

West Northfield School District 31

Annual Financial Report

Year Ended June 30, 2014

West Northfield School District 31
 ANNUAL FINANCIAL REPORT
 For the Year Ended June 30, 2014

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MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education
West Northfield School District 31
Northbrook, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of West Northfield School District 31, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise West Northfield School District 31's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

West Northfield School District 31's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

(Continued)

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of West Northfield School District 31, as of June 30, 2014, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note L to the audited financial statements, net position as of July 1, 2013 has been restated mainly as a result of an adjustment to properly record the balance of capital assets. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 12, the Illinois Municipal Retirement Fund historical data on page 48, the budgetary comparison schedules on pages 49 through 64, and notes to required supplementary information on page 65 and 66 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, are required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit for the year ended June 30, 2014 was conducted for the purpose of forming opinions on the financial statements that collectively comprise West Northfield School District 31's basic financial statements. The other schedules listed in the table of contents in the supplementary financial information and other supplemental information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Other Information (Continued)

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of West Northfield School District 31, as of and for the year ended June 30, 2013 (not presented herein), and have issued our report thereon dated November 21, 2013, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund with comparative actual amounts for the year ended June 30, 2013 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2013 financial statements. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund have been subjected to the auditing procedures applied in the audit of the 2013 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2013.

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

The Members of the Board of Education
West Northfield School District 31
Northbrook, Illinois

(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2014 on our consideration of West Northfield School District 31's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering West Northfield School District 31's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois
November 10, 2014

West Northfield School District 31

Management's Discussion and Analysis

For the Year Ended June 30, 2014

The management discussion and analysis of West Northfield School District 31's (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2014. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

- The District continues to maintain a healthy financial position with an unrestricted net position making up 51% of the total net position.
- General revenues accounted for \$16,409 of revenues, or 81% of all revenues. Program specific revenues in the form of state categorical reimbursements and state/federal grants accounted for \$3,336, or 17%, of the total revenues of \$20,141.
- The District had \$16,580 in program expenditures related to governmental activities. However, only \$3,336 was offset by state and federal reimbursements or grants. This includes the TRS "on-behalf" payments of \$2,523.
- The District has \$950 remaining due on its long-term general obligation bonds, as of June 30, 2014 with \$605 due within one year.

Overview of the Financial Statements

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

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

This report also contains required supplementary information, supplementary financial information, and other supplemental information in addition to the basic financial statements.

Government-wide financial statements

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

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

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

West Northfield School District 31
Management's Discussion and Analysis
For the Year Ended June 30, 2014

Government-wide financial statements (Continued)

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

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds. The fiduciary funds relate to the revenues and expenses associated with Student Activities.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements.

By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund (Educational Account, Tort Immunity and Judgment Account, and Working Cash Account), Operations and Maintenance, Transportation, Municipal Retirement/Social Security, Debt Service, and Capital Projects, all of which are considered to be major funds.

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

West Northfield School District 31
Management's Discussion and Analysis
For the Year Ended June 30, 2014

Notes to the basic financial statements

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

Other information

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

District-Wide Financial Analysis

The District's combined net position was higher on June 30, 2014 than the previous year, increasing 23.0% to \$19,078. The unrestricted portion of the net position increased over 70% which is mainly due to referendum receipts. Long-term liabilities illustrate a significant decrease of 60.5% due to the reduction of debt service.

<i>TABLE 1:</i>		
<i>Condensed Statements of Net Position (formerly Statement of Net Assets)</i>		
<i>(in thousands of dollars)</i>		
	<u>2014</u>	<u>2013 (as restated)</u>
Assets:		
Current and other assets	\$ 20,616	\$18,106
Capital Assets, net	<u>7,145</u>	<u>7,586</u>
Total Assets	<u>27,761</u>	<u>25,692</u>
Liabilities:		
Current Liabilities	232	216
Long-term debt outstanding	<u>1,296</u>	<u>2,034</u>
Total Liabilities	<u>1,528</u>	<u>2,250</u>
Deferred Inflow of Resources:		
Unavailable Property Tax Revenue	<u>7,155</u>	<u>7,924</u>
Total Deferred Inflow of Resources	<u>7,155</u>	<u>7,924</u>
Net Position:		
Net investment in capital assets	5,950	7,289
Restricted	3,317	2,693
Unrestricted	<u>9,811</u>	<u>5,536</u>
Total Net Position	\$ 19,078	\$15,518

West Northfield School District 31
Management's Discussion and Analysis
For the Year Ended June 30, 2014

<i>TABLE 2:</i>		
<i>Changes in Net Position – Governmental Activities</i>		
<i>(in thousands of dollars)</i>		
	<u>2014</u>	<u>2013 (as restated)</u>
Revenues:		
<i>Program Revenues:</i>		
Charges for services	\$ 396	\$ 244
Operating grants and contributions	3,336	2,722
<i>General Revenues:</i>		
Property & Replacement Taxes	15,852	12,129
General state aid	334	302
Other	<u>223</u>	<u>235</u>
Total Revenues	<u>20,141</u>	<u>15,632</u>
Expenses:		
Instruction	10,962	9,770
Pupil and instructional staff services	1,112	1,015
Administration and business	1,792	1,870
Transportation	443	365
Operations and maintenance	1,139	1,053
Other	<u>1,132</u>	<u>994</u>
Total Expenses	<u>16,580</u>	<u>15,067</u>
Excess of revenues over expenses	<u>3,561</u>	<u>565</u>
Increase in net position	\$ 3,561	\$565

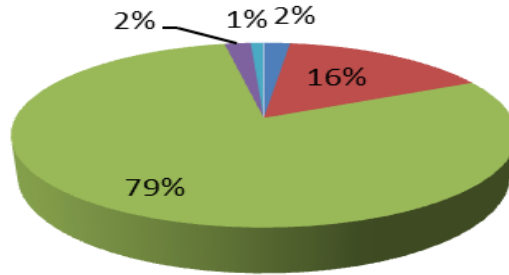
Property and replacement taxes accounted for the largest portion of the District's revenues, contributing 79% of governmental activity revenues. The remainder of revenues came from General State Aid, state and federal grants, and other local sources, including registration fees. The total cost of programs was \$16,580, with approximately 93% of those costs being directly related to instruction and support services for students.

Revenues in the governmental activities of the District of \$20,141 were \$3,561 higher than expenses. The increase reflected in this statement's net position illustrates a 29% increase in revenues. This increase stems from the referendum receipts collected during the fall of 2013 property tax distributions, as well as an increase in state retirement contributions, personal property replacement tax receipts, and state aid. The 10% increase in overall expenses occurred due to a 31% increase in state retirement contributions and a 7.5% increase in the remaining costs associated with instruction.

**West Northfield School District 31
Management's Discussion and Analysis
For the Year Ended June 30, 2014**

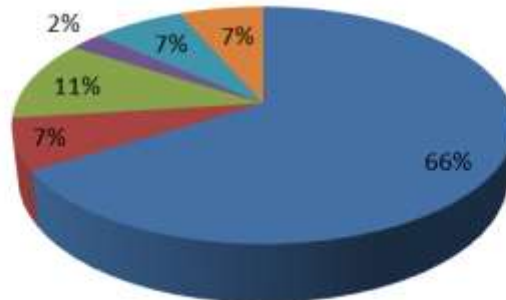
District-Wide Revenues by Source

- Charges for services
- Taxes
- Other
- Operating grants and contributions
- General State Aid



District-Wide Expenses by Function

- Instruction
- Administration and Business
- Operations and Maintenance
- Pupil and Instructional Staff Services
- Transportation
- Other



West Northfield School District 31
Management's Discussion and Analysis
For the Year Ended June 30, 2014

Financial Analysis of the District's Funds

The strong financial performance of the District as a whole is reflected in its government funds. At year-end, the District's government funds reported total fund balance of \$13,227 compared to the prior year's total fund balance of \$9,964.

General Fund Budgetary Highlights

The General Fund on the Governmental Funds report consists of activity related to the Education Account, Working Cash Account, and the Tort Account. Revenues in the General Fund exceeded the prior year's by \$4,336, primarily as a result of an increase in property tax receipts from the referendum and state aid, which includes Teachers' Retirement System (TRS) "on behalf" payments made by the state. Expenditures were \$1,242 more primarily due to the same TRS state contributions when shown as an expense, as well as other instructional program costs and non-programmed charges.

Capital Assets and Debt Administration

Capital assets

By the end of fiscal year 2014, the District had compiled total capital assets of approximately \$7,145, net of accumulated depreciation, from a broad range of assets including buildings, land, and equipment. The net capital assets balance as of July 1, 2013 has been restated from \$11,988 to \$7,586, as the result of a capital asset inventory. The inventory was performed to provide an accurate representation of capital assets in use in the District. More detailed information about the restatement can be found in Note L of the basic financial statements.

TABLE 3:
Capital Assets (net of depreciation)
(in thousands of dollars)

	<u>2014</u>	<u>2013</u> <i>(as restated)</i>
Land and construction in progress	\$ 81	\$ 81
Construction in progress	50	-
Buildings and improvements	6,787	7,233
Equipment and other	<u>227</u>	<u>272</u>
Total	\$7,145	\$7,586

West Northfield School District 31
Management's Discussion and Analysis
For the Year Ended June 30, 2014

Long-term debt

The District has \$950 in long-term bonded debt with \$605 due within one year. More detailed information on long-term debt can be found in Note F of the basic financial statements.

