

INDIAN PRAIRIE



SCHOOL DISTRICT

**INDIAN PRAIRIE COMMUNITY
UNIT SCHOOL DISTRICT 204**
Aurora/Naperville, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT
for the fiscal year ended June 30, 2009

Indian Prairie Community Unit School District 204 Naperville, Illinois

Comprehensive Annual Financial Report
June 30, 2009

Prepared by:

Mr. David Holm
Assistant Superintendent for Business

Ms. Debbie Barron
Assistant Director of Budget and Finance

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Introductory Section



INDIAN PRAIRIE SCHOOL DISTRICT

December 9, 2009

President and Members of the
Board of Education
Indian Prairie Community Unit
School District No. 204
Naperville, Illinois

The Comprehensive Annual Financial Report (CAFR) of Indian Prairie Community Unit School District 204 (the District), Naperville, Illinois, as of and for the year ended June 30, 2009, is submitted herewith. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as shown by the disclosure of all financial activity of its various funds; and that all disclosures necessary for public understanding of the District's financial status have been incorporated within this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Financial Statements

The CAFR includes all funds and account groups of the District and is presented in three sections: Introductory, Financial, and Statistical. The introductory section includes this transmittal letter, the District's organization chart, and a list of principal officers and elected officials. The financial section includes the independent auditor's report on financial statements and schedules, Management Discussion and Analysis (MD&A), basic financial statements, required supplementary information, and supplementary information such as the combining and individual fund financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The District is required to undergo an annual single audit in conformity with the provisions of the U.S. Office of Management and Budget's (OMB) Circular A-133, "*Audits of States, Local Governments, and Non-profit Organizations*." Information related to this single audit, including a schedule of federal financial assistance and the independent auditor's reports on the internal control structure and on compliance with applicable laws and regulations, is included under separate cover.

P R E P A R I N G A L L S T U D E N T S T O S U C C E E D

District Education Center

P.O. Box 3990, Naperville, IL 60567

phone: 630-375-3000 • fax: 630-375-3001 • web: www.ipisd.org

Reporting Entity

The financial reporting entity of the District is to include the District, as the primary government, organizations for which the District is financially accountable, and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. Based on these criteria there are no other organizations or agencies whose financial statements should be combined with the general purpose financial statements of the District.

History of the District

The Indian Prairie Community Unit School District Number 204 was formed on August 12, 1972 by combining three former districts, encompassing an area of 46.6 miles. The School District serves portions of the communities of Naperville, Aurora, and small portions of Bolingbrook and Warrenville. Other unincorporated areas of southwestern DuPage County and northwestern Will County are also served. The District is located 30 miles from downtown Chicago.

Accounting Systems and Budgetary Control

In developing and evaluating the District's accounting system, consideration is given to the adequacy of internal accounting controls. Such controls are designed to provide reasonable, but not absolute, assurance for the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. We believe that our internal accounting controls adequately safeguard District assets and provide reasonable assurance of the proper recording of financial data.

Budgetary control is maintained at line item levels and built up into program and cost centers before being combined to create fund totals. All actual activity compared to budget is reported to the District's Administrative team monthly and to the Board of Education quarterly. These reports compare account balances to the annual budget accumulation to the cost center, fund and total District levels. Full disclosures are made if extraordinary variances appear during the year. The Board of Education has set a goal to have a balanced budget and each year strives to reach this goal.

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

General Governmental Activities

The general governmental activities include all services provided by the District. Included are the general, special revenue, debt service and capital project funds. The activities include all instructional, maintenance, and administrative costs of the District.

Property taxes are the most significant revenue source of the District. The three factors that affect property tax revenues are assessed valuation, tax multiplier, and the tax rate.

Other revenue sources consist of local revenues exclusive of property taxes. These include transportation fees, tuition, student activity fees, and building rentals.

The equalized assessed valuation of the District of \$5,337,806,122 represents an increase in the tax base of 5.2% over the preceding year. The tax multiplier is determined by a state agency which attempts to equalize the assessment on real property in order to determine the property value for taxing purposes. This increased value is referred to as the equalized assessed valuation (E.A.V.).

Real estate tax bills in DuPage and Will Counties are payable in two unequal installments, with the larger second payment falling due and payable after the close of the fiscal year. Allocations of tax rates for the 2008 property tax levy for fiscal 2009 and the preceding two fiscal years are as follows (per \$100 assessed value):

	<u>Calendar Year</u>		
	2008	2007	2006
General	\$ 3.6858	\$ 3.7310	\$ 3.8502
Special Revenue	0.2798	0.2170	0.2433
Debt Service	0.5202	0.5450	0.5743
	<u>\$ 4.4858</u>	<u>\$ 4.4930</u>	<u>\$ 4.6678</u>

Current and Future Initiative

Financial management in the District continues to focus on producing a solid budget with the emphasis on quality education at a reasonable cost. The expense per pupil in our district is lower than most surrounding districts.

The District also is in the process of building the third high school, which opened in fiscal year 2010.

Debt Administration

The ratio of general bonded debt to assessed valuation and the amount of bonded debt per capita are useful indicators of the District's debt position to District management, citizens, and investors. The District's ratio for the 2008 levy year has decreased over the 2007 levy year.

<u>Levy Year</u>	<u>General Bonded Debt (\$ 000)</u>	<u>Debt to Assessed Valuation</u>	<u>Per Capita</u>
2008	\$333,825	6.30	\$3,736
2007	\$353,915	6.99	\$3,942
2006	305,930	6.52	3,402

The District's current bond rating by Moody's Investors Service is Aa2 and by Standard and Poor's is AA.

Cash Management

The District invests up to 100% of available cash, timing investment maturities to actual cash needs. In addition, all checking accounts are interest-bearing types. Investments are maintained according to the School Code of Illinois. All investments are collateralized beyond FDIC insurance limits. The District maintains investment relationships with several major local and Chicago area banks.

The school treasurer is appointed annually by the Board of Education and authorizes all investment and cash transactions. Investment strategies are structured to obtain the best yield for all invested funds. The District does not bid out banking needs on an annual basis, but secures investment bids on a periodic basis. The District earned \$5,534,796 on all investments for the year ended June 30, 2009.

Risk Management

The District contracts for property, casualty, general liability, vehicle and professional liability insurance. The District is self-insured for the employees' medical and dental insurance. A second party administers benefit claims for the District self-insurance plan. The District also contracts for umbrella insurance coverage to provide for extraordinary claims and reviews its insurance programs annually.

Local Economy and Economic Outlook

The School District's financial outlook for the future continues to be positive. The School District has a strong tax base with an estimated market value of \$16.0 billion. The State of Illinois has designated a portion of Interstate I-88 passing through the District as Illinois Research and Development Corridor. This area had become an attractive location for many "high tech" firms such as Lucent Technologies, NICOR, and BP Naperville Complex.

Independent Audit

The School Code of Illinois and the District require an annual audit of the financial statements of all funds of the District. The audit for the year ended June 30, 2009 was done by McGladrey & Pullen, LLP, independent certified public accountants, who were selected by the District's Board of Education. Their report has been included in the financial section of this report.

Awards

In order to be awarded this Certificate, the District must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy generally accepted accounting principles and applicable legal requirements. A Certificate of Excellence is valid for a period of one year only. We believe that our current report conforms to the Certificate requirements and we are submitting it to ASBO to determine its eligibility for the Certificate.

Acknowledgments

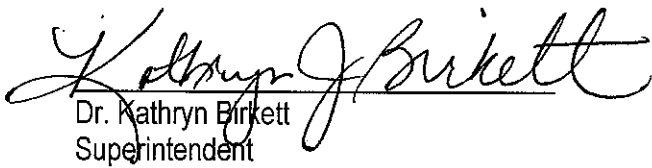
We wish to thank the entire staff of the Business Office for their dedicated service in the preparation of the Comprehensive Annual Financial Report on a timely basis.

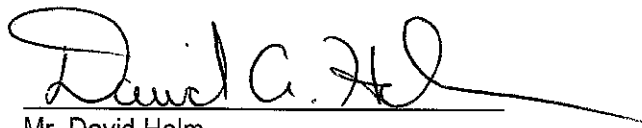
We would also like to extend our appreciation to the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.


Closing Statement

It is our intention that this Comprehensive Annual Financial Report will provide the District's management, outside investors, and interested local citizens with a meaningful financial presentation. We hope that all readers of this report will obtain a clear and concise understanding of the District's financial condition as of June 30, 2009.

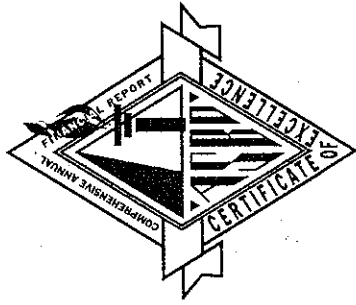
Respectfully submitted:


Dr. Kathryn Birkett
Superintendent


Mr. David Holm
Assistant Superintendent for Business


Ms. Debbie Barron
Assistant Director of Budget & Finance

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS INTERNATIONAL



This Certificate of Excellence in Financial Reporting

is presented to

Indian Prairie School District #204

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2008

upon recommendation of the Association's Panel of Review
which has judged that the Report substantially conforms
to principles and standards of ASBO's Certificate of Excellence Program

Angela Pitman

President

John D. Mueser

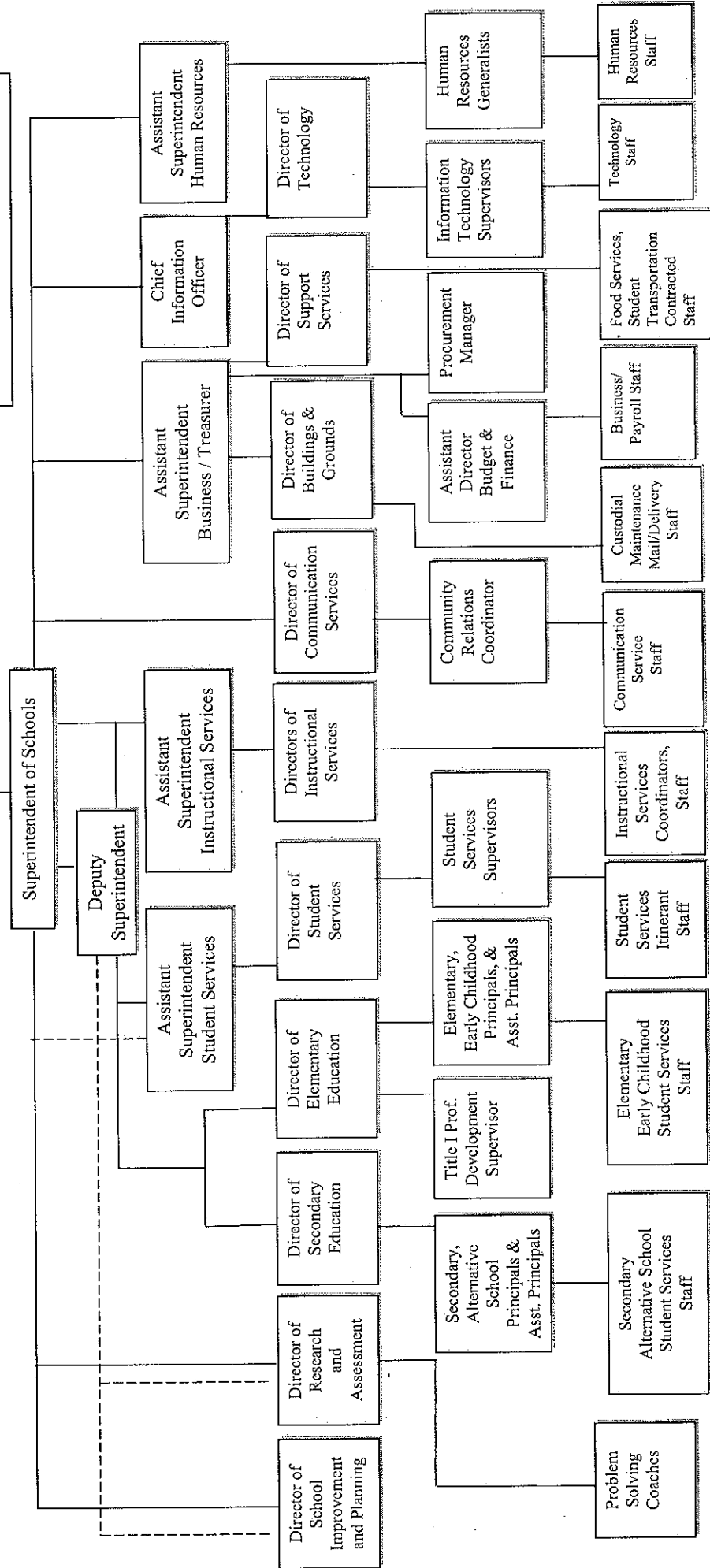
Executive Director

2008-2009 Organizational Chart

OUR MISSION IS:
 To prepare all students to succeed in an ever-changing world through comprehensive programs and experiences in collaboration with family and community.

Indian Prairie School District #204
 P.O. Box 3990, Naperville, IL 60567
 630.375.3000

Policy #305 – Approved on 8/25/2008
 Board Of Education Meeting



INDIAN PRAIRIE COMMUNITY UNIT DISTRICT 204
DuPage and Will Counties
Post Office Box 3990
Naperville, Illinois 60567

COMPREHENSIVE ANNUAL FINANCIAL REPORT
for the year ended June 30, 2009

BOARD OF EDUCATION

<u>Name</u>	<u>Position</u>	<u>Term Expires</u>
Mr. Curt Bradshaw	President	April 2011
Ms. Alka Tyle	Vice President	April 2011
Ms. Christine Vickers	Secretary	April 2013
Mr. Mark C. Metzger	Member	April 2011
Ms. Cathy Piehl	Member	April 2013
Ms. Dawn DeSart	Member	April 2013
Ms. Susan Rasmus	Member	April 2013

Principal Officials

<u>Name</u>	<u>Position</u>
Dr. Stephen Daeschner	Superintendent
Ms. Kathryn Birkett	Deputy Superintendent
Ms. Jay Strang	Assistant Superintendent, Instructional Services
Ms. Sharon Tata	Assistant Superintendent, Student Services
Mr. David Holm	Assistant Superintendent, Business
Ms. Nancy Valenta	Assistant Superintendent, Human Resources
Mr. David Zolnier	Chief Information Officer

Officials Issuing Report

<u>Name</u>	<u>Position</u>
Mr. David Holm	Assistant Superintendent, Business
Ms. Debbie Barron	Assistant Director of Budget and Finance

Department Issuing Report

<u>Name</u>
Business Office

McGladrey & Pullen

Certified Public Accountants

Independent Auditor's Report

Members of the Board of Education
Indian Prairie Community Unit School District 204
Naperville, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Indian Prairie Community Unit School District 204 as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of Indian Prairie Community Unit School District 204 as of June 30, 2009, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2009, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The required supplementary information which includes management's discussion and analysis (pages 3 -13), schedules of funding progress, and budgetary schedule and related note (pages 40-43) are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Indian Prairie Community Unit School District 204. The combining and individual fund financial statements and other schedules listed in the table of contents as supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

McGladrey & Pullen, LLP

Chicago, Illinois
December 9, 2009

Required Supplementary Information

Management's Discussion
And Analysis (MD&A)

Indian Prairie Community Unit School District 204

Management's Discussion and Analysis

This section of Indian Prairie Community Unit District 204's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2009. Please read it in conjunction with the transmittal letter found in the introductory section and the District's financial statements.

Financial Highlights

- The District's financial status continues to be strong. Total net assets increased 2.1 percent over the course of the year.
- Overall revenues were \$330.9 million, \$3.1 million more than expenses.
- Enrollment continues to increase.
- The District spent \$87.2 million on capital assets. The majority related to the ongoing construction of the District's third high school.

