT \$ 13,154

GLENVIEW COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 34
ADDITIONAL SUPPLEMENTARY INFORMATION
SCHEDULE OF PER CAPITA TUITION CHARGE
FOR THE YEAR ENDED JUNE 30, 2012

<u>NET OPERATING EXPENDITURES</u>		\$ 57,225,966
<u>Less:</u> Offsetting Revenues of All or Part of the Expenditures of a Specific Activity		
Educational Fund		
Special Education	\$ 2,065,006	
Bilingual Education	209,492	
ARRA Grants	266,862	
State Free Lunch and Breakfast Aid	18,423	
Other Restricted Revenue State Sources	82,093	
Career & Tech Education	4,104	
Title II	41,664	
Food Services	1,156,501	
Federal Lunch Aid	471,590	
Pupil Activities	92,652	
Textbooks	439,365	
Local Fees	24,047	
Title I	188,635	
Special Education - Federal	899,156	
Medicaid Matching Funds	287,970	
Title III - English Language Acquisition	37,729	
Operations and Maintenance Fund		
Rentals	79,322	
Other Restricted Revenue Federal Sources	7,480	
Transportation Fund		
Fees From Pupils or Parents	66,441	
State Transportation Aid	1,422,677	7,861,209
<u>NET OPERATING EXPENDITURES FOR TUITION COMPUTATION</u>		\$ 49,364,757
<u>Add:</u> Depreciation Allowance		2,703,590
<u>TOTAL ALLOWANCE FOR TUITION COMPUTATION</u>		\$ 52,068,347
<u>AVERAGE DAILY ATTENDANCE</u>		4,350
<u>PER CAPITA TUITION CHARGE</u>		\$ 11,969