<i>TABLE 4: Outstanding Long-Term Debt (in thousands of dollars)</i>		
	<u>2014</u>	<u>2013 (as restated)</u>
General obligation bonds	\$ 950	\$ 1,645
Capital leases	245	297
OPEB	30	39
Compensated absences	<u>71</u>	<u>53</u>
Total	\$ 1,296	\$ 2,034

Factors bearing on the District's Future

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

- The District continues to monitor the impact the current economic climate has on its finances. The rate of return on investments continues to remain low.
- As mentioned throughout the text of this report, the expected receipts from the passage of the referendum were received in the fall of 2013. This referendum provided for an additional \$1.55 million increase approved by the voters to be added to the prior year's property tax extensions when determining the 2013 levy. As with a successful referendum, the effect of this will be included in the property tax extension base moving forward.
- In the 2013 tax year, the Astellas Corporation exercised the first year of its 7(b) tax incentive that was awarded through the Village of Glenview.
- The GlenStar development project, located adjacent to the Astellas Pharmaceutical Corporation, received the approval of the Village of Glenview during fiscal year 2013 and construction is well underway on the residential section, as well as a significant portion of the commercial property developments. When completed, the residential component will consist of 290 studio, one-bedroom, and two-bedroom apartments. The plans approved for the commercial development include Mariano's, LA Fitness, a bank, Gardner Daycare, CVS Pharmacy, and other business establishments. This development will add to the District's tax base and will bring in additional tax dollars as new property. To date, this development is not expected to receive any type of tax incentive by the Village.

West Northfield School District 31 Management's Discussion and Analysis For the Year Ended June 30, 2014

Factors bearing on the District's Future (continued)

- The 20-unit townhome development within District boundaries on Sanders and Milwaukee is now completed and occupied. These units include three residential buildings in a two- and three-story format. This is additional new property that will also increase the tax base and the District's EAV.
- An additional development on the Mission Hills Golf Course is also being reviewed for approval. This proposed development by Red Seal Development Corporation would consist of 21 single family homes, 82 townhomes, and 34 duplex units. Based on the fiscal study, at full build-out, the EAV of the development is anticipated to be over \$22 million. At the time of this report, hearings are still being conducted.
- The District continues to work with stakeholders currently involved in large property tax appeals in order to minimize the impact to the District, while having secured a manageable process for the future. Currently, the largest of the corporate property tax appeals continues in the litigation process for the tax years 2004 through 2006, with the 2007 through 2009 triennial to follow. For the 2010 through 2012 tax years, and 2013 through 2015 tax years, settlement agreements were reached with regard to the valuation of the three Allstate properties that are involved in the appeals. The District has greatly mitigated the possible outcomes by meeting on a triennial basis with these stakeholders in order to determine a fair value of the properties before the tax bills are distributed. These agreements protect the District's revenues in regards to those tax years and may eliminate the impact on the school district's finances for those years, as appeals by any party can only be made if there is a significant change to the properties. The parties involved in these settlement agreements plan to continue this proactive approach to protecting the District's assets and providing a fair platform for all involved. At this point in time, there is no indication of a timeframe in which the 2004-2006 triennial will conclude its litigation.
- This District continues to monitor state fiscal policies including pension reform, which if put in place, would negatively impact District funding and increase costs in the future.
- Future employer health care costs are unknown due to health care reform under the Patient Protection and Affordable Care Act and the Health Care and Education Reconciliation Act. The District is working with its insurance carriers to stay proactive.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives.

If you have questions about this report, or need additional financial information, contact the District's Chief School Business Official, at 847-313-4413.

BASIC FINANCIAL STATEMENTS

West Northfield School District 31
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2014

ASSETS

Cash and investments	\$ 13,280,345
Receivables (net of allowance for uncollectibles):	
Interest	7,778
Property taxes	7,154,873
Replacement taxes	68,104
Intergovernmental	82,009
Prepaid items	22,973
Capital assets:	
Land	81,393
Construction in progress	50,241
Depreciable buildings, property, and equipment, net	<u>7,013,254</u>
 Total assets	 <u>27,760,970</u>

LIABILITIES

Accounts payable	51,232
Other current liabilities	24,876
Interest payable	3,165
Unearned revenue	152,693
Long-term liabilities:	
Due within one year	846,280
Due after one year	<u>449,565</u>
 Total liabilities	 <u>1,527,811</u>

DEFERRED INFLOW OF RESOURCES

Unavailable property tax revenue	<u>7,154,873</u>
 Total deferred inflows	 <u>7,154,873</u>

NET POSITION

Net investment in capital assets	5,950,015
Restricted For:	
Operations and maintenance	1,002,073
Debt service	762,647
Student transportation	225,563
Retirement benefits	184,214
Capital projects	1,142,163
Tort immunity	34
Unrestricted	<u>9,811,577</u>
 Total net position	 <u>\$ 19,078,286</u>

The accompanying notes are an integral part of this statement.

West Northfield School District 31

STATEMENT OF ACTIVITIES For the Year Ended June 30, 2014

Functions / Programs	Expenses	PROGRAM REVENUES		Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Governmental activities				
Instruction:				
Regular programs	\$ 5,033,190	\$ 285,126	\$ 125,855	\$ (4,622,209)
Special programs	2,347,809	-	488,634	(1,859,175)
Other instructional programs	1,057,990	1,700	87,198	(969,092)
State retirement contributions	2,523,327	-	2,523,327	-
Support services:				
Pupils	699,132	-	-	(699,132)
Instructional staff	413,014	-	11,021	(401,993)
General administration	849,148	-	-	(849,148)
School administration	500,473	-	-	(500,473)
Business	442,188	5,005	11,946	(425,237)
Transportation	443,119	99,441	88,238	(255,440)
Operations and maintenance	1,138,667	4,892	-	(1,133,775)
Central	558,241	-	-	(558,241)
Community services	1,143	-	-	(1,143)
Interest and fees	50,458	-	-	(50,458)
Unallocated depreciation	522,311	-	-	(522,311)
	<u>\$ 16,580,210</u>	<u>\$ 396,164</u>	<u>\$ 3,336,219</u>	<u>(12,847,827)</u>
Total governmental activities				
General revenues:				
Taxes:				
				12,750,039
				1,941,127
				759,122
				401,194
				333,745
				22,464
				200,838
				<u>16,408,529</u>
				3,560,702
				<u>15,517,584</u>
				\$ <u>19,078,286</u>

The accompanying notes are an integral part of this statement.

West Northfield School District 31

Governmental Funds

BALANCE SHEET

June 30, 2014

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
ASSETS				
Cash and investments	\$ 9,914,895	\$ 1,002,448	\$ 273,978	\$ 184,214
Receivables (net of allowance for uncollectibles):				
Interest	7,778	-	-	-
Property taxes	6,062,913	479,942	120,050	172,470
Replacement taxes	68,104	-	-	-
Intergovernmental	82,009	-	-	-
Prepaid Items	<u>22,973</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 16,158,672</u>	<u>\$ 1,482,390</u>	<u>\$ 394,028</u>	<u>\$ 356,684</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 51,232	\$ -	\$ -	\$ -
Other current liabilities	24,501	375	-	-
Unearned revenue	<u>104,278</u>	<u>-</u>	<u>48,415</u>	<u>-</u>
Total liabilities	<u>180,011</u>	<u>375</u>	<u>48,415</u>	<u>-</u>
DEFERRED INFLOWS				
Unavailable interest revenue	5,678	-	-	-
Unavailable property taxes	<u>6,062,913</u>	<u>479,942</u>	<u>120,050</u>	<u>172,470</u>
Total deferred inflows	<u>6,068,591</u>	<u>479,942</u>	<u>120,050</u>	<u>172,470</u>
FUND BALANCES				
Nonspendable	22,973	-	-	-
Restricted	34	1,002,073	225,563	184,214
Unassigned	<u>9,887,063</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>9,910,070</u>	<u>1,002,073</u>	<u>225,563</u>	<u>184,214</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 16,158,672</u>	<u>\$ 1,482,390</u>	<u>\$ 394,028</u>	<u>\$ 356,684</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Total
\$ 762,647	\$ 1,142,163	\$ 13,280,345
-	-	7,778
319,498	-	7,154,873
-	-	68,104
-	-	82,009
<u>-</u>	<u>-</u>	<u>22,973</u>
<u>\$ 1,082,145</u>	<u>\$ 1,142,163</u>	<u>\$ 20,616,082</u>
\$ -	\$ -	\$ 51,232
-	-	24,876
<u>-</u>	<u>-</u>	<u>152,693</u>
<u>-</u>	<u>-</u>	<u>228,801</u>
-	-	5,678
<u>319,498</u>	<u>-</u>	<u>7,154,873</u>
<u>319,498</u>	<u>-</u>	<u>7,160,551</u>
-	-	22,973
762,647	1,142,163	3,316,694
<u>-</u>	<u>-</u>	<u>9,887,063</u>
<u>762,647</u>	<u>1,142,163</u>	<u>13,226,730</u>
<u>\$ 1,082,145</u>	<u>\$ 1,142,163</u>	<u>\$ 20,616,082</u>

West Northfield School District 31
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
Year Ended June 30, 2014

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

Total fund balances - governmental funds	\$ 13,226,730
Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.	7,144,888
Certain revenue receivables of the District recognized in the statement of net position do not provide current financial resources and are deferred in the governmental funds balance sheet.	5,678
Interest payable included in the statement of net position is not related to a current period expenditure and, therefore, is not included in the governmental fund balance sheet.	(3,165)
Long-term liabilities, including bonds payable, capital leases, other postemployment benefits and compensated absences included in the statement of net position are not due and payable in the current period and, therefore, are not included in the governmental funds balance sheet.	<u>(1,295,845)</u>
Net position - governmental activities	<u><u>\$ 19,078,286</u></u>

The accompanying notes are an integral part of this statement.