Overview of the Financial Statements

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

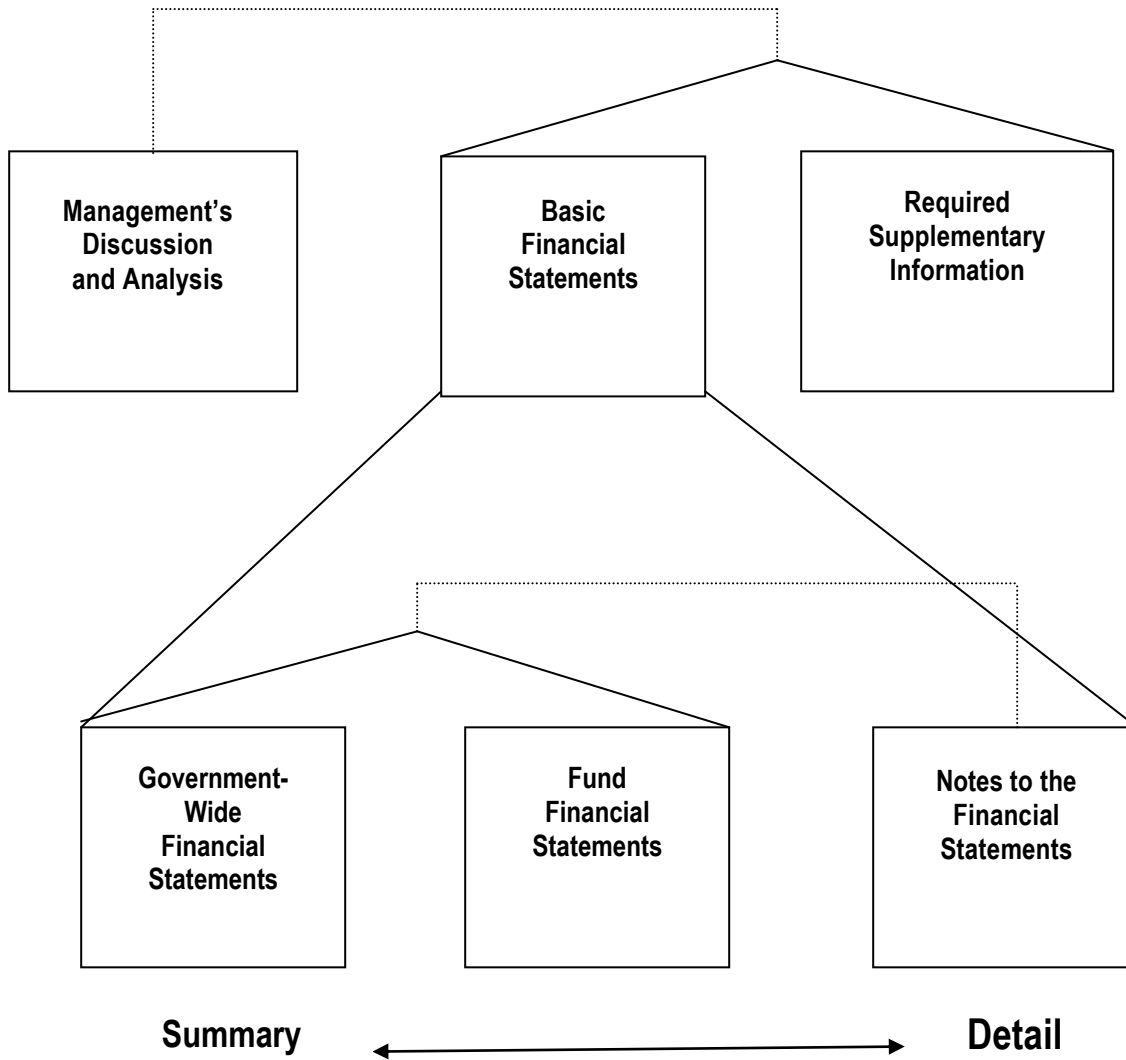
- The first two statements are *government-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more detail* than the government-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the *short term* as well as what remains for future spending.
- *Fiduciary funds* statements provide information about the financial relationships in which the District acts solely as a *trustee* or *agent* for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements.

Management's Discussion and Analysis

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1
Organization of Indian Prairie Community Unit District 204 Annual Financial Report



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

Management’s Discussion and Analysis

Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights the structure and contents of each of the statements.

Figure A-2 Major Features of the Government-Wide and Fund Financial Statements			
	Government-Wide Statements	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds).	The activities of the District that are not proprietary or fiduciary, such as Educational and Operations & Maintenance.	Instances in which the District administers resources on behalf of someone else, such as student activities monies.
Required financial statements	<ul style="list-style-type: none"> • Statements of net assets. • Statement of activities. 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures, and changes in fund balance. 	<ul style="list-style-type: none"> • Statement of fiduciary net assets • Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus.	Modified accrual accounting and current financial focus.	Accrual accounting and economic resources focus.
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term.	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included.	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can.
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All additions and deductions during the year, regardless of when cash is received or paid.

Management's Discussion and Analysis

Government-Wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's *net assets* and how they have changed. Net assets, the difference between the District's assets and liabilities, is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements, the District's activities are all categorized as *Governmental activities*. All of the District's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and state aid finance most of these activities.

Fund Financial Statements

School District 204's fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues (such as Working Cash).

The District has two categories of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or differences) between them.
- *Fiduciary funds*: The District is the trustee, or *fiduciary*, for assets that belong to others, such as the student activities funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

Management's Discussion and Analysis

Financial Analysis of the District as a Whole

Net assets. The District's *combined* net assets were larger on June 30, 2009, than they were the year before, increasing 2.1 percent to \$152.0 million. (See Figure A-3).

The District's improved financial position is the product of many factors. The largest factor can be attributed to the District paying off \$18.5 million in long-term debt, net of current year issuances, while investing cash on hand into capital assets of the District. With a limited supply of funding, the Board of Education has had to work within the current employee configuration to modify educational programs.

Figure A-3
Condensed Statement of Net Assets (in millions of dollars)

	Governmental Activities	
	2009	2008
Assets		
Current assets	\$ 306.2	\$ 372.6
Noncurrent assets	1.2	1.3
Capital assets	367.9	290.2
Total assets	675.3	664.1
Liabilities		
Current liabilities	178.7	162.3
Long-term liabilities	344.6	352.9
Total liabilities	523.3	515.2
Net Assets		
Invested in capital assets, net of related debt	59.5	43.6
Unrestricted	92.5	105.3
Total net assets	\$ 152.0	\$ 148.9

Changes in net assets. The District's total revenues were \$330.9 million (See Figure A-4.) Real estate taxes accounted for most of the District's revenue, contributing about 70.9 cents of every dollar raised. (See Figure A-5.) Another 22.5 cents came from state and federal aid for specific programs and state formula aid and the remainder from fees charged for services and miscellaneous sources.

Management's Discussion and Analysis

The total cost of all programs and services was \$327.8 million. The District's expenses are predominantly related to instructing, caring for (pupil services) and transporting students (76.7 percent). (See Figure A-6.) The District's administrative and business activities accounted for 9.6 percent of total costs.

Total revenues surpassed expenses, increasing net assets by \$3.1 million over last year.

Figure A-4

Changes in Net Assets from Operating Results (in millions of Dollars)

	Governmental Activities		Percent Change
	2009	2008	2009
Revenues			
Program revenues			
Charges for services	\$ 9.4	\$ 10.3	(8.7)%
Operating grants and contributions	56.9	47.7	19.3%
General revenues			
Taxes	234.6	225.3	4.1%
State aid-formula grants	17.4	23.6	(26.3)%
Other	12.6	11.8	6.8%
Total revenues	\$ 330.9	\$ 318.7	3.8%
Expenses			
Instruction	\$ 206.0	\$ 190.9	7.9%
Pupil and instructional services	31.6	26.2	20.6%
Administration and business	31.6	30.6	3.3%
Transportation	13.6	12.8	6.2%
Operations and maintenance	24.1	23.5	2.6%
Other	20.9	20.5	2.0%
Total expenses	\$ 327.8	\$ 304.5	7.7%
Increase in net assets	\$ 3.1	\$ 14.2	
Net assets:			
Beginning	148.9	134.7	
Ending	\$ 152.0	\$ 148.9	

Figure A-5 - Government-Wide Revenues By Source

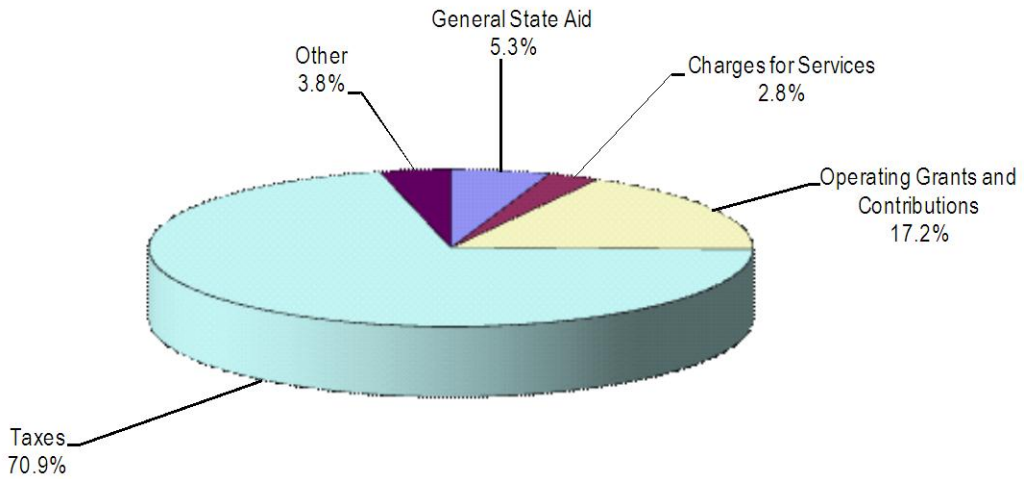
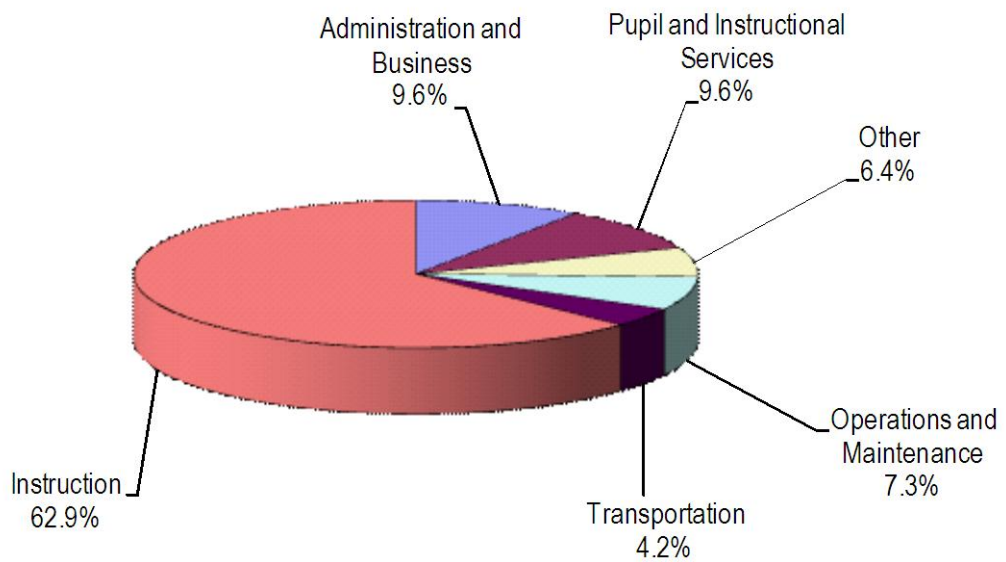


Figure A-6 - Government-Wide Expenses



Management's Discussion and Analysis

Governmental Activities

Revenues for the District's governmental activities were \$330.9 million in 2009. Total expenses in 2009 were \$327.8 million. Net assets increased \$3.1 million in 2009.

The good health of the District's finances can be credited to both a strong real estate tax base and budgetary controls put in place by the Board of Education.

- Rising real estate values led to continued strong property tax revenues in 2009.
- Operating grants and contributions for governmental activities continue to remain consistent with no new significant funding initiatives realized in 2009. The District did experience an increase, but the majority related on on-behalf contributions, which have offsetting expenses. General state aid decreased in the current year due to the State paying the District approximately \$5.1 million through federal dollars which is included under other revenue.
- Investment earnings, which is included under other revenue, decreased by \$5.0 million, due to the decreased cash balances and lower interest rates during the current fiscal year.

Figure A-7 presents the cost of six major District activities: instruction, pupil and instructional services, administration and business, transportation, operations and maintenance, and other. The table also shows each activity's *net cost* (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions.

Figure A-7

Net Cost of Governmental Activities (in millions of dollars)

	Total Cost of Services		Percentage	Net Cost of Services		Percentage
			Change			Change
	2009	2008	2009	2009	2008	2008
Instruction	\$ 206.0	\$ 190.9	7.9%	\$ 157.5	\$ 149.4	5.4%
Pupil and instructional services	31.6	26.2	20.6%	29.3	23.9	22.6%
Administration and business	31.6	30.6	3.3%	24.9	24.2	2.9%
Transportation	13.6	12.8	6.2%	5.7	5.7	0.0%
Operations and maintenance	24.1	23.5	2.6%	23.2	22.8	1.8%
Other	20.9	20.5	2.0%	20.9	20.5	2.0%
	<u>\$ 327.8</u>	<u>\$ 304.5</u>		<u>\$ 261.5</u>	<u>\$ 246.5</u>	

- The cost of all *governmental* activities this year was \$327.8 million.
- Some of the cost was financed by the users of the District's programs (\$9.4 million).
- The federal and state governments subsidized certain programs with grants and contributions of \$56.9 million.
- Most of the District's costs, however, were financed by District taxpayers.

Indian Prairie Community Unit School District 204

Management's Discussion and Analysis

Financial Analysis of the District's Funds

As the District completed the year, its governmental funds reported combined fund balances of \$123.9 million as of June 30, 2009.

The General Fund experienced a current year operating surplus of \$0.1 million after other financing sources. This surplus resulted in a year-end fund balance of \$53.9 million. The surplus can mainly be attributed to the District's Working Cash Fund \$3.0 million to the General Fund in the current year.

The Debt Service Fund experienced a current year operating deficit of \$9.8 million. This deficit can mainly be attributed to the fund receiving property tax revenue in the prior year for debt service payments not due until December of the current fiscal year.

The Site and Construction Fund experienced a current year operating deficit of \$80.3 million. This deficit can be attributed to the District spending prior year bond proceeds on the construction of the new high school, which the District began construction on in late fiscal year 2008.

General Fund Budgetary Highlights

Over the course of the year, the District did not revise the annual operating budget, which is prepared on the modified accrual basis of accounting.

While the District's budget for the General Fund anticipated that expenditures would exceed revenues by \$3.8 million, before other financing sources of \$3.0 million, resulting in a net deficit of \$0.8 million, actual result for the year was a \$4.4 million deficit before other financing sources of \$4.6 million, resulting in a net surplus of \$0.1 million. The surplus can be attributed to property tax revenues coming in \$1.4 million in excess of budget.

Indian Prairie Community Unit School District 204

Management's Discussion and Analysis

Capital Assets

By the end of 2009, the District had invested \$499.0 million (before accumulated depreciation of \$131.1) in a broad range of capital assets, including buildings (both school and administration facilities) property and equipment (computer, audio-visual, transportation and maintenance equipment and furniture), construction in progress and land. (See Figure A-8) (More detailed information about capital assets can be found in Note 3 to the financial statements.)

Depreciation expense for the year was \$9.5 million, additions to construction in progress, buildings and improvements and equipment amounted to \$87.2 million.

Figure A-8

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

	2009	2008	Total Percentage Change
Land	\$ 33.2	\$ 33.2	0.0 %
Land improvements	6.1	7.0	(12.9)%
Buildings and improvements	235.2	241.9	(2.8)%
Equipment	4.3	3.7	16.2 %
Construction in progress	89.1	4.4	1925.0 %
TOTAL	\$ 367.9	\$ 290.2	26.8 %

The District's enrollment has grown steadily over the last several years reaching a present enrollment of approximately 29,500. In March 2006, the District voters authorized the construction of a third high school and to issue bond debt to build and equip the facility. The District purchased the land for the new high school in the current year and building began in late fiscal year 2008. Construction continued through fiscal year 2009 and the new high school opened in fiscal year 2010.

Long-Term Obligations

At year-end, the District had \$356.1 million in general obligation bonds and other long-term obligations outstanding – as shown in Figure A-9. (More detailed information about the District's long-term liabilities is presented in Note 4 to the financial statements.)

Management's Discussion and Analysis

Figure A-9
Outstanding Long-Term Obligations (in millions of dollars)

	2009	2008	Total Percentage Change
General obligation bonds (financed with property taxes)	\$ 333.8	\$ 353.9	(5.7)%
Unamortized premiums, discounts, and deferrals	13.8	15.8	(12.7)%
Other long-term obligations	8.5	3.7	129.7%
TOTAL	\$ 356.1	\$ 373.4	(4.6)%

- The District continued to pay down its debt, retiring \$25.9 million of outstanding bonds.
- The District issued \$5.8 million in bonds to pay down existing debt.
- The state limits the amount of general obligation debt the District can issue to 13.8% of the assessed value of all taxable property within the District's limits. Outstanding debt is significantly below the current limit of \$736.6 million.