West Northfield School District 31

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2014

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
Revenues				
Property taxes	\$ 12,750,039	\$ 1,330,726	\$ 226,067	\$ 384,334
Replacement taxes	67,194	-	75,000	9,000
State aid	3,199,376	-	88,238	-
Federal aid	382,350	-	-	-
Interest	18,041	-	-	-
Other	<u>291,831</u>	<u>17,272</u>	<u>99,441</u>	<u>-</u>
 Total revenues	 <u>16,708,831</u>	 <u>1,347,998</u>	 <u>488,746</u>	 <u>393,334</u>
Expenditures				
Current:				
Instruction:				
Regular programs	4,950,156	-	-	74,235
Special programs	1,077,894	-	-	38,892
Other instructional programs	1,040,063	-	-	17,927
State retirement contributions	2,523,327	-	-	-
Support services:				
Pupils	673,337	-	-	25,795
Instructional staff	406,893	-	-	6,121
General administration	826,536	-	-	22,612
School administration	471,584	-	-	28,889
Business	418,834	-	-	23,354
Transportation	-	-	443,119	-
Operations and maintenance	-	1,068,249	-	70,418
Central	339,740	-	-	32,354
Community services	1,143	-	-	-
Nonprogrammed charges	1,231,023	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	<u>241,949</u>	<u>25,664</u>	<u>-</u>	<u>-</u>
 Total expenditures	 <u>14,202,479</u>	 <u>1,093,913</u>	 <u>443,119</u>	 <u>340,597</u>
 Excess of revenues over expenditures	 <u>2,506,352</u>	 <u>254,085</u>	 <u>45,627</u>	 <u>52,737</u>
 Other financing sources				
Capital lease proceeds	<u>155,070</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total other financing sources	 <u>155,070</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>
 Net change in fund balance	 2,661,422	 254,085	 45,627	 52,737
 Fund balance, beginning of year	 <u>7,248,648</u>	 <u>747,988</u>	 <u>179,936</u>	 <u>131,477</u>
 Fund balance, end of year	 <u>\$ 9,910,070</u>	 <u>\$ 1,002,073</u>	 <u>\$ 225,563</u>	 <u>\$ 184,214</u>

The accompanying notes are an integral part of this statement.

	Debt Service	Capital Projects	Total
\$	759,122	\$ -	\$ 15,450,288
	250,000	-	401,194
	-	-	3,287,614
	-	-	382,350
	-	-	18,041
	-	188,458	597,002
	<u>1,009,122</u>	<u>188,458</u>	<u>20,136,489</u>
	-	-	5,024,391
	-	-	1,116,786
	-	-	1,057,990
	-	-	2,523,327
	-	-	699,132
	-	-	413,014
	-	-	849,148
	-	-	500,473
	-	-	442,188
	-	-	443,119
	-	-	1,138,667
	-	-	372,094
	-	-	1,143
	-	-	1,231,023
	901,817	-	901,817
	47,293	-	47,293
	-	-	267,613
	<u>949,110</u>	<u>-</u>	<u>17,029,218</u>
	<u>60,012</u>	<u>188,458</u>	<u>3,107,271</u>
	-	-	155,070
	-	-	155,070
	60,012	188,458	3,262,341
	<u>702,635</u>	<u>953,705</u>	<u>9,964,389</u>
\$	<u><u>762,647</u></u>	\$ <u><u>1,142,163</u></u>	\$ <u><u>13,226,730</u></u>

West Northfield School District 31

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2014

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

Net change in fund balances - total governmental funds	\$ 3,262,341
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeds capital outlay in the current period.	(440,845)
Accrued interest reported in the statement of activities does not require the use of current financial resources, and, therefore, is not reported as an expenditure in the governmental funds.	(3,165)
Certain revenues included in the statement of activities do not provide current financial resources and, therefore, are deferred in the fund statements.	4,423
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.	<u>737,948</u>
Change in net position - governmental activities	<u><u>\$ 3,560,702</u></u>

The accompanying notes are an integral part of this statement.

West Northfield School District 31
Agency Fund
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2014

	Student Activity Fund
<hr/>	
ASSETS	
Cash and investments	\$ <u>23,686</u>
LIABILITIES	
Due to student groups	\$ <u>23,686</u>

The accompanying notes are an integral part of this statement.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of West Northfield School District 31 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, hereinafter referred to as generally accepted accounting principles (GAAP), as applied to government units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

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

1. Reporting Entity

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

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

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

2. New Accounting Pronouncement

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

Specific changes to the District's financial statements relate to the following: unearned and unavailable property taxes and interest revenue. Deferred property taxes are now reported as a deferred inflow of unavailable revenue rather than a liability. These reclassifications for reporting purposes had no impact on the net position of the District.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting

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

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

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

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

4. Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

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

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

a. General Fund

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

b. Special Revenue Funds

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

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

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

Transportation Fund - accounts for revenues and expenditures used for student transportation. Revenues are derived primarily from local property taxes, personal property replacement taxes, and state reimbursement grants.

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

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

c. Debt Service Fund

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

d. Capital Projects Fund

Capital Projects Fund - accounts for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from bonds proceeds or transfers from other funds.

e. Fiduciary Fund

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

Student Activity Funds (Agency Fund) - consists of the Student Activity Funds - these funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. These Funds account for assets held by the District which are owned, operated, and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational, or cultural purposes. They account for activities such as student yearbook, student clubs and council, and scholarships.

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

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

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers most revenues available if they are collected within 60 days after year-end. Revenues that are paid to the District by the Illinois State Board of Education are considered available if vouchered by year end. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

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

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

6. Deferred Outflows / Deferred Inflows

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

7. Deposits and Investments

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

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Personal Property Replacement Taxes

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

9. Capital Assets

Capital assets, which include land, buildings, building improvements, equipment, and vehicles, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated fair value at the date of donation.

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

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

<u>Assets</u>	<u>Years</u>
Buildings	20 - 40
Building improvements	15 - 20
Equipment	5 - 20
Vehicles	8

10. Prepaid Items

Prepaid items are recorded at cost and amortized over the term of the underlying agreements. Reported prepaid expenditures are equally offset by fund balance reserves, which indicate that they do not constitute "available spendable resources" even though they are a component of current net position.

11. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts and losses on refunding of bonds, are deferred and amortized over the life of the applicable bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount or loss on refunding. Bond issuance costs are expensed in the period incurred.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. Long-Term Obligations (Continued)

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

12. Use of Estimates

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

13. Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, (2) imposed by law through constitutional provisions or (3) by enabling legislation.

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

14. Accumulated Unpaid Vacation Pay

Administrators and support staff are entitled to be compensated for vacation time. The liability for unused compensated absences is reported on the government-wide financial statements.

Full or part-time educational support personnel who work at least 600 hours per year receive 10 paid sick leave days per year. Part-time employees will receive sick leave pay equivalent to their regular workday. Unused sick leave shall accumulate to the maximum number of days that the Illinois Municipal Retirement Fund (IMRF) will recognize for retirement credit purposes. Certified employees earn sick days as of the date of hire. Unused sick leave days accumulate with no limit. When a certified employee resigns from the District, unused sick days are reported to the Teachers' Retirement System (TRS).

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles except for the General Fund which does not budget for on-behalf payments from the state of Illinois. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

16. Fund Balance

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

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items or inventories.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision-making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The District does not have any committed fund balances at June 30, 2014.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

16. Fund Balance (Continued)

- d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegates the authority to assign amounts to be used for specific purposes. The Board of Education delegated this authority to the Director of Business Services/CSBO. The District does not have any assigned fund balances at June 30, 2014.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

Governmental fund balances reported on the fund financial statements, at June 30, 2014, are as follows:

The nonspendable fund balance in the General Fund consists of \$22,973 for prepaid items. The restricted fund balance in the General Fund is comprised of \$34, representing the remaining unspent portion of the restricted tort immunity levy. The remaining restricted fund balances are for the purpose of the restricted funds as described in Note A-4.

West Northfield School District 31
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

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

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

The governmental funds balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “Long-term liabilities, including bonds payable, capital leases, other postemployment benefits and compensated absences, included in the statement of net position are not due and payable in the current period and, therefore, are not included in the governmental funds balance sheet.” The details of this difference are as follows:

Bonds payable	\$ (950,000)
Compensated absences	(71,414)
Other postemployment benefits	(29,558)
Capital leases	<u>(244,873)</u>
Net adjustment to reduce fund balances - governmental funds to arrive at net position - governmental activities	<u>\$ (1,295,845)</u>

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

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

Capital outlay	\$ 81,466
Depreciation expense	<u>(522,311)</u>
Net adjustment to decrease net change in fund balances - total governmental funds to arrive at change in net position - governmental activities	<u>\$ (440,845)</u>

West Northfield School District 31
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS
 (Continued)

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

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

Principal payments		
General obligation bonds	\$	695,000
Capital lease		206,817
Capital lease additions		(155,070)
Other postemployment benefits (net change)		9,657
Compensated absences (net change)		<u>(18,456)</u>
Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position - governmental activities	\$	<u><u>737,948</u></u>

West Northfield School District 31
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE C - DEPOSITS AND INVESTMENTS

At June 30, 2014, the District's cash and investments consisted of the following:

	Governmental	Fiduciary	Total
Cash and investments	\$ <u>13,280,345</u>	\$ <u>23,686</u>	\$ <u>13,304,031</u>

For disclosure purposes, this amount is segregated into three components at June 30, 2014, as follows:

	Total
Deposits with financial institutions	\$ 10,943,532
Illinois School District Liquid Asset Fund Plus	2,302,536
The Illinois Funds	57,963
	\$ 13,304,031

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

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

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

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

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

District cash and investments (other than the student activity, flexible benefit and imprest funds) are held by the Township Treasurer. Cash for all funds, including cash applicable to the Debt Service Fund and the Municipal Retirement/Social Security Fund, is not deemed available for purposes other than those for which these balances are intended.

The weighted average of all pooled investments held by the Treasurer was 0.2357, as of June 30, 2014. The Treasurer also holds money market type investments and deposits with financial institutions, including certificates of deposit. As of June 30, 2014, the fair value of the District's investments held by the Treasurer's office was \$10,799,400.

2. Interest Rate Risk

The District's investment policy, which is the same as the Treasurer's office, seeks to ensure preservation of capital in the District's overall portfolio. The highest return on investments is sought, consistent with the preservation of principal and prudent investment principles. The investment portfolio is required to provide sufficient liquidity to pay District obligations as they come due, considering maturity and marketability. The investment portfolio is also required to be diversified as to maturities and investments, as appropriate to the nature, purpose, and amount of funds.