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was aware of the following existing circumstances that could significantly affect its financial health in the future.

- The Illinois General Assembly has previously imposed property tax legislation on school districts to give property taxpayers some relief by delaying tax increases each year. The legislation limits the levy increase to the lesser of the consumer price index (CPI) or five percent. This "tax cap" continues to limit the District's tax collection ability.
- New residential development within the District's boundaries will cause continued growth in student population within the District. This growth translates into expanded enrollment. The District is continually projecting enrollment, anticipating building space and staffing levels.
- The current weak economy, in both the nation and the state, continues to affect the District's state funding levels and timing of state receipts.
- The District's certified staff are under contract through the 2010 fiscal year.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office, Indian Prairie Community Unit School District 204 Administrative Center, 780 Shoreline Drive, Aurora, Illinois 60504.

Basic Financial Statements

Government-Wide
Financial Statements (GWFS)

Indian Prairie Community Unit School District 204

Statement of Net Assets
June 30, 2009

	Governmental Activities
Assets	
Current Assets	
Cash and investments	\$ 142,769,192
Receivables:	
Property taxes	126,072,901
Other	675,746
Prepays	9,082,471
Due from other government units	27,597,219
Total current assets	<u>306,197,529</u>
Noncurrent Assets	
Unamortized bond issuance costs	1,209,898
Capital assets not being depreciated	122,299,941
Capital assets being depreciated, net	245,600,377
Total noncurrent assets	<u>369,110,216</u>
Total assets	<u>\$ 675,307,745</u>
Liabilities and Net Assets	
Current Liabilities	
Accounts payable	\$ 19,703,601
Accrued liabilities	24,791,450
Accrued health claims	3,162,000
Unearned revenue	119,541,655
General obligation bonds	10,950,000
Capital leases	598,693
Total current liabilities	<u>178,747,399</u>
Unamortized premium on bonds	14,905,112
Unamortized discount on bonds	(127,303)
Deferred amount on refunding	(945,611)
General obligation bonds	322,875,000
Capital leases	1,819,504
Other post employment benefits	5,989,094
Total long-term liabilities	<u>344,515,796</u>
Total liabilities	<u>523,263,195</u>
Net Assets	
Invested in capital assets, net of related debt	59,482,161
Unrestricted	92,562,389
Total net assets	<u>152,044,550</u>
Total liabilities and net assets	<u>\$ 675,307,745</u>

See Notes to Basic Financial Statements.

Indian Prairie Community Unit School District 204

Statement of Activities
Year Ended June 30, 2009

Functions/Programs	Expenses	Program Revenue		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Assets
				Governmental Activities
Governmental activities:				
Instruction:				
Regular programs	\$ 146,767,552	\$ 1,483,944	\$ 19,933,771	\$ (125,349,837)
Special programs	45,096,009	-	22,838,248	(22,257,761)
Other instructional programs	14,107,012	771,363	3,466,782	(9,868,867)
Support services:				
Pupils	16,197,541	-	-	(16,197,541)
Instructional staff	15,409,758	-	2,324,358	(13,085,400)
General administration	4,455,678	-	-	(4,455,678)
School administration	18,218,580	-	-	(18,218,580)
Business	8,890,076	6,285,873	420,872	(2,183,331)
Transportation	13,612,402	-	7,908,910	(5,703,492)
Operations and maintenance	24,071,258	860,247	-	(23,211,011)
Central	4,984,732	-	-	(4,984,732)
Other support services	8,996	-	-	(8,996)
Community services	88,470	-	-	(88,470)
Payments to other governments	527,730	-	-	(527,730)
Interest and charges	15,307,198	-	-	(15,307,198)
Total governmental activities	327,742,992	9,401,427	56,892,941	(261,448,624)
General revenues:				
Taxes:				
Property taxes, general purposes				204,780,267
Property taxes, debt service				27,359,123
Corporate property replacement taxes				2,493,408
State aid-formula grants				17,378,932
Grants and contributions not restricted to specific programs				5,529,186
Investment earnings				5,534,796
Miscellaneous				1,531,671
Total general revenues				<u>264,607,383</u>
Change in net assets				<u>3,158,759</u>
Net assets:				
July 1, 2008				<u>148,885,791</u>
June 30, 2009				<u>\$ 152,044,550</u>

See Notes to Basic Financial Statements.

Fund Financial Statements (FFS)

Indian Prairie Community Unit School District 204

Balance Sheet
Governmental Funds
June 30, 2009

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Debt Service Fund	Capital Projects Fund		
Assets					
Cash and investments	\$ 62,643,097	\$ 7,738,198	\$ 41,026,408	\$ 31,361,489	\$ 142,769,192
Receivables:					
Property taxes	103,588,992	14,620,162	-	7,863,747	126,072,901
Other	-	-	675,746	-	675,746
Prepays	9,082,471	-	-	-	9,082,471
Due from other governmental units	17,204,042	-	-	10,393,177	27,597,219
Due from other funds	27,121	-	-	-	27,121
Total assets	\$ 192,545,723	\$ 22,358,360	\$ 41,702,154	\$ 49,618,413	\$ 306,224,650
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ 3,728,922	\$ -	\$ 13,877,114	\$ 2,097,565	\$ 19,703,601
Accrued liabilities	24,791,450	-	-	-	24,791,450
Accrued health claims	1,685,215	-	-	-	1,685,215
Due to other funds	-	-	-	27,121	27,121
Deferred revenues	108,415,183	13,883,634	-	13,819,778	136,118,595
Total liabilities	138,620,770	13,883,634	13,877,114	15,944,464	182,325,982
Fund balances					
Reserved for:					
Prepays	9,082,471	-	-	-	9,082,471
Debt service	-	8,474,726	-	-	8,474,726
Unreserved, reported in:					
General fund	44,842,482	-	-	-	44,842,482
Special revenue funds	-	-	-	33,673,949	33,673,949
Capital project fund	-	-	27,825,040	-	27,825,040
Total fund balances	53,924,953	8,474,726	27,825,040	33,673,949	123,898,668
Total liabilities and fund balances	\$ 192,545,723	\$ 22,358,360	\$ 41,702,154	\$ 49,618,413	\$ 306,224,650

See Notes to Basic Financial Statements.

Indian Prairie Community Unit School District 204

Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2009

Total fund balances - governmental funds	\$ 123,898,668
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.	367,900,318
State grant revenues that are deferred in the fund financial statements because they are not available are recognized as revenue in the government-wide financial statements.	16,576,940
Premiums on bonds that are other financing sources in the fund financial statements are liabilities that are amortized over the life of the bonds in the government-wide financial statements.	(14,905,112)
Discounts on bonds that are other financing uses in the fund financial statements are assets that are amortized over the life of the bonds in the government-wide financial statements.	127,303
Bond issuance costs that are an expenditure in the fund financial statements are an asset that is amortized over the life of the bonds in the government-wide financial statements.	1,209,898
Deferred amounts on refunded debt that are other financing uses in the fund financial assets that are amortized over the life of the bonds in the government-wide statements are financial statements.	945,611
Some liabilities reported in the statement of net assets do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds:	
General obligation bonds	(333,825,000)
Capital lease	(2,418,197)
Other post employment benefits	(5,989,094)
Accrued incurred but not reported health claims	(1,476,785)
	<hr/>
Net assets of governmental activities	<u><u>\$ 152,044,550</u></u>

See Notes to Basic Financial Statements.

Indian Prairie Community Unit School District 204

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 Year Ended June 30, 2009

	Major Funds				Total Governmental Funds
	General Fund	Debt Service Fund	Capital Projects Fund	Nonmajor Governmental Funds	
Revenues:					
Property taxes	\$ 191,382,784	\$ 27,359,123	\$ -	\$ 13,397,483	\$ 232,139,390
Corporate property replacement taxes	2,193,408	-	-	300,000	2,493,408
Charges for services	10,538,604	-	394,494	-	10,933,098
Unrestricted state aid	17,378,932	-	-	-	17,378,932
Restricted state aid	41,813,780	-	-	8,170,723	49,984,503
Restricted federal aid	11,961,984	-	-	-	11,961,984
Interest	792,329	80,428	4,356,363	305,676	5,534,796
Total revenues	276,061,821	27,439,551	4,750,857	22,173,882	330,426,111
Expenditures:					
Current:					
Instruction:					
Regular programs	142,237,602	-	-	1,536,419	143,774,021
Special programs	40,326,816	-	-	1,941,015	42,267,831
Other instructional programs	13,987,687	-	-	119,325	14,107,012
Support services:					
Pupils	15,748,087	-	-	376,578	16,124,665
Instructional staff	8,909,457	-	-	118,440	9,027,897
General administration	3,179,313	-	-	1,263,119	4,442,432
School administration	13,224,554	-	-	854,387	14,078,941
Business	8,064,222	-	3,833,292	186,441	12,083,955
Transportation	-	-	-	13,528,708	13,528,708
Operations and maintenance	21,195,442	-	-	29,501	21,224,943
Central	4,804,083	-	-	381,137	5,185,220
Other support services	8,909	-	-	87	8,996
Community services	87,756	-	-	714	88,470
Payments to other governments	527,730	-	-	-	527,730
Capital outlay	8,179,430	-	81,224,098	83,694	89,487,222
Debt service:					
Principal	-	26,177,717	-	-	26,177,717
Interest and charges	-	17,118,220	-	-	17,118,220
Bond issuance cost	-	80,281	-	-	80,281
Total expenditures	280,481,088	43,376,218	85,057,390	20,419,565	429,334,261
Excess (deficiency) of revenues over (under) expenditures	(4,419,267)	(15,936,667)	(80,306,533)	1,754,317	(98,908,150)
Other financing sources (uses):					
Bond proceeds	-	5,790,000	-	-	5,790,000
Premium on bonds	-	23,623	-	-	23,623
Lease proceeds	1,883,062	-	-	-	1,883,062
Transfer in	3,000,000	335,203	-	-	3,335,203
Transfer (out)	(335,203)	-	-	(3,000,000)	(3,335,203)
Total other financing sources (uses)	4,547,859	6,148,826	-	(3,000,000)	7,696,685
Net change in fund balances	128,592	(9,787,841)	(80,306,533)	(1,245,683)	(91,211,465)
Fund balances:					
July 1, 2008	53,796,361	18,262,567	108,131,573	34,919,632	215,110,133
June 30, 2009	\$ 53,924,953	\$ 8,474,726	\$ 27,825,040	\$ 33,673,949	\$ 123,898,668

See Notes to Basic Financial Statements.

Indian Prairie Community Unit School District 204

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities
Year Ended June 30, 2009

Net change in fund balances—total governmental funds		\$ (91,211,465)
Amounts reported for governmental activities in the statement of activities are different because:		
State grant revenues that are deferred in the fund financial statements because they are not available are recognized as revenue in the government-wide financial statements.		
Prior year deferred balance	\$ (16,101,300)	
Current year deferred balance	<u>16,576,940</u>	475,640
Governmental funds report capital outlays as expenditures paid while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which capital outlays exceeded depreciation expense in the current period.		
Capital outlays	87,172,819	
Depreciation expense	<u>(9,510,931)</u>	77,661,888
In governmental funds, long-term debt is considered other financing sources, but in the statement of net assets, debt is reported as a liability. In the current period, proceeds were received from:		
General obligation bonds		(5,790,000)
Capital lease		(1,883,062)
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
Bond principal retirement		25,880,000
Capital lease principal retirement		297,717
Premium on bonds is recorded as other financing sources in the fund financial statements, but the premium is recorded as a liability in the Statement of Net Assets and is amortized over the life of the bonds. These are the amounts in the current period.		
Premium on bonds	(23,623)	
Amortization premium on bonds	<u>2,027,790</u>	2,004,167
Discount on bonds is recorded as other financing uses in the fund financial statements, but the discount is recorded as an asset in the Statement of Net Assets and is amortized over the life of the bonds. This is the amount in the current period.		
Amortization discount on bonds		(7,272)
Bond issuance costs are recorded as an expenditure in the fund financial statements, but the cost is recorded as an asset in the Statement of Net Assets and is amortized over the life of the bonds. These are the amounts in the current period.		
Bond issuance costs	80,281	
Amortization bond issuance costs	<u>(154,944)</u>	(74,663)
Deferred amounts on refunded debt are recorded as an other financing use in the fund financial statements, but the loss is recorded as an asset in the Statement of Net Assets and is amortized over the life of the bonds. This is the amount in the current period.		
Amortization deferred amount on refunding		(54,552)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This activity consists of:		
Increase in other post employment benefits	(3,106,854)	
Increase in accrued incurred but not reported health claims.	<u>(1,032,785)</u>	(4,139,639)
Change in net assets of governmental activities		<u>\$ 3,158,759</u>

See Notes to Basic Financial Statements.

Indian Prairie Community Unit School District 204

Statement of Fiduciary Assets and Liabilities

Agency Fund

June 30, 2009

	<u>Agency Student Activity Fund</u>
Assets, cash	\$ 2,078,770
Liabilities, due to activity fund organizations	<u>2,078,770</u>
Total net assets	<u><u>\$ -</u></u>

See Notes to Basic Financial Statements.

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies

Nature of Activities

Indian Prairie Community Unit School District 204 operates as a public school system governed by its Board of Education. The District is organized under The School Code of the State of Illinois, as amended. The District serves the communities of Naperville, Aurora, and small portions of Bolingbrook and Warrenville.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

Financial Reporting Entity

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- (1) Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- (2) Fiscal dependency on the primary government.

Based upon the application criteria, no component units have been included within the reporting entity.

Government-Wide and Fund Financial Statements

Government-Wide Financial Statements: The government-wide Statement of Net Assets and Statement of Activities report the overall financial activity of the District. Eliminations have been made to minimize the double counting of internal activities of the District. The financial activities of the District consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues.

The Statement of Net Assets presents the District's non-fiduciary assets and liabilities with the difference reported in three categories:

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation. The District had no restricted net assets at June 30, 2009.

Unrestricted net assets consist of net assets that do not meet the criteria of the two preceding categories.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (continued)

Government-Wide and Fund Financial Statements (continued)

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

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e., instruction, support services, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

Fund Financial Statements: Separate financial statements are provided for governmental funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the District's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The District has the following major governmental funds - General Fund, Debt Service Fund, and Capital Projects Fund. All remaining governmental special revenue funds are aggregated and reported as nonmajor governmental funds.

The District administers the following major governmental funds:

General Fund – This is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Debt Service Fund – Accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Capital Projects Fund – Accounts for the acquisition, construction, renovation and additions of major capital facilities.

Additionally, the District administers an agency fund that is used to account for assets held by the District in an agency capacity. These funds are held on behalf of the students of the District.

Measurement Focus and Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, state-shared revenues and various state, federal and local grants. On an accrual basis, revenues from taxes are recognized when the District has a legal claim to the resources. Grants, entitlements, state-shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Note 1. Summary of Significant Accounting Policies (continued)

Measurement Focus and Basis of Accounting and Financial Statement Presentation (continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. 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. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year.

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. General capital asset acquisitions are reported as expenditures in governmental funds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB), in which case the GASB prevails.

Property taxes

Property taxes receivable represents the 2008 property tax levy and was recognized as a receivable at the time they were levied. The 2008 tax levy was passed by the Board of Education on December 8, 2008, and attached as an enforceable lien on the property as of the preceding January 1. The taxes become due and collectible in June and September 2009, and are collected by the county collector, who in turn remits to the District its respective share. The District receives the remittances from the county treasurer approximately one month after collection. For all funds, the District recognizes no more than one-half of the levy in the current fiscal year as revenue with the second half to be recognized in the following fiscal year. Accordingly, the second half amount is reflected as deferred/unearned revenue this year. This methodology conforms to the measurable and available criteria for revenue recognition. An allowance for the estimated uncollectible taxes has been provided based on prior year collection experiences. Due to property tax collection through 60 days being sufficient to meet the availability criteria, the District was able to recognize one-half of the levy as revenue in the current fiscal year on the fund financial statements.

The Property Tax Extension Limitation Law imposes mandatory property tax limitations on the ability of taxing districts in Illinois to raise revenues through unlimited property tax increases. The increase in property tax extensions is limited to the lesser of 5 percent or the percentage increase in the Consumer Price Index for all Urban Consumers. The limitation includes taxes levied for purposes without a statutory maximum rate. The amount of the limitation may be adjusted for new property added or annexed to the tax base or due to voter approved increases.

Assets, Liabilities, and Net Assets or Equity

Investments

Investments are stated at fair value based on quoted market prices for same or similar investments.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (continued)

Assets, Liabilities, and Net Assets or Equity (continued)

Interfund Receivables, Payables, and Activity

Loans – amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are eliminated in the government-wide statement of net assets.