3. Credit Risk

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is an unrated, not-for-profit investment trust formed pursuant to the Illinois School Code and managed by a Board of Trustees elected from participating members. It is not registered with the SEC as an investment company, but operates in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments are valued at share price, which is the price for which the investment could be sold.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

3. Credit Risk (Continued)

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

4. Cash and Investments in the Custody of the District

At June 30, 2014, the carrying value of the District's student activity, imprest, and flexible benefit funds was \$62,386, all of which was deposited with financial institutions.

5. Concentration of Credit Risk

The Treasurer's and the District's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer (Treasurer) to meet the District's ongoing need for safety, liquidity, and rate of return.

6. Custodial Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At June 30, 2014, the bank balance of the District's deposits with financial institutions totaled \$11,116,251.

NOTE D - PROPERTY TAXES RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board on December 19, 2013. The District's property tax is levied each year on all taxable real property located in the District and becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE D - PROPERTY TAXES RECEIVABLE (Continued)

The Cook County Assessor is responsible for the assessment of all taxable property within Cook County except for certain railroad property, which is assessed directly by the state. One-third of the County is reassessed every year by the Assessor.

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

The County Clerk adds the equalized assessed valuation of all real property in the District to the valuation of property assessed directly by the state (to which the equalization factor is not applied) to arrive at the base amount (the assessment base) used to calculate the annual tax rates, as described above. The equalized assessed valuation for the extension of the 2013 tax levy was \$505,935,060.

Property taxes are collected by the Cook County Treasurer/Collector who remits them to the School Treasurer. Taxes levied in one year become due and payable in two installments on March 1 and approximately August 1 during the following year. The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. Property taxes are normally collected by the District within 60 days of the respective installment dates. The second installment is based on the current levy, assessment, and equalization, and any changes from the prior year will be reflected in the second installment bill.

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

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE E - CAPITAL ASSETS

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

	Balance July 1, 2013 <u>As Restated</u>	<u>Increases</u>	<u>Decreases</u>	Balance June 30, 2014
Capital assets, not being depreciated				
Land	\$ 81,393	\$ -	\$ -	\$ 81,393
Construction in process	<u>-</u>	<u>50,241</u>	<u>-</u>	<u>50,241</u>
Total capital assets, not being depreciated	<u>81,393</u>	<u>50,241</u>	<u>-</u>	<u>131,634</u>
Capital assets, being depreciated				
Buildings	16,413,861	23,026	-	16,436,887
Building improvements	1,590,173	-	-	1,590,173
Equipment	1,875,419	8,199	-	1,883,618
Vehicles	<u>35,501</u>	<u>-</u>	<u>-</u>	<u>35,501</u>
Total capital assets, being depreciated	<u>19,914,954</u>	<u>31,225</u>	<u>-</u>	<u>19,946,179</u>
Less accumulated depreciation for:				
Buildings	9,773,113	391,133	-	10,164,246
Building improvements	998,410	78,687	-	1,077,097
Equipment	1,603,590	52,491	-	1,656,081
Vehicles	<u>35,501</u>	<u>-</u>	<u>-</u>	<u>35,501</u>
Total accumulated depreciation	<u>12,410,614</u>	<u>522,311</u>	<u>-</u>	<u>12,932,925</u>
Total capital assets, being depreciated, net	<u>7,504,340</u>	<u>(491,086)</u>	<u>-</u>	<u>7,013,254</u>
Governmental activities capital assets, net	<u>\$ 7,585,733</u>	<u>\$ (440,845)</u>	<u>\$ -</u>	<u>\$ 7,144,888</u>

See Note L for information regarding the prior period adjustment affecting capital assets.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE F - LONG-TERM LIABILITIES

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

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2014</u>	<u>Due Within</u> <u>One Year</u>
Bonds payable	\$ 1,645,000	\$ -	\$ 695,000	\$ 950,000	\$ 605,000
Capital leases	296,620	155,070	206,817	244,873	193,066
Other postemployment benefits	39,215	6,828	16,485	29,558	-
Compensated absences (as restated)	<u>52,958</u>	<u>48,214</u>	<u>29,758</u>	<u>71,414</u>	<u>48,214</u>
Total long-term liabilities	<u>\$ 2,033,793</u>	<u>\$ 210,112</u>	<u>\$ 948,060</u>	<u>\$ 1,295,845</u>	<u>\$ 846,280</u>

See Note L for information regarding the prior period adjustment affecting compensated absences.

1. General Obligation Bonds

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

	<u>Bonds Payable</u> <u>July 1, 2013</u>	<u>Debt Issued</u>	<u>Debt</u> <u>Retired</u>	<u>Bonds Payable</u> <u>June 30, 2014</u>
\$2,695,000 GO Limited School Bonds Series 2010A, dated October 20, 2010, due January 1, 2016, interest at 2.00% - 3.00%.	\$ <u>1,645,000</u>	\$ <u>-</u>	\$ <u>695,000</u>	\$ <u>950,000</u>

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE F - LONG-TERM LIABILITIES (Continued)

1. General Obligation Bonds (Continued)

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

<u>Year Ending</u> <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 605,000	\$ 14,250	\$ 619,250
2016	<u>345,000</u>	<u>10,350</u>	<u>355,350</u>
	<u>\$ 950,000</u>	<u>\$ 24,600</u>	<u>\$ 974,600</u>

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$762,647 in the Debt Service Fund to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2014, the statutory debt limit for the District was \$34,909,519 of which \$33,714,646 is fully available.

2. Capital Leases

The District currently has several lease agreements for financing the acquisition of computers and copiers. The computer leases require annual payments, while the copier leases require monthly installment payments for sixty consecutive months. The obligations for these loans will be repaid from the Debt Service Fund.

At June 30, 2014, the District's future cash flow requirements for the retirement of leases payable were as follows:

<u>Year Ending</u> <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 193,066	\$ 5,867	\$ 198,933
2016	<u>51,807</u>	<u>984</u>	<u>52,791</u>
	<u>\$ 244,873</u>	<u>\$ 6,851</u>	<u>\$ 251,724</u>

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE G - RETIREMENT FUND COMMITMENTS

1. Teachers' Retirement System of the State of Illinois

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

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

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

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

On-behalf Contributions to TRS

The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2014, state of Illinois contributions were based on 35.41 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$2,455,490 in pension contributions that the state of Illinois paid directly to TRS. For the years ended June 30, 2013 and June 30, 2012, the state of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 28.05 percent, \$1,861,616 and 24.91 percent, \$1,565,756, respectively.

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

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2014 were \$40,562. Contributions for the years ended June 30, 2013 and June 30, 2012, were \$38,742 and \$36,697 respectively.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE G - RETIREMENT FUND COMMITMENTS (Continued)

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

Federal and Special Trust Fund Contributions

When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective for the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS. Public Act 98-0674 now requires the two rates to be the same.

For the year ended June 30, 2014, the employer pension contribution was 35.41 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2013 and 2012, the employer contribution was 28.05 and 24.91 percent, respectively. For the year ended June 30, 2014, salaries totaling \$59,011 were paid from federal and special trust funds that required employer contributions of \$20,896. For the years ended June 30, 2013 and June 30, 2012, required District contributions were \$12,040 and \$10,306, respectively.

Early Retirement Option (ERO)

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

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

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

Salary Increases Over 6 Percent and Excess Sick Leave

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

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

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE G - RETIREMENT FUND COMMITMENTS (Continued)

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

Salary Increases Over 6 Percent and Excess Sick Leave (Continued)

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

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

Further Information on TRS

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

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

THIS Fund Employer Contributions

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

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE G - RETIREMENT FUND COMMITMENTS (Continued)

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

THIS Fund Employer Contributions (Continued)

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

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

On-behalf Contributions to the THIS Fund

The state of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members, which were 0.97 percent of pay during the year ended June 30, 2014. State of Illinois contributions were \$67,837, and the District recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2013 and June 30, 2012 were 0.92 percent and 0.88 percent of pay, respectively. State contributions on behalf of District employees were \$61,453 and \$55,678, respectively.

Employer Contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.72 percent during the years ended June 30, 2014, and 0.69 and 0.66 percent during the year ended June 30, 2013 and June 30, 2012, respectively. For the year ended June 30, 2014, the District paid \$50,353 to the THIS Fund. For the years ended June 30, 2013 and June 30, 2012, the District paid \$46,090 and \$41,758 respectively, to the THIS Fund, which was 100 percent of the required contribution.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE G - RETIREMENT FUND COMMITMENTS (Continued)

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

Further Information on the THIS Fund

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

2. Illinois Municipal Retirement Fund

Plan Description

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

Funding Policy

As set by state statute, the District's regular plan members are required to contribute 4.5 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District annual required contribution rate for calendar year 2013 was 11.96 percent. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by state statute.

West Northfield School District 31
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE G - RETIREMENT FUND COMMITMENTS (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Annual Pension Cost

Information related to the employer's contributions are on a fiscal year basis. The actuarial and trend information are on a calendar basis as that is the year used by the IMRF. The required contribution for the fiscal year 2014 was \$147,506.

Trend Information				
Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation	
06/30/14	\$ 147,506	100%	\$	-
06/30/13	141,906	100%		-
06/30/12	137,512	100%		-

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

Funded Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the regular plan was 76.20 percent funded. The actuarial accrued liability for benefits was \$2,562,209 and the actuarial value of assets was \$1,952,430, resulting in an underfunded actuarial accrued liability (UAAL) of \$609,779. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,227,271 and the ratio of the UAAL to the covered payroll was 50 percent.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial liabilities for benefits.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE G - RETIREMENT FUND COMMITMENTS (Continued)

3. Social Security/Medicare

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

NOTE H - OTHER POSTEMPLOYMENT BENEFITS

The District currently provides postemployment benefits to three individuals. The agreements terminate when the individuals reach age 65. The amount paid by the District for the year ended June 30, 2014 approximated \$16,500.

NOTE I - JOINT AGREEMENTS

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

NOTE J - 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, injuries to employees, and natural disasters. The District purchases coverage against such risks and participates in the following public entity risk pools: Education Benefit Cooperative (EBC) for health benefit claims; School Employee Loss Fund (SELF) for worker's compensation claims; and Suburban School Cooperative Insurance Pool (SSCIP) for property damage and injury claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that the pools will be self-sustaining through member premiums, and will reinsure through commercial companies for claims in excess of certain levels established by the pools. Settled claims have not exceeded coverage for the past three years.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. Settled claims have not exceeded commercial insurance coverage for the past three fiscal years.

West Northfield School District 31
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE K - CONTINGENCIES

1. Litigation

The District is a defendant in various tax objection lawsuits, the outcome of which is presently not determinable. Although the District will continue to vigorously defend these lawsuits, an unfavorable outcome could have a significant effect on future tax revenues. With regard to other pending matters, the eventual outcome and related liability, if any, is not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

2. Grants

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

NOTE L - PRIOR PERIOD ADJUSTMENT

During the year, the District engaged a third party to perform a capital asset inventory. The inventory resulted in an adjustment to decrease the value of capital assets and net position of the District by \$4,402,448 at July 1, 2013. In addition, due to a provision in a retirement contract, compensated absences was adjusted by \$23,200, which increases long-term liabilities and decreases net position as of July 1, 2013. These adjustments affect government-wide net position only and have no effect on the individual fund statements.

NOTE M - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 10, 2014, the date that these financial statements were available to be issued. Management has determined that no events or transactions, other than that described below, have occurred subsequent to the statement of position date that require additional disclosure in the financial statements.

Subsequent to year-end, the District entered into a three year capital lease agreement for computer equipment. Payments in the amount of \$39,244 will be made annually, beginning on July 20, 2014.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

West Northfield School District 31
SCHEDULE OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND
June 30, 2014

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4)/(5)
12/31/13	\$ 1,952,430	\$ 2,562,209	76.20 %	\$ 609,779	\$ 1,227,271	49.69 %
12/31/12	1,770,677	2,515,849	70.38	745,172	1,195,727	62.32
12/31/11	1,486,324	2,327,538	63.86	841,214	1,195,789	70.35

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$2,493,437. On a market basis, the funded ratio would be 97.32%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with West Northfield School District 31. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

West Northfield School District 31
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 12,267,869	\$ 12,750,039	\$ 482,170	\$ 9,115,474
Corporate personal property replacement taxes	71,000	67,194	(3,806)	76,531
Summer school tuition from pupils or parents	1,800	1,700	(100)	2,100
Interest on investments	18,500	18,041	(459)	11,042
Sales to pupils - a la carte	3,500	5,005	1,505	3,473
Fees	113,000	134,924	21,924	48,418
Rentals - regular textbook	80,000	82,584	2,584	82,387
Contributions and donations from private sources	70,000	63,345	(6,655)	125,551
Refund of prior years' expenditures	-	-	-	290
Other	3,500	4,273	773	8,115
Total local sources	<u>12,629,169</u>	<u>13,127,105</u>	<u>497,936</u>	<u>9,473,381</u>
State sources				
General State Aid	320,000	333,745	13,745	302,026
Special Education - Private Facility Tuition	26,000	28,383	2,383	19,980
Special Education - Extraordinary	100,000	107,568	7,568	115,539
Special Education - Personnel	150,000	156,855	6,855	159,971
Special Education - Summer School	-	1,064	1,064	817
Bilingual Ed. - Downstate - T.P.I. and T.P.E.	65,000	47,698	(17,302)	28,126
Other state sources	650	736	86	629
Total state sources	<u>661,650</u>	<u>676,049</u>	<u>14,399</u>	<u>627,088</u>

(Continued)

West Northfield School District 31

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2014

With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Federal sources				
Special Milk Program	\$ 8,500	\$ 11,946	\$ 3,446	\$ 11,809
Title I - Low Income	148,000	125,855	(22,145)	84,047
Federal - Special Education - Pre-School Flow Through	5,404	5,408	4	4,804
Federal - Special Education - I.D.E.A. - Flow Through	124,102	122,696	(1,406)	134,045
Federal - Special Education - I.D.E.A. - Room and Board	50,000	44,081	(5,919)	74,651
Title III - English Language Acquisition	23,400	39,500	16,100	5,865
Learn & Serve America	-	-	-	1,173
Title II - Teacher Quality	28,070	10,285	(17,785)	9,356
Medicaid Matching Funds - Fee-For-Service-Program	20,000	22,579	2,579	23,846
	407,476	382,350	(25,126)	349,596
Total federal sources	407,476	382,350	(25,126)	349,596
Total revenues	13,698,295	14,185,504	487,209	10,450,065
Expenditures				
Instruction				
Regular programs				
Salaries	4,244,500	4,220,798	23,702	4,104,904
Employee benefits	642,335	572,449	69,886	560,741
Purchased services	5,500	3,716	1,784	3,763
Supplies and materials	154,150	127,530	26,620	137,900
Capital outlay	3,025	3,015	10	137,261
Other objects	3,625	1,978	1,647	2,043
Non-capitalized equipment	1,500	862	638	2,102
Termination benefits	22,830	22,823	7	34,145
	5,077,465	4,953,171	124,294	4,982,859
Total	5,077,465	4,953,171	124,294	4,982,859

(Continued)

West Northfield School District 31
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Special education programs				
Salaries	\$ 738,500	\$ 778,444	\$ (39,944)	\$ 631,037
Employee benefits	166,735	153,304	13,431	123,591
Purchased services	5,100	5,184	(84)	2,819
Supplies and materials	<u>16,375</u>	<u>7,943</u>	<u>8,432</u>	<u>6,586</u>
Total	<u>926,710</u>	<u>944,875</u>	<u>(18,165)</u>	<u>764,033</u>
CTE programs				
Purchased services	8,800	6,678	2,122	6,678
Supplies and materials	10,300	8,619	1,681	6,881
Non-capitalized equipment	<u>1,000</u>	<u>-</u>	<u>1,000</u>	<u>1,084</u>
Total	<u>20,100</u>	<u>15,297</u>	<u>4,803</u>	<u>14,643</u>
Interscholastic programs				
Salaries	144,405	134,068	10,337	129,835
Employee benefits	1,791	1,205	586	1,498
Purchased services	10,500	6,510	3,990	5,532
Supplies and materials	<u>24,285</u>	<u>16,724</u>	<u>7,561</u>	<u>13,496</u>
Total	<u>180,981</u>	<u>158,507</u>	<u>22,474</u>	<u>150,361</u>
Summer school programs				
Salaries	23,830	6,477	17,353	8,268
Employee benefits	4,568	1,088	3,480	77
Supplies and materials	<u>300</u>	<u>-</u>	<u>300</u>	<u>-</u>
Total	<u>28,698</u>	<u>7,565</u>	<u>21,133</u>	<u>8,345</u>
Gifted programs				
Salaries	105,200	105,129	71	104,669
Employee benefits	8,935	8,717	218	8,092
Purchased services	500	-	500	99
Supplies and materials	<u>4,900</u>	<u>1,925</u>	<u>2,975</u>	<u>3,616</u>
Total	<u>119,535</u>	<u>115,771</u>	<u>3,764</u>	<u>116,476</u>

(Continued)

West Northfield School District 31
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Bilingual programs				
Salaries	\$ 641,453	\$ 630,917	\$ 10,536	\$ 541,295
Employee benefits	133,325	104,341	28,984	73,943
Purchased services	750	258	492	-
Supplies and materials	<u>8,600</u>	<u>7,407</u>	<u>1,193</u>	<u>8,286</u>
Total	<u>784,128</u>	<u>742,923</u>	<u>41,205</u>	<u>623,524</u>
Special education programs K-12 - private tuition	<u>136,250</u>	<u>133,019</u>	<u>3,231</u>	<u>137,118</u>
Total instruction	<u>7,273,867</u>	<u>7,071,128</u>	<u>202,739</u>	<u>6,797,359</u>
Support services				
Pupils				
Attendance and social work services				
Salaries	155,550	154,711	839	148,074
Employee benefits	22,479	34,076	(11,597)	21,582
Supplies and materials	<u>800</u>	<u>955</u>	<u>(155)</u>	<u>762</u>
Total	<u>178,829</u>	<u>189,742</u>	<u>(10,913)</u>	<u>170,418</u>
Health services				
Salaries	98,546	95,864	2,682	78,990
Employee benefits	18,930	18,696	234	18,048
Purchased services	300	126	174	148
Supplies and materials	1,800	1,955	(155)	1,993
Other objects	<u>1,000</u>	<u>113</u>	<u>887</u>	<u>936</u>
Total	<u>120,576</u>	<u>116,754</u>	<u>3,822</u>	<u>100,115</u>

(Continued)

West Northfield School District 31
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Psychological services				
Salaries	\$ 125,900	\$ 125,498	\$ 402	\$ 121,740
Employee benefits	20,220	19,620	600	19,114
Purchased services	7,500	1,816	5,684	2,350
Supplies and materials	1,900	1,165	735	1,582
Total	<u>155,520</u>	<u>148,099</u>	<u>7,421</u>	<u>144,786</u>
Speech pathology and audiology services				
Salaries	165,250	146,918	18,332	158,382
Employee benefits	20,470	20,328	142	14,929
Purchased services	1,400	400	1,000	-
Supplies and materials	-	1,726	(1,726)	1,117
Termination benefits	-	-	-	4,090
Total	<u>187,120</u>	<u>169,372</u>	<u>17,748</u>	<u>178,518</u>
Other support services - pupils				
Salaries	54,500	49,137	5,363	45,168
Employee benefits	310	233	77	201
Total	<u>54,810</u>	<u>49,370</u>	<u>5,440</u>	<u>45,369</u>
Total pupils	<u>697,555</u>	<u>673,337</u>	<u>24,218</u>	<u>639,206</u>
Instructional staff				
Improvement of instruction services				
Salaries	93,571	72,508	21,063	38,876
Employee benefits	4,260	861	3,399	1,102
Purchased services	131,277	75,504	55,773	57,371
Supplies and materials	1,650	493	1,157	1,156
Total	<u>230,758</u>	<u>149,366</u>	<u>81,392</u>	<u>98,505</u>