Transfers – flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

Capital Assets

Capital assets which include land, construction in progress, land improvements, buildings and improvements, and equipment, are reported in the Statement of Net Assets. Capital assets are defined as assets with an initial individual cost of more than \$5,000, and an estimated useful life of greater than three years. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

These assets have been valued at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at their estimated fair market value at the date of donation.

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

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	50 years
Equipment	5 – 10 years
Land improvements	20 years

Compensated Absences

Certified employees working less than 12 months a year do not earn vacation days; however noncertified, full-time employees earn vacation days after completing a full year of service. Noncertified employees are not allowed to carryforward vacation days to the next fiscal year.

All full-time employees receive 12 sick days and 3 personal days per year which convert to sick days if unused per year and these days may accumulate to a maximum of 260 days. These accumulated sick days do not vest.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (continued)

Assets, Liabilities, and Net Assets or Equity (continued)

Unearned/Deferred Revenue

The District defers revenue recognition in connection with resources that have been received, but not yet earned.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Assets. Items such as premiums, discounts, bond issuance costs and gains or losses on bond sales are capitalized and amortized over the life of the related debt.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund Balance Reserves

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Eliminations and Reclassifications

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

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 2. Cash and Investments

Deposits

State statutes authorize the District to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks, savings and loan associations, and credit unions. As of June 30, 2009, the District had deposits with federally insured financial institutions of \$74,725,138 with bank balances totaling \$86,074,121. All of the District's bank balances were insured or collateralized at June 30, 2009.

Custodial Credit Risk – 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 does not have a policy for custodial credit risk.

Investments

As of June 30, 2009, the District had the following investments:

Investment Type	Fair Value	Investment Maturities (in Years)
		Less Than 1
Illinois School District Liquid Asset Funds (ISDLAF)	\$ 65,771,981	\$ 65,771,981
Federal Home Loan Bank (FHLB)	4,350,843	4,350,843
	<u>\$ 70,122,824</u>	<u>\$ 70,122,824</u>

The ISDLAF is shown as maturing in less than one year because the weighted average maturity of the pool is less than one year.

Interest Rate Risk. The District's investment policy does not limit the District's investment portfolio to specific maturities.

ISDLAF is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Districts elected from the participating members. ISDLAF is not registered with the SEC as an investment company. Investments in ISDLAF are valued at ISDLAF share price, which is the price the investment could be sold for.

Credit Risk. State statutes authorize the District to invest in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, and short-term obligations of corporations organized in the United States with assets exceeding \$500,000,000. The District is also authorized to invest in the Illinois School District Liquid Asset Fund Plus and the Illinois Fund. The District restricted its investments to only those investments described above.

As of April 30, 2009, the investments in the ISDLAF and FHLB are rated AAA Standard & Poor's or P1 by Moody's.

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 2. Cash and Investments (continued)

Concentration of Credit Risk. The District's investment policy does not restrict the amount of investment in any one issuer. More than 5 percent of the District's investments are in FHLB. This investment is 6.2 percent of the District's total investments. The ISDLAF is not subject to concentration of credit risk.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The FHLB is insured or held by the District or its agent in the District's name. The ISDLAF is not subject to custodial credit risk. The District's investment policy does not address custodial credit risks for investments.

The above deposits of \$74,725,138 and investments of \$70,122,824 with a total carrying value of \$144,847,962 are presented in the basic financial statements as cash and investments as follows:

Statement of Net Assets (GWFS)	\$ 142,769,192
Statement of Fiduciary Net Assets (FFS)	<u>2,078,770</u>
	<u><u>\$ 144,847,962</u></u>

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 3. Capital Assets

Capital assets balances and activity for the year ended June 30, 2009, are as follows:

	Balance July 1, 2008	Additions	Retirements	Balance June 30, 2009
Governmental activities:				
Capital Assets, not being depreciated:				
Land	\$ 33,216,076	\$ -	\$ -	\$ 33,216,076
Construction in progress	4,412,274	84,671,591	-	89,083,865
Total capital assets not being depreciated	37,628,350	84,671,591	-	122,299,941
Capital Assets, being depreciated:				
Land improvements	18,119,255	-	-	18,119,255
Buildings and improvements	322,198,206	69,545	-	322,267,751
Equipment	33,923,328	2,431,683	-	36,355,011
Total capital assets being depreciated	374,240,789	2,501,228	-	376,742,017
Less accumulated depreciation:				
Land improvements	(11,152,727)	(884,588)	-	(12,037,315)
Buildings and Improvements	(80,273,692)	(6,822,116)	-	(87,095,808)
Equipment	(30,204,290)	(1,804,227)	-	(32,008,517)
Total accumulated depreciation	(121,630,709)	(9,510,931)	-	(131,141,640)
Total capital assets being depreciated, net	252,610,080	(7,009,703)	-	245,600,377
Governmental activities				
Capital assets, net	\$ 290,238,430	\$ 77,661,888	\$ -	\$ 367,900,318

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 2,329,227
Special programs	2,795,263
Instructional staff	4,192,418
Business	194,023
	<u>\$ 9,510,931</u>

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 4. Long-Term Obligations

General long-term obligations as of June 30, 2009, and a summary of activity for the year then ended are as follows:

	Outstanding Debt as of July 1, 2008	Additions	Reductions	Outstanding Debt as of June 30, 2009	Due within one year
General obligation bonds	\$ 353,915,000	\$ 5,790,000	\$ 25,880,000	\$ 333,825,000	\$ 10,950,000
Premiums on bonds	16,909,279	23,623	2,027,790	14,905,112	-
Discounts on bonds	(134,575)	-	(7,272)	(127,303)	-
Deferred amount on refundings	(1,000,163)	-	(54,552)	(945,611)	-
Capital leases *	832,852	1,883,062	297,717	2,418,197	598,693
OPEB obligation *	2,882,240	3,106,854	-	5,989,094	-
	<u>\$ 373,404,633</u>	<u>\$ 10,803,539</u>	<u>\$ 28,143,683</u>	<u>\$ 356,064,489</u>	<u>\$ 11,548,693</u>

*The General Fund is typically used to liquidate these liabilities.

Interest rates range from 2.55 percent to 6.25 percent on the outstanding general obligation bonds. As of June 30, 2009, the future annual debt service requirements on the outstanding debt are as follows:

Year Ending June 30,	General Obligation Bonds		Total
	Principal	Interest	
2010	\$ 10,950,000	\$ 16,275,313	\$ 27,225,313
2011	17,040,000	15,583,219	32,623,219
2012	14,000,000	14,789,719	28,789,719
2013	20,760,000	13,883,444	34,643,444
2014	14,800,000	12,986,481	27,786,481
2015 - 2019	86,900,000	53,477,419	140,377,419
2020 - 2024	99,920,000	31,789,387	131,709,387
2025 - 2027	69,455,000	4,417,119	73,872,119
	<u>\$ 333,825,000</u>	<u>\$ 163,202,101</u>	<u>\$ 497,027,101</u>

The District's legal debt limitation of \$736,617,245 based on 13.8 percent of the 2008 equalized assessed valuation of \$5,337,806,122, less outstanding debt of \$333,825,000 results in a legal debt margin of \$402,792,245 as of June 30, 2009.

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 5. Capital Lease Obligations

The District leases equipment under capital leases, which expire between July 2011 and July 2012. Annual lease payments, including interest ranging from 4.10 percent to 5.38 percent, range from \$42,675 to \$466,557. The net book value of the capital assets acquired under the capital leases is \$2,000,087, all of which is included with equipment.

Minimum future lease payments under the capital lease together with the present value of the net minimum lease payments as of June 30, 2009 are as follows:

Year ending June 30:	
2010	\$ 703,643
2011	703,643
2012	703,643
2013	509,232
Total minimum lease payments	<u>2,620,161</u>
Less amount representing interest	<u>201,964</u>
Present value of net minimum lease payments	2,418,197
Less current portion	<u>598,693</u>
 Long-term portion	 <u><u>\$ 1,819,504</u></u>

Note 6. Retirement Plan Commitments

Teachers' Retirement System

The District (employer) 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, 2009, was 9.4 percent of creditable earnings. 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, 2008 and 2007.

Note 6. Retirement Plan Commitments (continued)

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

◆ **On behalf contributions to TRS**

The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2009, State of Illinois contributions were based on 17.08 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$26,252,141 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2008 and 2007, the State of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 13.11 percent (\$18,932,009) and 9.78 percent (\$13,187,873), respectively.

The state contributions to TRS for the years ended June 30, 2009 and 2008 were based on an actuarial formula. The state contribution for the year ended June 30, 2007 was based on a dollar amount specified by the statute and were not actuarially determined.

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, 2009 were \$893,125. Contributions for the years ended June 30, 2008 and 2007 were \$838,510 and \$799,156, respectively.

◆ **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.

For the year ended June 30, 2009, the employer pension contribution was 17.08 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2008 and 2007, the employer contribution was 13.11 and 9.78 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2009, salaries totaling \$285,986 were paid from federal and special trust funds that required employer contributions of \$48,846. For the years ended June 30, 2008 and 2007, required District contributions were \$21,210 and \$287,546, 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.

Under Public Act 94-0004, a "Pipeline ERO" program was provided for members to retire under the same terms as the ERO program that expired June 30, 2005, provided they met certain conditions and retired on or before July 1, 2007. If members did not meet these conditions, they can retire under the "Modified ERO" program which requires higher member and employer contributions to TRS. Also, under Modified ERO, Public Act 94-0004 eliminates the waiver of member and employer ERO contributions that had been in effect for members with 34 years of service (unless the member qualified for the Pipeline ERO).

Under the Pipeline ERO, the maximum employer contribution was 100 percent of the member's highest salary used in the final average salary calculation.

Notes to Basic Financial Statements

Note 6. Retirement Plan Commitments (continued)

Under the Modified ERO, the maximum employer contribution is 117.5 percent.

Both the 100 percent and 117.5 percent maximums apply when the member is age 55 at retirement.

For the year ended June 30, 2009, the District paid \$295,637 to TRS for employer contributions under the ERO program. For the years ended June 30, 2008 and 2007, the District paid \$410,153 and \$146,422 in ERO contributions, respectively.

◆ **Salary increases over 6 percent and excess sick leave**

Public Act 94-0004 added two additional employer contributions to TRS.

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

For the year ended June 30, 2009, the District was not required to make any payments to TRS for employer contributions due on salary increases in excess of 6 percent. For the years ended June 30, 2008 and 2007, the District was not required to make any payments to TRS for employer contributions due on salary increases in excess of 6 percent.

If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (18.67 percent of salary during the year ended June 30, 2009).

For the year ended June 30, 2009, the District was required to make no payments to TRS for sick leave days granted in the excess of the normal annual allotment. For the years ended June 30, 2008 and 2007, the District was required to make no payments to TRS for sick leave days granted in the excess of the normal annual allotment.

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, 2008. The report for the year ended June 30, 2009, is expected to be available in late 2009.

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

Notes to Basic Financial Statements

Note 6. Retirement Plan Commitments (continued)

Teachers Health Insurance Security Fund

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

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

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

◆ **On behalf contributions to 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 0.84 percent of pay during the year ended June 30, 2009. State of Illinois contributions were \$1,293,491, and the District recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the year ended June 30, 2008 were also 0.84 percent of pay. They were 0.80 percent for the year ended June 30, 2007. State contributions on behalf of District employees were \$1,214,394 and \$1,102,284 for the years ended June 30, 2008 and 2007, respectively.

◆ **Employer contributions to the THIS Fund**

The employer (District) also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.63 percent during the years ended June 30, 2009 and 2008. For the year ended June 30, 2007, the rate was 0.60 percent. For the year ended June 30, 2009, the District paid \$970,118 to the THIS Fund. For the years ended June 30, 2008 and 2007, the District paid \$910,795 and \$826,713 to the THIS Fund, respectively, which was 100 percent of the required contribution.

Further information on the THIS Fund

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

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 6. Retirement Plan Commitments (continued)

Illinois Municipal Retirement

Plan Description. The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The District participates in 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 statute, the District's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes required employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's contribution rate for calendar year 2008 was 8.85 percent of annual covered payroll. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2009, the District's annual pension cost of \$1,917,830 for the regular plan was equal to the District's required and actual contributions.

Three-Year Trend Information for the Regular Plan

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
December 31, 2008	\$ 1,917,830	100%	\$ -
December 31, 2007	1,874,478	100%	-
December 31, 2006	1,767,690	100%	-

The required contribution was determined as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 11.6 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3.0 percent annually. The actuarial value of the District's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets. The District's regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2006, was 24 years.

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the regular plan was 83.5 percent funded. The actuarial accrued liability for benefits was \$37,560,293 and the actuarial value of assets was \$31,361,781, resulting in an unfunded actuarial accrued liability (UAAL) of \$6,198,512. The covered payroll (annual payroll of active employees covered by the plan) was \$21,670,394 and the ratio of the UAAL to the covered payroll was 29 percent.

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 6. Retirement Plan Commitments (continued)

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

Note 7. Post Employment Healthcare Plan

Plan Description. Indian Prairie Community Unit School District 204 (District) provides District paid retiree medical (including prescription drugs) and dental coverage to eligible retirees for until Medicare eligibility of attainment of age 65. Except for a small group of special cases who receive the same benefits as retirees, no dependents are eligible to participate in the plan. The current eligibility criteria for retirees is as follows: Illinois Municipal Retirement Fund (IMRF) employees must be active in the District's medical plan immediately prior to retirement, have accrued 8 years of service credit, and be at least age 55. Teachers Retirement System (TRS) employees need 15 years of service credit and be at least age 60 or 20 years of service credit and be at least age 55. This is a single-employer plan. The plan does not issue a publicly available financial report.

Funding Policy. The required contribution is based on projected pay-as-you-go financing requirements. Certified retirees receive coverage under the TRS health plan with a District contribution set at the TRS TRIP Plan rate. Non-certified retirees receive coverage under the District health plan with the District contribution set at the existing District Plan premium rate for HMO or PPO. All retirees receive coverage through the insured dental plan. For fiscal year 2009, the District contributed \$620,046 to the plan.

Annual OPEB Cost and Net OPEB Obligation. The District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period of 30 years. The following table shows the components of the District's annual OPEB cost for the year ended June 30, 2009, the amount actually contributed to the plan, and changes in the District's net OPEB obligation to the plan:

Annual required contribution	\$ 3,710,875
Interest on net OPEB obligation	122,495
Adjustment to annual required contribution	(106,470)
Annual OPEB cost	<u>3,726,900</u>
Contributions made	<u>620,046</u>
Increase in net OPEB obligation	3,106,854
Net OPEB obligation beginning of year	<u>2,882,240</u>
Net OPEB obligation end of year	<u><u>\$ 5,989,094</u></u>

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 7. Post Employment Healthcare Plan (continued)

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 and the two preceding years were as follows:

Year Ending	Annual OPEB Costs	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2009	\$ 3,726,900	16.6%	\$ 5,989,094
June 30, 2008	3,504,335	17.8%	2,882,240
June 30, 2007	N/A	N/A	N/A

Funded Status and Funding Progress. As of June 30, 2008, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$27,678,750, and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of \$27,678,750. The covered payroll (annual payroll of active employees covered by the plan) was \$167,069,566 and the ratio of the UAAL to the covered payroll was 16.6 percent.

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

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

In the June 30, 2008 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.25 percent discount rate, projected salary increases of 4.0 percent, an annual healthcare cost trend rate of 9.5 percent initially, reduced by decrements to an ultimate rate of 5.0 percent after 10 years, a dental cost trend rate of 5.0 percent, and participation rate of 100 percent. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2008 was 30 years.

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 8. Debt Defeasance

In prior years, the District advance refunded certain general obligation bonds by placing a portion of the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. As of June 30, 2009, the outstanding balance of all defeased bonds totals \$72,015,000.

Note 9. 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 is self-insured for the following coverages:

Medical and Dental Coverage

The District maintains health and dental benefit programs which are available to all full-time employees. The District has elected to be self-insured for these plans. Stop-loss insurance has been obtained by the District to limit the District's liability for individual claims. The stop-loss coverage limits for the year ended June 30, 2009, were \$200,000 for individual claims. Settlements have not exceeded coverage for each of the last three years. All claim handling procedures are performed by an independent claims administrator.