(Continued)

West Northfield School District 31
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Educational media services				
Salaries	\$ 183,900	\$ 183,031	\$ 869	\$ 172,452
Employee benefits	29,740	28,156	1,584	29,899
Purchased services	2,050	750	1,300	1,466
Supplies and materials	22,300	21,080	1,220	22,013
Non-capitalized equipment	500	-	500	-
Termination benefits	10,195	10,191	4	9,614
Total	<u>248,685</u>	<u>243,208</u>	<u>5,477</u>	<u>235,444</u>
Assessment and testing				
Salaries	1,500	-	1,500	-
Purchased services	12,500	11,447	1,053	11,908
Supplies and materials	1,500	2,872	(1,372)	1,356
Total	<u>15,500</u>	<u>14,319</u>	<u>1,181</u>	<u>13,264</u>
Total instructional staff	<u>494,943</u>	<u>406,893</u>	<u>88,050</u>	<u>347,213</u>
General administration				
Board of education services				
Salaries	2,780	2,779	1	2,701
Purchased services	155,500	131,869	23,631	137,619
Supplies and materials	5,500	3,658	1,842	6,498
Other objects	12,000	13,355	(1,355)	8,471
Total	<u>175,780</u>	<u>151,661</u>	<u>24,119</u>	<u>155,289</u>

(Continued)

West Northfield School District 31
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Executive administration services				
Salaries	\$ 294,650	\$ 294,621	\$ 29	\$ 288,949
Employee benefits	63,825	63,644	181	62,477
Purchased services	6,600	6,554	46	6,476
Supplies and materials	2,850	2,335	515	2,859
Other objects	3,000	5,128	(2,128)	2,805
Termination benefits	<u>21,673</u>	<u>21,662</u>	<u>11</u>	<u>20,180</u>
Total	<u>392,598</u>	<u>393,944</u>	<u>(1,346)</u>	<u>383,746</u>
Special area administrative services				
Salaries	85,750	85,553	197	149,144
Employee benefits	26,325	25,256	1,069	44,086
Purchased services	90,500	78,915	11,585	250
Supplies and materials	200	106	94	46
Capital outlay	350	-	350	-
Other objects	<u>-</u>	<u>-</u>	<u>-</u>	<u>241</u>
Total	<u>203,125</u>	<u>189,830</u>	<u>13,295</u>	<u>193,767</u>
Tort immunity services				
Purchased services	<u>155,100</u>	<u>91,101</u>	<u>63,999</u>	<u>100,724</u>
Total	<u>155,100</u>	<u>91,101</u>	<u>63,999</u>	<u>100,724</u>
Total general administration	<u>926,603</u>	<u>826,536</u>	<u>100,067</u>	<u>833,526</u>

(Continued)

West Northfield School District 31
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
School administration				
Office of the principal services				
Salaries	\$ 348,720	\$ 350,899	\$ (2,179)	\$ 415,668
Employee benefits	153,425	97,265	56,160	100,032
Purchased services	2,500	3,230	(730)	1,267
Supplies and materials	9,050	10,050	(1,000)	9,444
Other objects	750	970	(220)	220
Termination benefits	9,200	9,170	30	554
Total	<u>523,645</u>	<u>471,584</u>	<u>52,061</u>	<u>527,185</u>
Total school administration	<u>523,645</u>	<u>471,584</u>	<u>52,061</u>	<u>527,185</u>
Business				
Direction of business support services				
Salaries	147,500	147,382	118	138,736
Employee benefits	45,200	44,652	548	42,852
Purchased services	3,000	1,709	1,291	1,674
Supplies and materials	700	38	662	498
Other objects	500	345	155	486
Total	<u>196,900</u>	<u>194,126</u>	<u>2,774</u>	<u>184,246</u>
Fiscal services				
Salaries	87,200	87,082	118	84,121
Employee benefits	16,162	16,107	55	15,747
Purchased services	11,750	12,807	(1,057)	12,397
Supplies and materials	350	240	110	20
Other objects	600	285	315	150
Total	<u>116,062</u>	<u>116,521</u>	<u>(459)</u>	<u>112,435</u>
Food services				
Supplies and materials	14,300	11,943	2,357	11,983
Capital outlay	5,000	3,293	1,707	-
Total	<u>19,300</u>	<u>15,236</u>	<u>4,064</u>	<u>11,983</u>

(Continued)

West Northfield School District 31
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Internal services				
Purchased services	\$ 85,075	\$ 80,456	\$ 4,619	\$ 78,340
Supplies and materials	<u>20,000</u>	<u>15,788</u>	<u>4,212</u>	<u>18,579</u>
Total	<u>105,075</u>	<u>96,244</u>	<u>8,831</u>	<u>96,919</u>
Total business	<u>437,337</u>	<u>422,127</u>	<u>15,210</u>	<u>405,583</u>
Central				
Information services				
Salaries	21,500	1,245	20,255	56,495
Employee benefits	-	-	-	17,378
Purchased services	7,250	852	6,398	5,411
Supplies and materials	<u>300</u>	<u>85</u>	<u>215</u>	<u>104</u>
Total	<u>29,050</u>	<u>2,182</u>	<u>26,868</u>	<u>79,388</u>
Staff services				
Salaries	9,550	9,546	4	9,179
Employee benefits	2,309	2,301	8	2,250
Purchased services	1,500	3,974	(2,474)	1,432
Other objects	<u>250</u>	<u>-</u>	<u>250</u>	<u>-</u>
Total	<u>13,609</u>	<u>15,821</u>	<u>(2,212)</u>	<u>12,861</u>
Data processing services				
Salaries	162,000	157,953	4,047	122,718
Employee benefits	27,705	25,759	1,946	17,997
Purchased services	111,850	81,110	30,740	92,683
Supplies and materials	54,000	56,915	(2,915)	23,153
Capital outlay	<u>30,000</u>	<u>235,641</u>	<u>(205,641)</u>	<u>48,319</u>
Total	<u>385,555</u>	<u>557,378</u>	<u>(171,823)</u>	<u>304,870</u>
Total central	<u>428,214</u>	<u>575,381</u>	<u>(147,167)</u>	<u>397,119</u>
Total support services	<u>3,509,297</u>	<u>3,375,858</u>	<u>133,439</u>	<u>3,149,832</u>

(Continued)

West Northfield School District 31
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
Community services				
Purchased services	\$ 1,586	\$ 1,143	\$ 443	\$ 800
Total	<u>1,586</u>	<u>1,143</u>	<u>443</u>	<u>800</u>
Payments to other districts and government units				
Payments for special education programs				
Other objects	<u>1,522,329</u>	<u>1,231,023</u>	<u>291,306</u>	<u>1,088,515</u>
Total payments to other districts and other government units	<u>1,522,329</u>	<u>1,231,023</u>	<u>291,306</u>	<u>1,088,515</u>
Total expenditures	<u>12,357,079</u>	<u>11,679,152</u>	<u>677,927</u>	<u>11,036,506</u>
Excess (deficiency) of revenues over expenditures	<u>1,341,216</u>	<u>2,506,352</u>	<u>1,165,136</u>	<u>(586,441)</u>
Other financing sources				
Permanent transfer from Operations and Maintenance Fund	-	-	-	1,000,000
Capital lease proceeds	<u>-</u>	<u>155,070</u>	<u>155,070</u>	<u>137,261</u>
Total other financing sources	<u>-</u>	<u>155,070</u>	<u>155,070</u>	<u>1,137,261</u>
Net change to fund balance	<u>\$ 1,341,216</u>	2,661,422	<u>\$ 1,320,206</u>	550,820
Fund balance, beginning of year		<u>7,248,648</u>		<u>6,697,828</u>
Fund balance, end of year		<u>\$ 9,910,070</u>		<u>\$ 7,248,648</u>

(Concluded)

West Northfield School District 31
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2014
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 1,595,704	\$ 1,330,726	\$ (264,978)	\$ 1,454,990
Rentals	5,000	4,892	(108)	4,590
Contributions and donations from private sources	1,000	-	(1,000)	-
Other	<u>8,000</u>	<u>12,380</u>	<u>4,380</u>	<u>4,770</u>
Total local sources	<u>1,609,704</u>	<u>1,347,998</u>	<u>(261,706)</u>	<u>1,464,350</u>
Total revenues	<u>1,609,704</u>	<u>1,347,998</u>	<u>(261,706)</u>	<u>1,464,350</u>
Expenditures				
Business				
Operation and maintenance of plant services				
Salaries	392,400	370,944	21,456	341,410
Employee benefits	94,865	94,534	331	87,128
Purchased services	322,250	307,193	15,057	292,135
Supplies and materials	278,700	288,923	(10,223)	244,198
Capital outlay	66,500	25,664	40,836	23,980
Other objects	25,750	95	25,655	-
Non-capitalized equipment	<u>500</u>	<u>6,560</u>	<u>(6,060)</u>	<u>370</u>
Total business	<u>1,180,965</u>	<u>1,093,913</u>	<u>87,052</u>	<u>989,221</u>
Total support services	<u>1,180,965</u>	<u>1,093,913</u>	<u>87,052</u>	<u>989,221</u>
Total expenditures	<u>1,180,965</u>	<u>1,093,913</u>	<u>87,052</u>	<u>989,221</u>

(Continued)

West Northfield School District 31
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2014
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Excess of revenues over expenditures	\$ 428,739	\$ 254,085	\$ (174,654)	\$ 475,129
Other financing uses				
Permanent transfer to General Fund	-	-	-	(1,000,000)
Total other financing uses	-	-	-	(1,000,000)
Net change in fund balance	<u>\$ 428,739</u>	254,085	<u>\$ (174,654)</u>	(524,871)
Fund balance, beginning of year		<u>747,988</u>		<u>1,272,859</u>
Fund balance, end of year		<u>\$ 1,002,073</u>		<u>\$ 747,988</u>

(Concluded)

West Northfield School District 31
Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2014
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 191,378	\$ 226,067	\$ 34,689	\$ 144,973
Corporate personal property replacement taxes	75,000	75,000	-	100,001
Regular transportation fees from pupils or parents	<u>107,000</u>	<u>99,441</u>	<u>(7,559)</u>	<u>103,108</u>
Total local sources	<u>373,378</u>	<u>400,508</u>	<u>27,130</u>	<u>348,082</u>
State sources				
Transportation - special education	<u>95,000</u>	<u>88,238</u>	<u>(6,762)</u>	<u>123,803</u>
Total state sources	<u>95,000</u>	<u>88,238</u>	<u>(6,762)</u>	<u>123,803</u>
Total revenues	<u>468,378</u>	<u>488,746</u>	<u>20,368</u>	<u>471,885</u>
Expenditures				
Support services				
Business				
Pupil transportation services				
Purchased services	<u>428,000</u>	<u>443,119</u>	<u>(15,119)</u>	<u>364,792</u>
Total support services	<u>428,000</u>	<u>443,119</u>	<u>(15,119)</u>	<u>364,792</u>
Total expenditures	<u>428,000</u>	<u>443,119</u>	<u>(15,119)</u>	<u>364,792</u>
Excess of revenues over expenditures	<u>\$ 40,378</u>	<u>45,627</u>	<u>\$ 5,249</u>	<u>107,093</u>
Fund balance, beginning of year		<u>179,936</u>		<u>72,843</u>
Fund balance, end of year		<u>\$ 225,563</u>		<u>\$ 179,936</u>

West Northfield School District 31
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2014
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 97,821	\$ 93,672	\$ (4,149)	\$ 123,258
Social security/medicare only levy	292,457	290,662	(1,795)	203,663
Corporate personal property replacement taxes	<u>9,000</u>	<u>9,000</u>	<u>-</u>	<u>9,000</u>
Total local sources	<u>399,278</u>	<u>393,334</u>	<u>(5,944)</u>	<u>335,921</u>
Total revenues	<u>399,278</u>	<u>393,334</u>	<u>(5,944)</u>	<u>335,921</u>
Expenditures				
Instruction				
Regular programs	80,445	74,235	6,210	68,747
Special education programs	40,825	38,892	1,933	34,498
Interscholastic programs	4,260	3,661	599	3,455
Summer school programs	440	146	294	111
Bilingual programs	<u>14,890</u>	<u>14,120</u>	<u>770</u>	<u>10,967</u>
Total instruction	<u>140,860</u>	<u>131,054</u>	<u>9,806</u>	<u>117,778</u>
Support services				
Pupils				
Attendance and social work services	3,990	4,025	(35)	3,666
Health services	11,995	13,022	(1,027)	12,261
Psychological services	1,825	1,813	12	1,744
Speech pathology and audiology services	2,400	2,111	289	2,161
Other support services -pupils	<u>5,925</u>	<u>4,824</u>	<u>1,101</u>	<u>3,852</u>
Total pupils	<u>26,135</u>	<u>25,795</u>	<u>340</u>	<u>23,684</u>

(Continued)

West Northfield School District 31
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2014
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Instructional staff				
Improvement of instruction services	\$ 1,360	\$ 2,558	\$ (1,198)	\$ 584
Educational media services	<u>5,375</u>	<u>3,563</u>	<u>1,812</u>	<u>4,780</u>
Total instructional staff	<u>6,735</u>	<u>6,121</u>	<u>614</u>	<u>5,364</u>
General administration				
Board of education services	547	728	(181)	523
Executive administration services	16,026	15,966	60	17,092
Special area administrative services	<u>6,015</u>	<u>5,918</u>	<u>97</u>	<u>11,450</u>
Total general administration	<u>22,588</u>	<u>22,612</u>	<u>(24)</u>	<u>29,065</u>
School administration				
Office of the principal services	<u>29,950</u>	<u>28,889</u>	<u>1,061</u>	<u>30,477</u>
Total school administration	<u>29,950</u>	<u>28,889</u>	<u>1,061</u>	<u>30,477</u>

(Continued)

West Northfield School District 31
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2014
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
Business				
Direction of business support services	\$ 6,975	\$ 6,808	\$ 167	\$ 6,587
Fiscal services	16,925	16,546	379	15,850
Operation and maintenance of plant services	<u>72,275</u>	<u>70,418</u>	<u>1,857</u>	<u>63,314</u>
Total business	<u>96,175</u>	<u>93,772</u>	<u>2,403</u>	<u>85,751</u>
Central				
Information services	4,250	95	4,155	10,938
Staff services	1,865	1,800	65	1,119
Data processing services	<u>31,450</u>	<u>30,459</u>	<u>991</u>	<u>23,664</u>
Total central	<u>37,565</u>	<u>32,354</u>	<u>5,211</u>	<u>35,721</u>
Total support services	<u>219,148</u>	<u>209,543</u>	<u>9,605</u>	<u>210,062</u>
Total expenditures	<u>360,008</u>	<u>340,597</u>	<u>19,411</u>	<u>327,840</u>
Excess of revenues over expenditures	<u>\$ 39,270</u>	<u>52,737</u>	<u>\$ 13,467</u>	<u>8,081</u>
Fund balance, beginning of year		<u>131,477</u>		<u>123,396</u>
Fund balance, end of year		<u>\$ 184,214</u>		<u>\$ 131,477</u>

(Concluded)

West Northfield School District 31

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2014

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

Budgets are adopted on a basis consistent with generally accepted accounting principles except for the general fund which does not budget for on-behalf payments from the state of Illinois. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. The Board of Education follows these procedures in establishing the budgetary data reflected in the financial statements:

- a) The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy resolution is filed with the County Clerk to obtain tax revenues.
- d) Management is authorized to transfer budget amounts, provided that funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements are as originally adopted, by the Board of Education, on September 19, 2013.
- g) All budget appropriations lapse at the end of the fiscal year.

2. EXPENDITURES IN EXCESS OF BUDGETS

The following fund had expenditures in excess of budget at June 30, 2014:

<u>Fund</u>	<u>Variance</u>
Transportation	\$ 15,119

West Northfield School District 31
 NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2014

3. BUDGET RECONCILIATION

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

	<u>Revenues</u>	<u>Expenditures</u>	
General fund - budgetary basis	\$ 14,185,504	\$ 11,679,152	
To adjust for on-behalf payments received	2,523,327	-	
To adjust for on-behalf payments made	-	2,523,327	
	<u>\$ 16,708,831</u>	<u>\$ 14,202,479</u>	

SUPPLEMENTARY FINANCIAL INFORMATION

West Northfield School District 31

General Fund
COMBINING BALANCE SHEET
June 30, 2014

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
ASSETS				
Cash and investments	\$ 1,909,219	\$ 34	\$ 8,005,642	\$ 9,914,895
Receivables (net of allowance for uncollectibles):				
Interest	7,778	-	-	7,778
Property taxes	6,062,721	-	192	6,062,913
Replacement taxes	68,104	-	-	68,104
Intergovernmental	82,009	-	-	82,009
Prepaid Items	22,973	-	-	22,973
	<u>8,152,804</u>	<u>34</u>	<u>8,005,834</u>	<u>16,158,672</u>
Total assets	<u>\$ 8,152,804</u>	<u>\$ 34</u>	<u>\$ 8,005,834</u>	<u>\$ 16,158,672</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 51,232	\$ -	\$ -	\$ 51,232
Other current liabilities	24,501	-	-	24,501
Unearned revenue	104,278	-	-	104,278
	<u>180,011</u>	<u>-</u>	<u>-</u>	<u>180,011</u>
Total liabilities	<u>180,011</u>	<u>-</u>	<u>-</u>	<u>180,011</u>
DEFERRED INFLOWS				
Unavailable interest revenue	5,678	-	-	5,678
Unavailable property taxes	6,062,721	-	192	6,062,913
	<u>6,068,399</u>	<u>-</u>	<u>192</u>	<u>6,068,591</u>
Total deferred inflows	<u>6,068,399</u>	<u>-</u>	<u>192</u>	<u>6,068,591</u>
FUND BALANCES				
Nonspendable	22,973	-	-	22,973
Restricted	-	34	-	34
Unassigned	1,881,421	-	8,005,642	9,887,063
	<u>1,904,394</u>	<u>34</u>	<u>8,005,642</u>	<u>9,910,070</u>
Total fund balance	<u>1,904,394</u>	<u>34</u>	<u>8,005,642</u>	<u>9,910,070</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 8,152,804</u>	<u>\$ 34</u>	<u>\$ 8,005,834</u>	<u>\$ 16,158,672</u>

West Northfield School District 31

General Fund

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS)