All known claims and a portion of estimated claims incurred but not reported, which are based on historical cost information, have been accrued as a liability of the General Fund, as they are expected to be paid from current available resources. A portion of the estimated claims incurred but not reported has only been recorded in the government-wide financial statements as they are not expected to be paid from current available resources. An analysis of claims activities consisted of the following:

	2009	2008
Accrued health claims, beginning of year	\$ 1,672,000	\$ 1,834,000
Current year claims and changes in estimate	20,847,116	17,545,009
Actual claims paid	<u>(19,357,116)</u>	<u>(17,707,009)</u>
Accrued health claims, end of year	<u>\$ 3,162,000</u>	<u>\$ 1,672,000</u>

The District carries commercial insurance for all other risks of loss including general liability, property and worker's compensation. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past three years.

Note 10. Contingencies

The District is a defendant in various lawsuits. Although the outcome of these proceedings is not presently determinable, in the opinion of the District's management through consultation with legal counsel, the resolution of these matters does not impose a material commitment of the District's net assets at June 30, 2009.

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 11. Commitments

As of June 30, 2009, the District is committed under construction contracts and purchase contracts of approximately \$21,800,000.

Note 12. Other Financial Disclosures (FFS Level Only)

Transfer to/from other funds

Transfers for the year ended June 30, 2009 were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund		
Working Cash Fund	\$ 3,000,000	\$ -
Debt Service Fund	-	335,203
	<hr/>	<hr/>
Debt Service Fund		
General Fund	335,203	-
	<hr/>	<hr/>
Working Cash Fund		
General Fund	-	3,000,000
	<hr/>	<hr/>
	<u>\$ 3,335,203</u>	<u>\$ 3,335,203</u>

Transfers relate to capital lease principal and interest payments, which are funded by the General Fund but paid by the Debt Service Fund. In addition, the Working Cash Fund transferred excess tax revenue and interest earnings to be used for operational purposes.

Due to/from other funds

The interfund debt balances as of June 30, 2009, are as follows:

<u>Fund</u>	<u>Due from</u>	<u>Due to</u>
General Fund		
Tort Fund	\$ 27,121	\$ -
Tort Fund		
General Fund	-	27,121
	<hr/>	<hr/>
	<u>\$ 27,121</u>	<u>\$ 27,121</u>

The interfund debt balances reflect operating loans which are expected to be repaid in the following fiscal year.

Indian Prairie Community Unit School District 204

Notes to Basic Financial Statements

Note 12. Other Financial Disclosures (FFS Level Only) (continued)

Budget Over Expenditures

The following funds over expended their budgets for the year ended June 30, 2009:

<u>Fund</u>	
Major governmental	
General Fund	\$ 1,496,391
Debt Service Fund	15,493,218
Nonmajor governmental	
Transportation Fund	649,630

Note 13. Subsequent Event

On November 17, 2009, the District issued \$5,000,000 of General Obligation Limited Tax Debt Certificates, Series 2009. The proceeds were deposited in the Capital Projects Fund and are to be used for the construction of the District' new high school.

Note 14. Pronouncements Issued But Not Yet Adopted

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, will be effective for the District beginning with its year ending June 30, 2010. This Statement provides guidance regarding how to identify, account for and report intangible assets. The new standard characterizes an intangible asset as an asset that lacks physical substance, is nonfinancial in nature and has an initial useful life extending beyond a single reporting period.

GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, will be effective for the District beginning with its year ending June 30, 2010. This Statement addresses recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments.

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, will be effective for the District beginning with its year ending April 30, 2011. This Statement establishes fund balance classifications that compose a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Management has not currently determined what impact, if any, these GASB Statements may have on its financial statements.

Required Supplementary Information

Indian Prairie Community Unit School District 204

Schedule of Funding Progress
Illinois Municipal Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/08	\$ 31,361,781	\$ 37,560,293	\$ 6,198,512	83.50 %	\$ 21,670,394	28.60 %
12/31/07	33,803,599	35,134,931	1,331,332	96.21	20,441,417	6.51
12/31/06	29,924,469	31,667,006	1,742,537	94.50	19,110,166	9.12

On a market value basis, the actuarial value of assets as of December 31, 2008 would be \$23,646,124. On a market value basis, the funded ratio would be 62.96%.

Indian Prairie Community Unit School District 204

Schedule of Funding Progress
Post Employment Healthcare Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
06/30/09	N/A	N/A	N/A	N/A	N/A	N/A
06/30/08	-	\$ 27,678,750	\$ 27,678,750	- %	\$ 167,069,566	16.57 %
06/30/07	N/A	N/A	N/A	N/A	N/A	N/A

N/A – The District is only required to have an actuarial valuation done on a bi-annual basis. No valuation was required for the year ended June 30, 2009.

Indian Prairie Community Unit School District 204

Schedule of Revenues, Expenditures and Changes in Fund Balances -
 Budget and Actual
 General Fund - Budgetary Basis
 Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 190,031,037	\$ 191,382,784	1,351,747
Corporate property replacement taxes	2,057,500	2,193,408	135,908
Charges for services	10,987,550	10,538,604	(448,946)
Unrestricted state aid	22,504,335	17,378,932	(5,125,403)
Restricted state aid	13,419,870	14,268,148	848,278
Restricted federal aid	7,403,628	11,961,984	4,558,356
Interest	1,200,000	792,329	(407,671)
Total revenues	<u>247,603,920</u>	<u>248,516,189</u>	<u>912,269</u>
Expenditures:			
Current:			
Instruction:			
Regular programs	125,255,171	122,303,831	2,951,340
Special programs	33,713,285	34,675,248	(961,963)
Other instructional programs	11,126,824	12,027,394	(900,570)
Support services:			
Pupils	16,674,556	15,748,087	926,469
Instructional staff	8,469,185	8,909,457	(440,272)
General administration	2,986,383	3,179,313	(192,930)
School administration	13,488,560	13,224,554	264,006
Business	7,503,704	8,064,222	(560,518)
Operations and maintenance	20,843,861	21,195,442	(351,581)
Central	4,526,856	4,804,083	(277,227)
Other support services	41,339	8,909	32,430
Community services	60,600	87,756	(27,156)
Payments to other governments	583,500	527,730	55,770
Capital outlay	6,165,241	8,179,430	(2,014,189)
Total expenditures	<u>251,439,065</u>	<u>252,935,456</u>	<u>(1,496,391)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,835,145)</u>	<u>(4,419,267)</u>	<u>(584,122)</u>
Other financing sources (uses):			
Lease proceeds	-	1,883,062	1,883,062
Transfer in	3,000,000	3,000,000	-
Transfer out	-	(335,203)	(335,203)
Total other financing sources (uses)	<u>3,000,000</u>	<u>4,547,859</u>	<u>1,547,859</u>
Change in fund balances	<u>\$ (835,145)</u>	<u>128,592</u>	<u>\$ 963,737</u>
Fund balances:			
July 1, 2008		<u>53,796,361</u>	
June 30, 2009		<u>\$ 53,924,953</u>	

See Note to Required Supplementary Information.

Indian Prairie Community Unit School District 204

Note to Required Supplementary Information

Note 1. Budgetary Information

Annual budgets are adopted for all governmental fund types except the Student Activity Fund, an agency fund. The annual budgets are adopted on a basis consistent with the modified accrual basis of accounting. All budgets lapse at fiscal year-end.

On or before July 1 of each year, the Superintendent is to submit for review by the Board of Education a proposed budget for the school year commencing on that date. After reviewing the proposed budget, the Board of Education holds public hearings and a final budget must be prepared and adopted no later than September 30.

The appropriated budget is prepared by fund and by function. The Board of Education may make transfers between functions within a fund not exceeding in the aggregate 10% of the total of such fund, and may amend the total budget following the same procedures required to adopt the original budget. The legal level of budgetary control is at the fund level. No supplemental budget was required and there were no transfers between functions during the year.

For budgetary purposes, the District does not recognize as revenues received the retirement contributions made by the State to the Teachers' Retirement System of the State of Illinois (TRS) and Teachers Health Insurance Security Fund of the State of Illinois (THIS) on behalf of the District as well as the related expenditures paid.

The following schedule reconciles the revenues received and expenditures paid on the budgetary basis with the amounts presented in accordance with the accounting principles generally accepted in the United States of America for the District's general fund only.

Revenues received - budgetary basis	\$ 248,516,189
Unbudgeted retirement contributions made by the State	<u>27,545,632</u>
Revenues received - GAAP basis	<u>\$ 276,061,821</u>
Expenditures paid - budgetary basis	\$ 252,935,456
Unbudgeted retirement contributions made by the State	<u>27,545,632</u>
Expenditures paid - GAAP basis	<u>\$ 280,481,088</u>

Supplementary Information

Indian Prairie Community Unit School District 204

Combining Balance Sheet
 General Fund, by Accounts
 June 30, 2009

	Educational Account	Operations and Maintenance Account	Total
Assets			
Cash and investments	\$ 47,815,581	\$ 14,827,516	\$ 62,643,097
Receivables:			
Property taxes	91,784,940	11,804,052	103,588,992
Prepays	-	9,082,471	9,082,471
Due from other governmental units	17,105,874	98,168	17,204,042
Due from other funds	27,121	-	27,121
	<u>156,733,516</u>	<u>35,812,207</u>	<u>192,545,723</u>
Total assets	\$ 156,733,516	\$ 35,812,207	\$ 192,545,723
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 2,257,819	\$ 1,471,103	\$ 3,728,922
Accrued liabilities	24,791,450	-	24,791,450
Accrued health claims	1,685,215	-	1,685,215
Deferred revenues	97,205,790	11,209,393	108,415,183
	<u>125,940,274</u>	<u>12,680,496</u>	<u>138,620,770</u>
Total liabilities	125,940,274	12,680,496	138,620,770
Fund balances			
Reserved for prepaids	-	9,082,471	9,082,471
Unreserved	30,793,242	14,049,240	44,842,482
	<u>30,793,242</u>	<u>23,131,711</u>	<u>53,924,953</u>
Total fund balances	30,793,242	23,131,711	53,924,953
	<u>\$ 156,733,516</u>	<u>\$ 35,812,207</u>	<u>\$ 192,545,723</u>
Total liabilities and fund balances	\$ 156,733,516	\$ 35,812,207	\$ 192,545,723

Indian Prairie Community Unit School District 204

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
 General Fund, by Accounts
 Year Ended June 30, 2009

	Educational Account	Operations and Maintenance Account	Total
Revenues:			
Property taxes	\$ 169,662,220	\$ 21,720,564	\$ 191,382,784
Corporate property replacement taxes	2,193,408	-	2,193,408
Charges for services	9,678,357	860,247	10,538,604
Unrestricted state aid	15,378,932	2,000,000	17,378,932
Restricted state aid	41,813,780	-	41,813,780
Restricted federal aid	11,961,984	-	11,961,984
Interest	618,269	174,060	792,329
Total revenues	251,306,950	24,754,871	276,061,821
Expenditures:			
Current:			
Instruction:			
Regular programs	142,237,602	-	142,237,602
Special programs	40,326,816	-	40,326,816
Other instructional programs	13,987,687	-	13,987,687
Support services:			
Pupils	15,748,087	-	15,748,087
Instructional staff	8,909,457	-	8,909,457
General administration	3,179,313	-	3,179,313
School administration	13,224,554	-	13,224,554
Business	8,064,222	-	8,064,222
Operations and maintenance	-	21,195,442	21,195,442
Central	4,804,083	-	4,804,083
Other support services	8,909	-	8,909
Community services	87,756	-	87,756
Payments to other governments	527,730	-	527,730
Capital outlay	5,164,888	3,014,542	8,179,430
Total expenditures	256,271,104	24,209,984	280,481,088
Excess (deficiency) of revenues over (under) expenditures	(4,964,154)	544,887	(4,419,267)
Other financing sources (uses):			
Lease proceeds	1,883,062	-	1,883,062
Transfer in	3,000,000	-	3,000,000
Transfer out	(335,203)	-	(335,203)
Total other financing sources (uses)	4,547,859	-	4,547,859
Change in fund balances	(416,295)	544,887	128,592
Fund balances:			
July 1, 2008	31,209,537	22,586,824	53,796,361
June 30, 2009	\$ 30,793,242	\$ 23,131,711	\$ 53,924,953

Indian Prairie Community Unit School District 204

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual - Budgetary Basis
 General Fund, by Accounts
 Year Ended June 30, 2009

	Educational Account		Operations and Maintenance Account		Total	
	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:						
Property taxes	\$ 169,064,672	\$ 169,662,220	\$ 20,966,365	\$ 21,720,564	\$ 190,031,037	\$ 191,382,784
Corporate property replacement taxes	2,057,500	2,193,408	-	-	2,057,500	2,193,408
Charges for services	10,370,750	9,678,357	616,800	860,247	10,987,550	10,538,604
Unrestricted state aid	20,504,335	15,378,932	2,000,000	2,000,000	22,504,335	17,378,932
Restricted state aid	13,419,870	14,268,148	-	-	13,419,870	14,268,148
Restricted federal aid	7,403,628	11,961,984	-	-	7,403,628	11,961,984
Interest	800,000	618,269	400,000	174,060	1,200,000	792,329
Total revenues	223,620,755	223,761,318	23,983,165	24,754,871	247,603,920	248,516,189
Expenditures:						
Current:						
Instruction:						
Regular programs	125,255,171	122,303,831	-	-	125,255,171	122,303,831
Special programs	33,713,285	34,675,248	-	-	33,713,285	34,675,248
Other instructional programs	11,126,824	12,027,394	-	-	11,126,824	12,027,394
Support services:						
Pupils	16,674,556	15,748,087	-	-	16,674,556	15,748,087
Instructional staff	8,469,185	8,909,457	-	-	8,469,185	8,909,457
General administration	2,986,383	3,179,313	-	-	2,986,383	3,179,313
School administration	13,488,560	13,224,554	-	-	13,488,560	13,224,554
Business	7,503,704	8,064,222	-	-	7,503,704	8,064,222
Operations and maintenance	-	-	20,843,861	21,195,442	20,843,861	21,195,442
Central	4,526,856	4,804,083	-	-	4,526,856	4,804,083
Other support services	41,339	8,909	-	-	41,339	8,909
Community services	60,600	87,756	-	-	60,600	87,756
Payments to other governments	583,500	527,730	-	-	583,500	527,730
Capital outlay	2,273,568	5,164,888	3,891,673	3,014,542	6,165,241	8,179,430
Total expenditures	226,703,531	228,725,472	24,735,534	24,209,984	251,439,065	252,935,456
Excess (deficiency) of revenues over (under) expenditures	(3,082,776)	(4,964,154)	(752,369)	544,887	(3,835,145)	(4,419,267)
Other financing sources (uses):						
Lease proceeds	-	1,883,062	-	-	-	1,883,062
Transfer in	3,000,000	3,000,000	-	-	3,000,000	3,000,000
Transfer out	-	(335,203)	-	-	-	(335,203)
Total other financing sources (uses)	3,000,000	4,547,859	-	-	3,000,000	4,547,859
Change in fund balances	\$ (82,776)	(416,295)	\$ (752,369)	544,887	\$ (835,145)	128,592
Fund balances:						
July 1, 2008		<u>31,209,537</u>		<u>22,586,824</u>		<u>53,796,361</u>
June 30, 2009		<u>\$ 30,793,242</u>		<u>\$ 23,131,711</u>		<u>\$ 53,924,953</u>

Combining Nonmajor Governmental Funds

Transportation Fund – Accounts for resources accumulated and payments made for transportation costs of the District.

Municipal Retirement/Social Security Fund – Accounts for resources accumulated and payments made for employer share of Illinois Municipal Retirement, Social Security, and Medicare.

Working Cash Fund – Accounts for resources accumulated for working cash purposes.

Tort Fund – Accounts for resources accumulated and payments made for tort immunity costs of the District.