For the Year Ended June 30, 2014

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
Revenues				
Property taxes	\$ 12,749,780	\$ -	\$ 259	\$ 12,750,039
Replacement taxes	67,194	-	-	67,194
State aid	3,199,376	-	-	3,199,376
Federal aid	382,350	-	-	382,350
Interest	18,041	-	-	18,041
Other	291,831	-	-	291,831
	<u>16,708,572</u>	<u>-</u>	<u>259</u>	<u>16,708,831</u>
Total revenues				
Expenditures				
Current:				
Instruction:				
Regular programs	4,950,156	-	-	4,950,156
Special programs	1,077,894	-	-	1,077,894
Other instructional programs	1,040,063	-	-	1,040,063
State retirement contributions	2,523,327	-	-	2,523,327
Support services:				
Pupils	673,337	-	-	673,337
Instructional staff	406,893	-	-	406,893
General administration	826,536	-	-	826,536
School administration	471,584	-	-	471,584
Business	418,834	-	-	418,834
Central	339,740	-	-	339,740
Community services	1,143	-	-	1,143
Nonprogrammed charges	1,231,023	-	-	1,231,023
Capital outlay	241,949	-	-	241,949
	<u>14,202,479</u>	<u>-</u>	<u>-</u>	<u>14,202,479</u>
Total expenditures				
Excess of revenues over expenditures	<u>2,506,093</u>	<u>-</u>	<u>259</u>	<u>2,506,352</u>
Other financing sources				
Capital lease proceeds	<u>155,070</u>	<u>-</u>	<u>-</u>	<u>155,070</u>
Total other financing sources				
	<u>155,070</u>	<u>-</u>	<u>-</u>	<u>155,070</u>
Net change in fund balance	2,661,163	-	259	2,661,422
Fund balance (deficit), beginning of year	<u>(756,769)</u>	<u>34</u>	<u>8,005,383</u>	<u>7,248,648</u>
Fund balance, end of year	<u>\$ 1,904,394</u>	<u>\$ 34</u>	<u>\$ 8,005,642</u>	<u>\$ 9,910,070</u>

West Northfield School District 31
Debt Service Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2014
With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014			2013 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 821,394	\$ 759,122	\$ (62,272)	\$ 689,795
Corporate personal property replacement taxes	250,000	250,000	-	211,061
Contributions and donations from private sources	-	-	-	28,000
Total local sources	<u>1,071,394</u>	<u>1,009,122</u>	<u>(62,272)</u>	<u>928,856</u>
Total revenues	<u>1,071,394</u>	<u>1,009,122</u>	<u>(62,272)</u>	<u>928,856</u>
Expenditures				
Debt service				
Bonds - interest	49,400	35,450	13,950	49,100
Other interest	-	11,327	-	20,186
Total debt service - interest	<u>49,400</u>	<u>46,777</u>	<u>13,950</u>	<u>69,286</u>
Principal payments on long-term debt	<u>921,300</u>	<u>901,817</u>	<u>19,483</u>	<u>889,435</u>
Other debt service				
Other objects	-	516	(516)	515
Total	<u>-</u>	<u>516</u>	<u>(516)</u>	<u>515</u>
Total debt service	<u>970,700</u>	<u>949,110</u>	<u>21,590</u>	<u>959,236</u>
Total expenditures	<u>970,700</u>	<u>949,110</u>	<u>21,590</u>	<u>959,236</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 100,694</u>	<u>60,012</u>	<u>\$ (40,682)</u>	<u>(30,380)</u>
Fund balance, beginning of year		<u>702,635</u>		<u>733,015</u>
Fund balance, end of year		<u>\$ 762,647</u>		<u>\$ 702,635</u>

West Northfield School District 31
 Capital Projects Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2014
 With Comparative Actual Amounts for the Year Ended June 30, 2013

	2014		Variance From Final Budget	2013 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
Interest on investments	\$ 5,000	\$ -	\$ (5,000)	\$ -
Impact fees from municipal or county governments	<u>171,000</u>	<u>188,458</u>	<u>17,458</u>	<u>47,496</u>
Total local sources	<u>176,000</u>	<u>188,458</u>	<u>12,458</u>	<u>47,496</u>
Total revenues	<u>176,000</u>	<u>188,458</u>	<u>12,458</u>	<u>47,496</u>
Expenditures				
Support services				
Facilities acquisition and construction services				
Capital outlay	<u>310,000</u>	<u>-</u>	<u>310,000</u>	<u>160,427</u>
Total support services	<u>310,000</u>	<u>-</u>	<u>310,000</u>	<u>160,427</u>
Provision for contingencies	<u>200,000</u>	<u>-</u>	<u>200,000</u>	<u>-</u>
Total expenditures	<u>510,000</u>	<u>-</u>	<u>510,000</u>	<u>160,427</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (334,000)</u>	<u>188,458</u>	<u>\$ 522,458</u>	<u>(112,931)</u>
Fund balance, beginning of year		<u>953,705</u>		<u>1,066,636</u>
Fund balance, end of year		<u>\$ 1,142,163</u>		<u>\$ 953,705</u>

West Northfield School District 31
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2014

	<u>Balance</u> <u>June 30, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2014</u>
Assets				
Cash and cash equivalents	\$ 29,579	\$ 26,307	\$ 32,200	\$ 23,686
Liabilities				
Due to student groups				
Winkleman				
Misc.	\$ 2,464	\$ 4,192	\$ 4,474	\$ 2,182
Student Council	4,077	324	1,235	3,166
Pictures	2,775	1,870	1,683	2,962
Interest	11	-	-	11
Total Winkleman	<u>9,327</u>	<u>6,386</u>	<u>7,392</u>	<u>8,321</u>
Field School				
Miscellaneous	2,485	2,331	3,901	915
Pictures	3,733	730	408	4,055
WCWIO	87	-	-	87
6th Grade	5,229	-	4,736	493
7th Grade	216	-	140	76
8th Grade	772	100	-	872
Student Council	812	1,977	2,263	526
Computer Fair	176	-	-	176
Play	778	887	1,022	643
Cheer Fund	704	-	150	554
School Bust Ptrn	458	-	-	458
5K Run	-	10,232	10,148	84
Interest	178	9	-	187
Senior Grant	3,838	3,655	2,000	5,493
Gardent Grant	786	-	40	746
Total Field School	<u>20,252</u>	<u>19,921</u>	<u>24,808</u>	<u>15,365</u>
Total due to student groups	<u>\$ 29,579</u>	<u>\$ 26,307</u>	<u>\$ 32,200</u>	<u>\$ 23,686</u>

OTHER SUPPLEMENTAL INFORMATION
(Unaudited)

West Northfield School District 31
PROPERTY TAX RATES - LEVIES AND COLLECTIONS
LAST FIVE TAX LEVY YEARS

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Assessed Valuation	\$ <u>505,935,060</u>	\$ <u>568,579,540</u>	\$ <u>588,042,363</u>	\$ <u>679,485,319</u>	\$ <u>814,495,058</u>
Rates Extended					
Educational	2.4961	2.0283	1.5065	1.3178	1.0786
Operations and Maintenance	0.1977	0.2638	0.2952	0.2323	0.1762
Bond and Interest	0.1315	0.1362	0.1296	0.1674	0.1877
Transportation	0.0494	0.0317	0.0244	0.0192	0.0145
Municipal Retirement	0.0168	0.0162	0.0307	0.0242	0.0183
Social Security	0.0543	0.0484	0.0307	0.0242	0.0183
Working Cash	<u>0.0001</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total rates extended	<u>2.9459</u>	<u>2.5246</u>	<u>2.0171</u>	<u>1.7851</u>	<u>1.4936</u>
Levies Extended					
Educational	\$ 12,628,851	\$ 11,532,400	\$ 8,858,814	\$ 8,954,388	\$ 8,784,881
Operations and Maintenance	1,000,000	1,500,000	1,736,096	1,578,269	1,434,790
Bond and Interest	665,417	774,270	762,090	1,137,505	1,528,800
Transportation	250,000	180,000	143,325	130,295	118,450
Municipal Retirement	85,000	92,000	180,714	164,285	149,350
Social Security	274,500	275,000	180,714	164,285	149,350
Working Cash	<u>500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total levies extended	<u>\$ 14,904,268</u>	<u>\$ 14,353,670</u>	<u>\$ 11,861,753</u>	<u>\$ 12,129,027</u>	<u>\$ 12,165,621</u>
Total collections	<u>\$ 7,600,307</u>	<u>\$ 14,140,417</u>	<u>\$ 11,623,393</u>	<u>\$ 11,894,149</u>	<u>\$ 11,974,510</u>
Percentage of extensions collected	<u>50.99%</u>	<u>98.51%</u>	<u>97.99%</u>	<u>98.06%</u>	<u>98.43%</u>

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

West Northfield School District 31
OPERATING COSTS AND TUITION CHARGE
JUNE 30, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
Operating costs per pupil		
Average Daily Attendance (ADA):	<u>788.71</u>	<u>773.16</u>
Operating costs:		
Educational	\$ 11,679,152	\$ 11,027,501
Operations and Maintenance	1,093,913	989,221
Debt Service	949,110	959,236
Transportation	443,119	364,792
Municipal Retirement/Social Security	340,597	327,840
Tort	-	9,005
Subtotal	<u>14,505,891</u>	<u>13,677,595</u>
Less Revenues/Expenditures of Nonregular Programs:		
Tuition	133,019	137,118
Debt service - payments of principal on long-term debt	901,817	889,435
Summer school	7,711	8,456
Community Services	1,143	800
Capital outlay	267,613	209,560
Non-capitalized equipment	7,422	3,556
Payments to other Districts and Gov't Units	<u>1,231,023</u>	<u>1,088,515</u>
Subtotal	<u>2,549,748</u>	<u>2,337,440</u>
Operating costs	<u>\$ 11,956,143</u>	<u>\$ 11,340,155</u>
Operating costs per pupil - based on ADA	<u>\$ 15,159</u>	<u>\$ 14,667</u>
Tuition Charge		
Operating costs	\$ 11,956,143	\$ 11,340,155
Less - revenues from specific programs, such as special education or lunch programs	<u>1,134,329</u>	<u>1,035,633</u>
Net operating costs	10,821,814	10,304,522
Depreciation allowance	<u>523,053</u>	<u>539,795</u>
Allowance tuition costs	<u>\$ 11,344,867</u>	<u>\$ 10,844,317</u>
Tuition charge per pupil - based on ADA	<u>\$ 14,384</u>	<u>\$ 14,026</u>