Indian Prairie Community Unit School District 204

Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2009

	Special Revenue Funds				Total Nonmajor Governmental Funds
	Transportation Fund	IMRF/ Social Security Fund	Working Cash Fund	Tort Fund	
Assets					
Cash and investments	\$ 13,657,807	\$ 6,645,960	\$ 11,057,722	\$ -	\$ 31,361,489
Receivables:					
Property taxes	3,372,586	2,633,428	1,166,353	691,380	7,863,747
Due from other governmental units	10,393,177	-	-	-	10,393,177
Total assets	\$ 27,423,570	\$ 9,279,388	\$ 12,224,075	\$ 691,380	\$ 49,618,413
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ 2,090,044	\$ 204	\$ -	\$ 7,317	\$ 2,097,565
Due to other funds	-	-	-	27,121	27,121
Deferred revenue	9,554,871	2,500,762	1,107,595	656,550	13,819,778
Total liabilities	11,644,915	2,500,966	1,107,595	690,988	15,944,464
Fund balances					
Unreserved, reported in:					
Special revenue funds	15,778,655	6,778,422	11,116,480	392	33,673,949
Total liabilities and fund balances	\$ 27,423,570	\$ 9,279,388	\$ 12,224,075	\$ 691,380	\$ 49,618,413

Indian Prairie Community Unit School District 204

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 Year Ended June 30, 2009

	Special Revenue Funds				Total Nonmajor Governmental Funds
	Transportation Fund	IMRF/ Social Security Fund	Working Cash Fund	Tort Fund	
Revenues:					
Property taxes	\$ 5,667,217	\$ 4,414,841	\$ 2,158,462	\$ 1,156,963	\$ 13,397,483
Corporate property replacement taxes	-	300,000	-	-	300,000
Restricted state aid	8,170,723	-	-	-	8,170,723
Interest	132,515	48,540	124,206	415	305,676
Total revenues	13,970,455	4,763,381	2,282,668	1,157,378	22,173,882
Expenditures:					
Current:					
Instruction:					
Regular programs	-	1,536,419	-	-	1,536,419
Special programs	-	1,941,015	-	-	1,941,015
Other instructional programs	-	119,325	-	-	119,325
Support services:					
Pupils	-	376,578	-	-	376,578
Instructional staff	-	118,440	-	-	118,440
General administration	-	106,133	-	1,156,986	1,263,119
School administration	-	854,387	-	-	854,387
Business	-	186,441	-	-	186,441
Transportation	13,528,708	-	-	-	13,528,708
Operations and maintenance	-	29,501	-	-	29,501
Central	-	381,137	-	-	381,137
Other support services	-	87	-	-	87
Community services	-	714	-	-	714
Capital outlay	83,694	-	-	-	83,694
Total expenditures	13,612,402	5,650,177	-	1,156,986	20,419,565
Excess (deficiency) of revenues over (under) expenditures	358,053	(886,796)	2,282,668	392	1,754,317
Other financing uses:					
Transfer out	-	-	(3,000,000)	-	(3,000,000)
Change in fund balances	358,053	(886,796)	(717,332)	392	(1,245,683)
Fund balances:					
July 1, 2008	15,420,602	7,665,218	11,833,812	-	34,919,632
June 30, 2009	\$ 15,778,655	\$ 6,778,422	\$ 11,116,480	\$ 392	\$ 33,673,949

Indian Prairie Community Unit School District 204

Schedule of Revenues, Expenditures, and Changes in Fund Balances -
 Budget and Actual
 Transportation Fund
 June 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 5,491,920	\$ 5,667,217	\$ 175,297
Restricted state aid	6,794,000	8,170,723	1,376,723
Interest	375,000	132,515	(242,485)
Total revenues	<u>12,660,920</u>	<u>13,970,455</u>	<u>1,309,535</u>
Expenditures:			
Current:			
Support services:			
Transportation	12,892,772	13,528,708	(635,936)
Capital outlay	70,000	83,694	(13,694)
Total expenditures	<u>12,962,772</u>	<u>13,612,402</u>	<u>(649,630)</u>
Change in fund balances	<u>\$ (301,852)</u>	358,053	<u>\$ 659,905</u>
Fund balances:			
July 1, 2008		<u>15,420,602</u>	
June 30, 2009		<u>\$ 15,778,655</u>	

Indian Prairie Community Unit School District 204

Schedule of Revenues, Expenditures, and Changes in Fund Balances -

Budget and Actual

IMRF/Social Security Fund

Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 4,748,686	\$ 4,414,841	\$ (333,845)
Corporate property replacement taxes	300,000	300,000	-
Interest	225,000	48,540	(176,460)
Total revenues	5,273,686	4,763,381	(510,305)
Expenditures:			
Current:			
Instruction:			
Regular programs	1,403,576	1,536,419	(132,843)
Special programs	2,215,989	1,941,015	274,974
Other instructional programs	114,528	119,325	(4,797)
Support services:			
Pupils	395,730	376,578	19,152
Instructional staff	119,434	118,440	994
General administration	124,515	106,133	18,382
School administration	942,668	854,387	88,281
Business	207,561	186,441	21,120
Operations and maintenance	22,805	29,501	(6,696)
Central	386,182	381,137	5,045
Other support services	170	87	83
Community services	599	714	(115)
Total expenditures	5,933,757	5,650,177	283,580
Change in fund balances	\$ (660,071)	(886,796)	\$ (226,725)
Fund balances:			
July 1, 2008		7,665,218	
June 30, 2009		\$ 6,778,422	

Indian Prairie Community Unit School District 204

Schedule of Revenues, Expenditures, and Changes in Fund Balances -
 Budget and Actual
 Working Cash Fund
 Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 2,171,167	\$ 2,158,462	\$ (12,705)
Interest	400,000	124,206	(275,794)
Total revenues	<u>2,571,167</u>	<u>2,282,668</u>	<u>(288,499)</u>
Other financing uses:			
Transfer out	<u>(3,000,000)</u>	<u>(3,000,000)</u>	-
Change in fund balances	<u>\$ (428,833)</u>	<u>(717,332)</u>	<u>\$ (288,499)</u>
Fund balances:			
July 1, 2008		<u>11,833,812</u>	
June 30, 2009		<u>\$ 11,116,480</u>	

Indian Prairie Community Unit School District 204

Schedule of Revenues, Expenditures, and Changes in Fund Balances -
 Budget and Actual
 Tort Fund
 June 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 1,328,026	\$ 1,156,963	\$ (171,063)
Interest	-	415	415
Total revenues	<u>1,328,026</u>	<u>1,157,378</u>	<u>(170,648)</u>
Expenditures:			
Current:			
Support services:			
General administration	<u>1,315,000</u>	<u>1,156,986</u>	<u>158,014</u>
Change in fund balances	<u><u>\$ 13,026</u></u>	<u>392</u>	<u><u>\$ (12,634)</u></u>
Fund balances:			
July 1, 2008		<u>-</u>	
June 30, 2009		<u><u>\$ 392</u></u>	

Indian Prairie Community Unit School District 204

Schedule of Revenues, Expenditures and Changes in Fund Balances -
 Budget and Actual
 Debt Service Fund
 Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 27,616,785	\$ 27,359,123	\$ (257,662)
Interest	400,000	80,428	(319,572)
Total revenues	<u>28,016,785</u>	<u>27,439,551</u>	<u>(577,234)</u>
Expenditures:			
Debt service:			
Principal	10,710,000	26,177,717	(15,467,717)
Interest and charges	17,173,000	17,118,220	54,780
Bond issuance cost	-	80,281	(80,281)
Total expenditures	<u>27,883,000</u>	<u>43,376,218</u>	<u>(15,493,218)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>133,785</u>	<u>(15,936,667)</u>	<u>(16,070,452)</u>
Other financing sources:			
Bond proceeds	-	5,790,000	5,790,000
Premium on bonds	-	23,623	23,623
Transfer in	-	335,203	335,203
Total other financing sources	<u>-</u>	<u>6,148,826</u>	<u>6,148,826</u>
Change in fund balances	<u>\$ 133,785</u>	<u>(9,787,841)</u>	<u>\$ (9,921,626)</u>
Fund balances:			
July 1, 2008		<u>18,262,567</u>	
June 30, 2009		<u>\$ 8,474,726</u>	

Indian Prairie Community Unit School District 204

Schedule of Revenues, Expenditures, and Changes in Fund Balances -
 Budget and Actual
 Capital Projects Fund
 Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance
Revenues:			
Charges for services	\$ 150,000	\$ 394,494	\$ 244,494
Interest	2,066,500	4,356,363	2,289,863
Total revenues	<u>2,216,500</u>	<u>4,750,857</u>	<u>2,534,357</u>
Expenditures:			
Current:			
Support services:			
Business	8,789,045	3,833,292	4,955,753
Capital outlay	79,958,132	81,224,098	(1,265,966)
Total expenditures	<u>88,747,177</u>	<u>85,057,390</u>	<u>3,689,787</u>
Change in fund balances	<u>\$ (86,530,677)</u>	<u>(80,306,533)</u>	<u>\$ 6,224,144</u>
Fund balances:			
July 1, 2008		<u>108,131,573</u>	
June 30, 2009		<u>\$ 27,825,040</u>	

Indian Prairie Community Unit School District 204

Statement of Changes in Assets and Liabilities
Agency Fund
Year Ended June 30, 2009

	Balance at May 1, 2008	Additions	Deletions	Balance at April 30, 2009
<hr/>				
Student Activity Fund:				
Assets				
Cash	\$ 1,987,618	\$ 7,043,480	\$ 6,952,328	\$ 2,078,770
	<hr/>	<hr/>	<hr/>	<hr/>
Liabilities				
Due to activity fund organizations	\$ 1,987,618	\$ 7,043,480	\$ 6,952,328	\$ 2,078,770
	<hr/>	<hr/>	<hr/>	<hr/>

Indian Prairie Community Unit School District 204

Schedule of General Capital Assets - by Source
June 30, 2009

Governmental funds capital assets:	
Land	\$ 33,216,076
Land improvements	18,119,255
Buildings and improvements	322,267,751
Equipment	36,355,011
Construction in progress	<u>89,083,865</u>
	<u>\$ 499,041,958</u>

Investments in governmental funds capital assets by source:

Source of fixed assets inseparable prior to July 1, 2001	\$ 296,430,906
General Fund:	
Educational account	7,228,376
Operations and maintenance account	1,483,107
Capital Projects Funds:	
Site and Construction Fund	188,723,055
Fire Prevention and Life Safety Fund	<u>5,176,514</u>
	<u>\$ 499,041,958</u>

Indian Prairie Community Unit School District 204

Schedule of Changes in General Capital Assets - by Function
Year Ended June 30, 2009

	Governmental Funds Capital Assets July 1, 2008	Additions	Deletions	Governmental Funds Capital Assets June 30, 2009
General government:				
Educational account:				
Regular programs	\$ 1,908,910	\$ 20,490	\$ -	\$ 1,929,400
Special programs	334,066	14,715	-	348,781
Other instructional programs	1,999	-	-	1,999
Instructional staff	1,261,189	1,857,061	-	3,118,250
General administration	133,118	12,790	-	145,908
Business	53,189	-	-	53,189
Central	1,202,904	427,945	-	1,630,849
Operations and maintenance account, operation and maintenance of plant services	1,314,880	168,227	-	1,483,107
Capital Projects Fund	104,051,464	84,671,591	-	188,723,055
Fire Prevention and Life Safety Fund	5,176,514	-	-	5,176,514
Function of fixed assets inseparable prior to July 1, 2001	296,430,906	-	-	296,430,906
Total general capital assets	\$ 411,869,139	\$ 87,172,819	\$ -	\$ 499,041,958

Indian Prairie Community Unit School District 204

Schedule of General Capital Assets - by Function
June 30, 2009

	Land	Land Improvements	Buildings and Improvements	Equipment	Construction in Progress	Total
General government:						
Educational account:						
Regular programs	\$ -	\$ -	\$ -	\$ 1,929,400	\$ -	\$ 1,929,400
Special programs	-	-	-	348,781	-	348,781
Other instructional programs	-	-	-	1,999	-	1,999
Instructional staff	-	-	-	3,118,250	-	3,118,250
General administration	-	-	-	145,908	-	145,908
Business	-	-	-	53,189	-	53,189
Central	-	-	-	1,630,849	-	1,630,849
Operations and maintenance account, operation and maintenance of plant services	-	-	1,048,055	435,052	-	1,483,107
Construction Fund	25,362,608	-	61,886,195	12,390,387	89,083,865	188,723,055
Fire Prevention and Life Safety Fund	-	-	3,738,215	1,438,299	-	5,176,514
Function of fixed assets inseparable prior to July 1, 2001	7,853,468	18,119,255	255,595,286	14,862,897	-	296,430,906
Total general capital assets	\$ 33,216,076	\$ 18,119,255	\$ 322,267,751	\$ 36,355,011	\$ 89,083,865	\$ 499,041,958

Indian Prairie Community Unit School District 204

Schedule of Debt Service Requirements
June 30, 2009

	Year Ending June 30,	Interest Rate	Principal	Interest	Total
	2010		\$ 10,950,000	\$ 16,275,313	\$ 27,225,313
	2011		17,040,000	15,583,219	32,623,219
	2012		14,000,000	14,789,719	28,789,719
	2013		20,760,000	13,883,444	34,643,444
	2014		14,800,000	12,986,481	27,786,481
	2015		15,700,000	12,280,869	27,980,869
	2016		16,530,000	11,543,684	28,073,684
	2017		17,415,000	10,740,794	28,155,794
	2018		18,355,000	9,886,303	28,241,303
	2019		18,900,000	9,025,769	27,925,769
	2020		6,660,000	8,456,744	15,116,744
	2021		21,410,000	7,708,535	29,118,535
	2022		22,645,000	6,467,007	29,112,007
	2023		23,965,000	5,204,401	29,169,401
	2024		25,240,000	3,952,700	29,192,700
	2025		26,530,000	2,679,688	29,209,688
	2026		27,810,000	1,378,450	29,188,450
	2027		15,115,000	358,981	15,473,981
			<u>\$ 333,825,000</u>	<u>\$ 163,202,101</u>	<u>\$ 497,027,101</u>

General Obligation School Refunding Bonds,
Series 1998B, dated December 2, 1998,
due serially on December 30 with
interest payable December 30
and June 30 of each year
Paying agent: Depository Trust Company

2010	5.00%	\$ 3,775,000	\$ 94,375	\$ 3,869,375
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General Obligation School Building Bonds,
Series 2001, dated May 30, 2001, due serially
on December 30 with interest payable on
December 30 and June 30 of each year
Paying agent: Depository Trust Company

2010		\$ -	\$ 337,500	\$ 337,500
2011		-	337,500	337,500
2012		-	337,500	337,500
2013		-	337,500	337,500
2014		-	337,500	337,500
2015	4.50%	5,500,000	213,750	5,713,750
2016	4.50%	2,000,000	45,000	2,045,000
		<u>\$ 7,500,000</u>	<u>\$ 1,946,250</u>	<u>\$ 9,446,250</u>

(continued)

Indian Prairie Community Unit School District 204

Schedule of Debt Service Requirements (Continued)
June 30, 2009

	Year Ending June 30,	Interest Rate	Principal	Interest	Total
General Obligation School Building Bonds, Series 2002, dated December 30, 2001, due serially on December 30 with interest payable on December 30 and June 30 of each year Paying agent: Depository Trust Company					
	2010		\$ -	\$ 1,250,000	\$ 1,250,000
	2011		-	1,250,000	1,250,000
	2012		-	1,250,000	1,250,000
	2013		-	1,250,000	1,250,000
	2014		-	1,250,000	1,250,000
	2015	5.00%	4,000,000	1,150,000	5,150,000
	2016	5.00%	5,000,000	925,000	5,925,000
	2017	5.00%	6,000,000	650,000	6,650,000
	2018	5.00%	10,000,000	250,000	10,250,000
			<u>\$ 25,000,000</u>	<u>\$ 9,225,000</u>	<u>\$ 34,225,000</u>

General Obligation School Building Bonds, Series 2003A, dated April 15, 2003, due serially on December 30 with interest payable on December 30 and June 30 of each year Paying agent: BNY Midwest Trust Company					
	2010		\$ -	\$ 1,254,900	\$ 1,254,900
	2011		-	1,254,900	1,254,900
	2012		-	1,254,900	1,254,900
	2013	3.63%	760,000	1,241,125	2,001,125
	2014	4.00%	4,550,000	1,136,350	5,686,350
	2015	4.00%	4,840,000	948,550	5,788,550
	2016	5.00%	5,865,000	705,125	6,570,125
	2017	5.00%	6,370,000	399,250	6,769,250
	2018	5.00%	4,800,000	120,000	4,920,000
			<u>\$ 27,185,000</u>	<u>\$ 8,315,100</u>	<u>\$ 35,500,100</u>

General Obligation School Refunding Bonds, Series 2004B, dated October 1, 2004, due serially on December 30 with interest payable on December 30 and June 30 of each year Paying agent: BNY Midwest Trust Company					
	2010	2.55%	<u>\$ 625,000</u>	<u>\$ 7,969</u>	<u>\$ 632,969</u>

(continued)

Indian Prairie Community Unit School District 204

Schedule of Debt Service Requirements (Continued)
June 30, 2009

	Year Ending June 30,	Interest Rate	Principal	Interest	Total
General Obligation School Refunding Bonds, Series 2005, dated March 23, 2005, due serially on December 30 with interest payable on December 30 and June 30 of each year Paying agent: BNY Midwest Trust Company					
	2010	5.00%	\$ 6,550,000	\$ 3,325,750	\$ 9,875,750
	2011	5.00%	17,040,000	2,736,000	19,776,000
	2012	5.25%	14,000,000	1,942,500	15,942,500
	2013	5.25%	20,000,000	1,050,000	21,050,000
	2014	5.25%	10,000,000	262,500	10,262,500
			<u>\$ 67,590,000</u>	<u>\$ 9,316,750</u>	<u>\$ 76,906,750</u>

General Obligation School Building Bonds, Series 2006A, dated July 6, 2006, due serially on December 30 with interest payable on December 30 and June 30 of each year Paying agent: BNY Midwest Trust Company					
	2010		\$ -	\$ 2,911,750	\$ 2,911,750
	2011		-	2,911,750	2,911,750
	2012		-	2,911,750	2,911,750
	2013		-	2,911,750	2,911,750
	2014		-	2,911,750	2,911,750
	2015		-	2,911,750	2,911,750
	2016		-	2,911,750	2,911,750
	2017		-	2,911,750	2,911,750
	2018		-	2,911,750	2,911,750
	2019	4.50%	6,390,000	2,767,975	9,157,975
	2020	4.50%	6,660,000	2,474,350	9,134,350
	2021	5.00%	6,985,000	2,149,875	9,134,875
	2022	4.50%	7,370,000	1,809,425	9,179,425
	2023	5.00%	7,715,000	1,450,725	9,165,725
	2024	5.00%	8,115,000	1,054,975	9,169,975
	2025	5.00%	8,530,000	638,850	9,168,850
	2026	4.75%	8,960,000	212,800	9,172,800
			<u>\$ 60,725,000</u>	<u>\$ 38,764,725</u>	<u>\$ 99,489,725</u>

(continued)

Indian Prairie Community Unit School District 204

Schedule of Debt Service Requirements (Continued)
June 30, 2009

	Year Ending June 30,	Interest Rate	Principal	Interest	Total
General Obligation School Refunding Bonds, Series 2006B, dated December 14, 2006, due serially on December 30 with interest payable on December 30 and June 30 of each year Paying agent: BNY Midwest Trust Company					
	2010		\$ -	\$ 393,881	\$ 393,881
	2011		-	393,881	393,881
	2012		-	393,881	393,881
	2013		-	393,881	393,881
	2014		-	393,881	393,881
	2015	4.00%	1,100,000	371,881	1,471,881
	2016	4.00%	3,400,000	281,881	3,681,881
	2017	4.13%	4,770,000	115,500	4,885,500
	2018	4.13%	415,000	8,559	423,559
			<u>\$ 9,685,000</u>	<u>\$ 2,747,226</u>	<u>\$ 12,432,226</u>

General Obligation School Building Bonds, Series 2007A, dated July 19, 2007, due serially on December 30 with interest payable on December 30 and June 30 of each year Paying agent: BNY Midwest Trust Company					
	2010		\$ -	\$ 3,169,781	\$ 3,169,781
	2011		-	3,169,781	3,169,781
	2012		-	3,169,781	3,169,781
	2013		-	3,169,781	3,169,781
	2014		-	3,169,781	3,169,781
	2015		-	3,169,781	3,169,781
	2016		-	3,169,781	3,169,781
	2017		-	3,169,781	3,169,781
	2018		-	3,169,781	3,169,781
	2019		-	3,169,781	3,169,781
	2020		-	3,169,781	3,169,781
	2021	5.88%	14,425,000	2,746,047	17,171,047
	2022	6.25%	15,275,000	1,844,969	17,119,969
	2023	5.25%	16,250,000	941,063	17,191,063
	2024	5.25%	9,800,000	257,250	10,057,250
			<u>\$ 55,750,000</u>	<u>\$ 40,656,920</u>	<u>\$ 96,406,920</u>

(continued)

Indian Prairie Community Unit School District 204

Schedule of Debt Service Requirements (Continued)
June 30, 2009

	Year Ending June 30,	Interest Rate	Principal	Interest	Total
General Obligation School Refunding Bonds, Series 2007B, dated September 6, 2007, due serially on December 30 with interest payable on December 30 and June 30 of each year Paying agent: BNY Midwest Trust Company					
	2010		\$ -	\$ 2,812,613	\$ 2,812,613
	2011		-	2,812,613	2,812,613
	2012		-	2,812,613	2,812,613
	2013		-	2,812,613	2,812,613
	2014		-	2,812,613	2,812,613
	2015		-	2,812,613	2,812,613
	2016		-	2,812,613	2,812,613
	2017		-	2,812,613	2,812,613
	2018		-	2,812,613	2,812,613
	2019		-	2,812,613	2,812,613
	2020		-	2,812,613	2,812,613
	2021		-	2,812,613	2,812,613
	2022		-	2,812,613	2,812,613
	2023		-	2,812,613	2,812,613
	2024	4.70%	7,325,000	2,640,475	9,965,475
	2025	4.75%	18,000,000	2,040,838	20,040,838
	2026	4.75%	18,850,000	1,165,650	20,015,650
	2027	4.75%	15,115,000	358,981	15,473,981
				<u>\$ 59,290,000</u>	<u>\$ 45,582,526</u>
					<u>\$ 104,872,526</u>

General Obligation School Refunding Bonds, Series 2007C, dated December 27, 2007, due serially on December 30 with interest payable on December 30 and June 30 of each year Paying agent: BNY Midwest Trust Company					
	2010		\$ -	\$ 485,194	\$ 485,194
	2011		-	485,194	485,194
	2012		-	485,194	485,194
	2013		-	485,194	485,194
	2014	3.75%	250,000	480,506	730,506
	2015	3.75%	260,000	470,944	730,944
	2016	3.88%	265,000	460,934	725,934
	2017	4.00%	275,000	450,300	725,300
	2018	4.00%	3,140,000	382,000	3,522,000
	2019	4.75%	6,720,000	159,600	6,879,600
				<u>\$ 10,910,000</u>	<u>\$ 4,345,060</u>
					<u>\$ 15,255,060</u>

(continued)

Indian Prairie Community Unit School District 204

Schedule of Debt Service Requirements (Continued)
 Indian Prairie Community Unit School District 204

	Year Ending June 30,	Interest Rate	Principal	Interest	Total
General Obligation School Refunding Bonds,					
Series 2008, dated December 30, 2008, due serially					
on December 30 with interest payable on	2010	\$ -	\$ -	\$ 231,600	\$ 231,600
December 30 and June 30 of each year	2011	-	-	231,600	231,600
Paying agent: BNY Midwest Trust Company	2012	-	-	231,600	231,600
	2013	-	-	231,600	231,600
	2014	-	-	231,600	231,600
	2015	-	-	231,600	231,600
	2016	-	-	231,600	231,600
	2017	-	-	231,600	231,600
	2018	-	-	231,600	231,600
	2019	4.00%	5,790,000	115,800	5,905,800
			<u>\$ 5,790,000</u>	<u>\$ 2,200,200</u>	<u>\$ 7,990,200</u>

Statistical Section

Financial Trends Information

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Indian Prairie Community Unit School District 204

Net Assets by Component
Last Eight Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009
Governmental activities								
Invested in capital assets, net of related debt	\$ (2,512,439)	\$ 27,462,477	\$ 22,639,608	\$ 14,467,940	\$ 29,528,696	\$ 30,591,946	\$ 43,622,151	\$ 59,482,161
Restricted	7,624,797	28,712,985	39,010,654	53,818,567	-	-	-	-
Unrestricted	83,426,980	36,590,139	35,203,110	37,539,177	93,106,138	104,069,194	105,263,640	92,562,389
Total primary government net assets	<u>\$ 88,539,338</u>	<u>\$ 92,765,601</u>	<u>\$ 96,853,372</u>	<u>\$ 105,825,684</u>	<u>\$ 122,634,834</u>	<u>\$ 134,661,140</u>	<u>\$ 148,885,791</u>	<u>\$ 152,044,550</u>

Note: The District implemented GASB Statement 34 as of June 30, 2002.

Note: For fiscal years 2004 - 2006, the District did not prepare accrual basis financial statements. The information provided is on the modified cash basis of accounting.

Data Source : District's Audited Annual Financial Statements.

Indian Prairie Community Unit School District 204

Expenses, Program Revenues, and Net (Expense) Revenue
Last Eight Fiscal Years

	2002	2003	2004
Expenses			
Governmental activities:			
Instruction:			
Regular programs	\$ 88,131,949	\$ 97,289,163	\$ 106,173,191
Special programs	35,251,282	38,598,363	42,408,140
Other instructional programs	3,647,843	3,478,476	3,355,436
Support services:			
Pupils	7,383,956	8,249,532	8,782,312
Instructional staff	10,210,373	10,745,683	11,196,194
General administration	1,599,072	1,540,587	1,945,950
School administration	13,781,577	12,991,846	13,247,231
Business	9,605,073	17,846,722	9,343,780
Transportation	8,731,096	9,242,481	8,972,416
Operations and maintenance	13,744,983	15,523,350	23,098,486
Central	3,417,463	4,100,448	4,834,471
Other support services	-	25,015	13,634
Community services	103,028	130,289	135,660
Payments to other governments	175,605	183,701	213,498
Interest and charges	13,192,797	13,765,604	14,937,734
Total primary government expenses	208,976,097	233,711,260	248,658,133
Program Revenues			
Governmental activities:			
Charges for services:			
Regular programs	\$ 1,511,481	\$ 1,482,205	\$ 2,054,235
Other instructional programs	-	-	-
Business	1,301,245	1,055,511	1,315,166
Operations and maintenance	-	-	-
Operating grants and contributions	39,008,310	51,070,519	48,820,759
Capital grants and contributions	1,349,239	946,156	292,095
Total primary government program revenues	43,170,275	54,554,391	52,482,255
Net (Expense)/Revenue			
Total primary government net expense	\$ (165,805,822)	\$ (179,156,869)	\$ (196,175,878)

Note: The District implemented GASB Statement 34 as of June 30, 2002.

Note: For fiscal years 2004 - 2006, the District did not prepare accrual basis financial statements. The information provided is on the modified cash basis of accounting.

	2005	2006	2007	2008	2009
\$	114,999,387	\$ 113,297,555	\$ 125,773,208	\$ 138,057,126	\$ 146,767,552
	46,251,836	43,703,238	38,667,318	44,967,733	45,096,009
	4,833,046	4,507,422	7,479,028	7,829,428	14,107,012
	9,448,579	9,697,969	17,689,328	15,229,153	16,197,541
	16,238,787	11,544,232	12,378,028	10,995,616	15,409,758
	2,099,720	2,199,399	2,602,363	2,449,578	4,455,678
	13,307,560	12,622,849	12,679,681	15,979,714	18,218,580
	3,465,382	5,926,674	7,800,990	12,136,703	8,890,076
	10,168,483	10,811,378	10,153,407	12,815,064	13,612,402
	15,736,808	19,564,574	22,323,031	23,512,722	24,071,258
	4,862,685	5,221,542	4,495,061	5,028,429	4,984,732
	1,376	27,452	40,836	15,554	8,996
	150,489	200,686	152,424	239,358	88,470
	221,977	195,998	192,546	401,623	527,730
	11,482,447	12,707,115	12,786,686	14,828,325	15,307,198
	253,268,562	252,228,083	275,213,935	304,486,126	327,742,992
\$	2,419,266	\$ 3,324,745	\$ 3,276,823	\$ 3,531,481	\$ 1,483,944
	-	-	-	-	771,363
	1,276,438	2,113,469	5,677,829	6,061,800	6,285,873
	-	-	624,903	714,764	860,247
	36,804,337	31,754,788	38,491,193	47,707,111	56,892,941
	1,501,060	532,812	-	-	-
	42,001,101	37,725,814	48,070,748	58,015,156	66,294,368
\$	(211,267,461)	\$ (214,502,269)	\$ (227,143,187)	\$ (246,470,970)	\$ (261,448,624)

Indian Prairie Community Unit School District 204

General Revenues and Total Change in Net Assets
Last Eight Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009
Net (Expense)/Revenue								
Total primary government net expense	\$ (165,805,822)	\$ (179,156,869)	\$ (196,175,878)	\$ (211,267,461)	\$ (214,502,269)	\$ (227,143,187)	\$ (246,470,970)	\$ (261,448,624)
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Taxes:								
Property taxes, general purposes	\$ 119,704,000	\$ 134,623,296	\$ 150,640,507	\$ 166,269,661	\$ 177,249,718	\$ 183,051,205	\$ 195,262,675	\$ 204,780,267
Property taxes, debt service	24,144,353	26,770,379	28,740,953	30,333,548	29,760,709	28,037,122	27,166,501	27,359,123
Corporate property replacement taxes	1,512,071	1,401,571	1,568,925	1,837,813	2,359,571	2,665,448	2,850,357	2,493,408
State aid-formula grants	24,648,933	17,843,749	19,707,147	18,937,208	17,486,138	16,788,814	23,623,317	17,378,932
Grants and contributions not restricted to specific programs	2,469,130	79,620	209,299	260,032	288,623	306,871	255,387	5,529,186
Investment earnings	2,445,863	1,497,222	1,041,136	1,647,175	3,153,895	8,352,511	10,515,927	5,534,796
Miscellaneous	1,459,958	1,167,395	1,041,709	954,336	1,012,765	1,000,879	1,021,457	1,531,671
Total primary government	176,384,308	183,383,232	202,949,676	220,239,773	231,311,419	240,202,850	260,695,621	264,607,383
Change in Net Assets								
Total primary government	\$ 10,578,486	\$ 4,226,363	\$ 6,773,798	\$ 8,972,312	\$ 16,809,150	\$ 13,059,663	\$ 14,224,651	\$ 3,158,759

Indian Prairie Community Unit School District 204

Fund Balances, Governmental Funds
Last Nine Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Fund									
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,368,445	\$ 8,980,816	\$ 9,082,471
Unreserved	40,021,460	37,082,051	28,915,706	35,203,110	37,539,177	44,509,898	34,265,135	44,815,545	44,842,482
Total General Fund	\$ 40,021,460	\$ 37,082,051	\$ 28,915,706	\$ 35,203,110	\$ 37,539,177	\$ 44,509,898	\$ 43,633,580	\$ 53,796,361	\$ 53,924,953
All Other Governmental Funds									
Reserved, reported in:									
Debt service fund	\$ 6,141,737	\$ 7,624,697	\$ 8,496,623	\$ 7,220,274	\$ 10,500,071	\$ 8,995,615	\$ 16,062,001	\$ 18,262,567	\$ 8,474,726
Unreserved, reported in:									
Special revenue funds	3,328,411	6,558,669	12,286,406	20,724,933	27,440,237	32,193,329	36,036,006	34,919,632	33,673,949
Capital project funds	25,988,109	28,826,260	40,132,582	29,468,719	15,878,259	7,407,296	64,278,216	108,131,573	27,825,040
Total all other governmental funds	\$ 35,458,257	\$ 43,009,626	\$ 60,915,611	\$ 57,413,926	\$ 53,818,567	\$ 48,596,240	\$ 116,376,223	\$ 161,313,772	\$ 69,973,715

Note: The District began preparing modified accrual basis financial statements in fiscal year 2001.

Note: For fiscal years 2004 - 2006, the District did not prepare accrual basis financial statements. The information provided is on the modified cash basis of accounting.

Data Source: District's Audited Annual Financial Statements.

Indian Prairie Community Unit School District 204

Governmental Funds Revenues
Last Nine Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009
Local sources:									
Property taxes	\$ 126,650,663	\$ 143,848,353	\$ 161,393,675	\$ 179,381,460	\$ 196,603,209	\$ 207,010,427	\$ 211,088,327	\$ 222,429,176	\$ 232,139,390
Corporate personal property replacement taxes	1,821,895	1,512,071	1,401,571	1,568,925	1,837,813	2,359,571	2,665,448	2,850,357	2,493,408
Charges for services	3,451,510	5,203,589	4,651,267	4,703,205	6,151,100	6,983,791	10,580,434	11,329,502	10,933,098
Total local sources	131,924,068	150,564,013	167,446,513	185,653,590	204,592,122	216,353,789	224,334,209	236,609,035	245,565,896
State sources:									
Unrestricted state aid	24,724,268	25,188,801	17,843,749	19,707,147	18,937,208	17,486,138	16,788,814	23,623,317	17,378,932
Restricted state aid	22,771,357	25,996,445	45,705,015	42,510,553	30,218,610	24,080,490	31,843,579	40,331,332	49,984,503
Total state sources	47,495,625	51,185,246	63,548,764	62,217,700	49,155,818	41,566,628	48,632,393	63,954,649	67,363,435
Federal sources,									
Restricted federal aid	3,629,010	3,981,127	5,081,352	6,519,505	6,845,759	7,962,921	7,060,559	6,628,373	11,961,984
Interest	5,279,713	2,445,863	1,497,222	1,041,136	1,647,175	3,153,895	8,352,511	10,515,927	5,534,796
Total revenues	\$ 188,328,416	\$ 208,176,249	\$ 237,573,851	\$ 255,431,931	\$ 262,240,874	\$ 269,037,233	\$ 288,379,672	\$ 317,707,984	\$ 330,426,111

Note: The District began preparing modified accrual basis financial statements in fiscal year 2001.

Note: For fiscal years 2004 - 2006, the District did not prepare accrual basis financial statements. The information provided is on the modified cash basis of accounting.

Data Source: District's Audited Annual Financial Statements.

Indian Prairie Community Unit School District 204

Governmental Funds Expenditures and Debt Service Ratio
Last Nine Fiscal Years

	2001	2002	2003
Instruction:			
Regular programs	\$ 71,303,583	\$ 85,874,786	\$ 94,808,519
Special programs	26,311,756	32,589,072	35,621,389
Other instructional programs	2,764,036	3,647,843	3,478,476
Total instructional	100,379,375	122,111,701	133,908,384
Supporting services:			
Pupils	5,516,335	7,383,956	8,249,532
Instructional staff	5,700,476	6,189,237	6,280,728
General administration	2,027,274	1,608,318	1,540,587
School administration	10,626,032	14,154,575	12,991,846
Business	6,140,140	9,446,696	17,251,113
Transportation	7,300,399	8,731,735	9,242,481
Operations and maintenance	12,833,160	13,842,703	15,523,350
Central	3,063,187	3,438,381	4,100,448
Other	-	-	25,015
Total supporting services	53,207,003	64,795,601	75,205,100
Community services	131,161	103,028	130,289
Capital Outlay	22,148,005	27,665,207	29,203,098
Debt service:			
Principal	8,985,000	9,715,000	12,200,000
Interest and charges	12,707,162	13,192,797	13,791,948
Bond issuance cost	51,031	65,331	115,723
Total debt service	21,743,193	22,973,128	26,107,671
Payments to other governments	126,075	175,605	183,701
Total expenditures	\$ 197,734,812	\$ 237,824,270	\$ 264,738,243
Debt service as a percentage of noncapital expenditures	12.4%	10.9%	11.1%

Note: The District began preparing modified accrual basis financial statements in fiscal year 2001.

Note: For fiscal years 2004 - 2006, the District did not prepare accrual basis financial statements. The information provided is on the modified cash basis of accounting.

Data Source: District's Audited Annual Financial Statements.

	2004	2005	2006	2007	2008	2009
\$	103,478,237	\$ 109,946,235	\$ 110,671,763	\$ 122,364,158	\$ 131,346,493	\$ 143,774,021
	39,173,977	40,187,640	40,600,908	35,691,199	42,235,135	42,267,831
	3,355,436	4,833,046	4,507,422	7,479,028	7,829,428	14,107,012
	146,007,650	154,966,921	155,780,093	165,534,385	181,411,056	200,148,864
	8,782,312	9,448,579	9,697,969	17,689,328	15,229,153	16,124,665
	6,345,499	7,143,525	7,013,262	6,174,830	7,369,406	9,027,897
	1,945,950	2,099,720	2,199,399	2,602,363	2,449,578	4,442,432
	13,247,231	13,307,560	12,622,849	12,565,681	12,931,474	14,078,941
	9,119,293	3,044,458	4,990,622	7,819,317	12,139,825	12,083,955
	8,972,416	10,165,449	10,811,378	10,153,407	12,815,064	13,528,708
	23,098,486	15,736,808	18,572,208	18,175,216	20,308,796	21,224,943
	4,834,471	4,862,685	5,221,542	4,495,061	4,922,210	5,185,220
	13,634	1,376	27,452	40,836	15,554	8,996
	76,359,292	65,810,160	71,156,681	79,716,039	88,181,060	95,705,757
	135,660	150,489	200,686	152,424	239,358	88,470
	15,850,492	15,228,172	8,463,266	9,973,125	29,312,392	89,487,222
	13,290,000	14,415,000	18,785,000	18,024,119	20,518,816	26,177,717
	14,989,174	12,707,447	12,707,115	15,051,029	17,044,006	17,118,220
	15,741	430,371	-	441,701	804,207	80,281
	28,294,915	27,552,818	31,492,115	33,516,849	38,367,029	43,376,218
	213,498	221,977	195,998	192,546	401,623	527,730
\$	266,861,507	\$ 263,930,537	\$ 267,288,839	\$ 289,085,368	\$ 337,912,518	\$ 429,334,261
	11.3%	11.1%	12.1%	11.7%	12.2%	12.7%

Indian Prairie Community Unit School District 204

Other Financing Sources and Uses and Net Changes in Fund Balances

Governmental Funds

Last Nine Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009
Excess (deficiency) of revenues over (under) expenditures	\$ (9,406,396)	\$ (29,648,021)	\$ (27,164,392)	\$ (11,429,576)	\$ (1,689,663)	\$ 1,748,394	\$ (705,696)	\$ (20,204,534)	\$ (98,908,150)
Other financing sources (uses):									
Bond proceeds	19,000,000	33,000,000	71,185,000	1,390,000	73,585,000	-	70,410,000	125,950,000	5,790,000
Premium on bonds	-	483,665	3,205,388	62,355	6,995,296	-	2,200,116	7,428,800	23,623
Discount on bonds	-	-	-	-	-	-	-	(140,637)	-
Accrued interest on bonds	-	-	-	4,826	-	-	-	-	-
Lease proceeds	-	-	-	-	-	-	401,390	889,397	1,883,062
Transfer in	7,356,465	-	-	6,023,000	-	743,460	3,382,157	3,000,000	3,335,203
Transfer (out)	(7,356,465)	-	-	(6,023,000)	-	(743,460)	(3,382,157)	(3,000,000)	(3,335,203)
Payment to escrow agent	-	-	(37,486,356)	-	(80,149,925)	-	-	(58,819,696)	-
Total other financing sources (uses)	19,000,000	33,483,665	36,904,032	1,457,181	430,371	-	73,011,506	75,307,864	7,696,685
Net change in fund balances	\$ 9,593,604	\$ 3,835,644	\$ 9,739,640	\$ (9,972,395)	\$ (1,259,292)	\$ 1,748,394	\$ 72,305,810	\$ 55,103,330	\$ (91,211,465)

Note: The District began preparing modified accrual basis financial statements in fiscal year 2001.

Note: For fiscal years 2004 - 2006, the District did not prepare accrual basis financial statements. The information provided is on the modified cash basis of accounting.

Data Source: District's Audited Annual Financial Statements.

Indian Prairie Community Unit School District 204

Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

Tax Levy Year	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Railroad Property	Total Taxable Equalized Assessed Valuation	Total Direct Tax Rate	Estimated Actual Taxable Value
2008	\$ 4,221,613,256	\$ 802,198,539	\$ 310,588,500	\$ 206,046	\$ 3,199,781	\$ 5,337,806,122	4.486	16,013,418,366
2007	4,027,271,053	748,237,890	295,415,060	1,131,653	1,670,991	5,073,726,647	4.493	15,221,179,941
2006	3,607,301,541	781,926,667	302,637,424	1,195,460	1,472,284	4,694,533,376	4.668	14,083,600,128
2005	3,301,414,456	749,714,813	295,750,551	1,386,045	1,407,100	4,349,672,965	4.882	13,049,018,895
2004	3,131,631,428	642,623,129	264,945,200	2,792,198	1,505,576	4,043,497,531	5.004	12,130,492,593
2003	2,839,626,151	648,557,470	272,518,875	3,127,334	1,535,722	3,765,365,552	5.060	11,296,096,656
2002	2,557,009,528	601,487,532	247,018,361	2,964,502	2,732,637	3,411,212,560	5.004	10,233,637,680
2001	2,285,944,861	540,275,308	224,796,198	2,910,594	2,683,798	3,056,610,759	5.025	9,169,832,277
2000	2,018,111,135	488,317,833	205,815,221	3,107,186	2,598,949	2,717,950,324	4.896	8,153,850,972
1999	1,820,003,560	440,382,187	185,611,401	2,802,169	2,343,824	2,451,143,141	4.324	7,353,429,423

Source: DuPage and Will County Clerk's Office, Department of Tax Extensions.

Note: The county assesses property at approximately 33.3 percent of actual value. Estimated actual taxable value is calculated by dividing taxable value by percentage. Tax rates are per \$100 of assessed value.

Indian Prairie Community Unit School District 204

Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Indian Prairie CUSD Number 204										
in DuPage County	\$ 4.4858	\$ 4.4930	\$ 4.6678	\$ 4.8815	\$ 5.0036	\$ 5.0604	\$ 5.0037	\$ 5.0254	\$ 4.8960	\$ 4.3242
in Will County	4.4807	4.4875	4.6620	4.8744	5.0500	5.0137	5.0191	5.0170	4.8878	4.3154
DuPage County	0.1557	0.1651	0.1713	0.1797	0.1850	0.1999	0.2154	0.2353	0.2536	0.2683
DuPage County Forest Preserve	0.1206	0.1187	0.1303	0.1271	0.1358	0.1419	0.1534	0.1654	0.1742	0.1797
Will County	0.4751	0.4826	0.5027	0.5262	0.5291	0.5366	0.5578	0.5711	0.5719	0.5718
Will County Bldg. Commission	0.0191	0.0117	0.0127	0.0118	0.0417	0.0448	0.0483	0.0521	0.0552	0.0583
Will County Forest Preserve	0.1445	0.1424	0.1369	0.1481	0.1235	0.1266	0.1315	0.1352	0.1369	0.1394
Townships:										
Naperville (DuPage Co.)	0.0420	0.0423	0.0437	0.0444	0.0454	0.0468	0.0489	0.0512	0.0520	0.0522
Naperville Twp. Road District	0.0376	0.0379	0.0391	0.0398	0.0407	0.0419	0.0437	0.0457	0.0470	0.0480
Winfield (DuPage Co.)	0.0845	0.0855	0.0869	0.0901	0.0924	0.0945	0.0983	0.1036	0.1054	0.1069
Winfield Twp. Road District	0.1112	0.1125	0.1143	0.1178	0.1203	0.1230	0.1280	0.1349	0.1372	0.1392
DuPage (Will Co.)	0.0633	0.0534	0.0545	0.0565	0.0584	0.0601	0.0651	0.0677	0.0691	0.0700
DuPage Twp. Road Funds	-	0.0103	0.0113	0.0117	0.0121	0.0125	0.0137	0.0182	0.0186	0.0189
Wheatland (Will Co.)	0.0314	0.0303	0.0319	0.0331	0.0336	0.0348	0.0369	0.0370	0.0479	0.0544
Wheatland Twp. Road Funds	0.0427	0.0412	0.0434	0.0490	0.0553	0.0641	0.0756	0.0863	0.0989	0.1180
Miscellaneous:										
DuPage Airport Authority	0.0160	0.0170	0.0183	0.0198	0.0213	0.0230	0.0248	0.0271	0.0291	0.0306
Municipalities:										
City of Naperville	0.5127	0.4887	0.4664	0.4721	0.5036	0.5476	0.6350	0.6730	0.6699	0.6814
City of Naperville Library Fund	0.1970	0.2209	0.2302	0.2404	0.2402	0.2313	0.2314	0.1935	0.1964	0.1950
Village of Bolingbrook	0.6202	0.6095	0.6098	0.6528	0.7077	0.7610	0.8383	0.8740	0.9479	0.9702
City of Warrenville - Winfield Twp.	0.5627	0.5685	0.5804	0.5888	0.6011	0.6195	0.6433	0.6749	0.6894	0.6903
City of Warrenville - Naperville Twp.	0.5648	0.5713	0.5842	0.5963	0.6134	0.6260	0.6503	0.6833	0.6977	0.6982
City of Aurora	1.6116	1.6611	1.6692	1.6770	1.5402	1.5600	1.5483	1.5440	1.5510	1.5490
City of Aurora Library Fund	0.2473	0.2546	0.2553	0.2560	0.2537	0.2585	0.2536	0.2544	0.2436	0.2433

(continued)

Indian Prairie Community Unit School District 204

Direct and Overlapping Property Tax Rates (continued)
Last Ten Years

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Municipalities: (continued)										
Village of Plainfield	\$ 0.4079	\$ 0.4095	\$ 0.4076	\$ 0.4124	\$ 0.4296	\$ 0.4448	\$ 0.4805	\$ 0.5126	\$ 0.5276	\$ 0.5580
Parks:										
Naperville Park District	0.2480	0.2481	0.2562	0.2619	0.2854	0.2886	0.2531	0.2692	0.2773	0.2815
Bolingbrook Park District	0.4351	0.4433	0.4470	0.4546	0.4769	0.4801	0.5360	0.5696	0.5999	0.5985
Warrenville Park District	0.3425	0.3489	0.3312	0.3250	0.3317	0.3106	0.1463	0.1544	0.1613	0.1626
Fox Valley Park District	0.3915	0.4057	0.3797	0.3902	0.3764	0.4065	0.4070	0.4220	0.4462	0.4331
Plainfield Park District	0.1761	0.1742	0.1788	0.1873	0.2129	0.1855	0.1992	0.2063	0.2169	0.1952
Libraries:										
Fountaindale Public Library District	0.3685	0.2838	0.2901	0.3032	0.3134	0.3250	0.3549	0.3668	0.3791	0.3820
Oswego Public Library District	0.1990	0.2102	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plainfield Public Library	0.1488	0.1479	0.1538	0.1585	0.1691	0.1726	0.1720	0.2000	0.2060	0.2133
Plainfield Public Library Bond District	0.0094	0.0104	0.0116	0.0113	0.0148	0.0159	0.0180	0.0259	0.0288	0.0320
Warrenville Public Library	0.2659	0.2691	0.2750	0.2816	0.2899	0.2962	0.3083	0.3237	0.3309	0.3318
Fire Protection Districts:										
Naperville Fire Protection District	0.2795	0.2787	0.2981	0.3186	0.3474	0.3716	0.4126	0.4305	0.4501	0.4543
Oswego Fire Protection District	0.5702	0.6049	0.5877	0.5160	0.5254	0.5299	0.5646	0.3101	0.3176	0.3256
Plainfield Fire Protection District	0.8323	0.7787	0.7431	0.6037	0.4262	0.3360	0.3581	0.3736	0.3783	0.3292
Warrenville Fire Protection District	0.3834	0.3863	0.3937	0.3991	0.4069	0.4085	0.4176	0.3388	0.3450	0.3471
Marywood Fire Protection District	0.1293	0.1302	0.1353	0.1359	0.0949	0.1051	0.1141	0.1185	0.1284	0.1311
Special Service Areas:										
Aurora #24	0.1191	0.1222	0.1274	0.1283	0.1406	0.1474	0.1592	0.1671	0.0877	0.1201
Aurora #27	0.1000	0.1000	0.0969	0.0901	0.0938	0.9860	0.1000	0.1000	0.1000	0.1000
CDuPare County #31	9.1678	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Community College Districts:										
#502	0.1858	0.1888	0.1929	0.1874	0.1972	0.2097	0.2192	0.1930	0.1966	0.2008
#516	0.3842	0.4158	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
#525	0.1896	0.1901	0.1936	0.2088	0.2142	0.2108	0.2209	0.2237	0.2217	0.2190

Source: DuPage & Will County Clerks.

Indian Prairie Community Unit School District 204

Principal Property Tax Payers
Current Year and Nine Years Ago

Taxpayer	June 30, 2009			June 30, 2000		
	Equalized Assessed Valuation 2008	Percentage of Equalized Valuation	Rank	Equalized Assessed Valuation 1999	Percentage of Equalized Valuation	Rank
Westfield Shoppingtown	\$ 48,729,850	0.91 %	1	\$ 23,827,950	0.97 %	1
Aimco	38,027,750	0.71	2	-	-	-
AMLI	25,559,590	0.48	3	-	-	-
Ondeo Nalco	25,188,250	0.47	4	22,429,100	0.92	2
Tellabs Operations Inc.	21,881,310	0.41	5	-	-	-
Equity Residential	18,518,800	0.35	6	7,561,550	0.31	8
NICOR	12,808,280	0.24	7	10,244,080	0.42	5
ING Clarion	11,878,360	0.22	8	-	-	-
Centerpoints Properties	11,172,610	0.21	9	16,316,240	0.67	3
New Plan Reality Trust	11,081,570	0.21	10	13,705,600	0.56	4
Fox Valley Oxford Ltd.	-	-	-	9,860,210	0.40	6
Brittany Springs Limited	-	-	-	7,697,250	0.31	7
MGI Yorkshire Holdings	-	-	-	7,149,090	0.29	9
Metropolitan Life Insurance Co.	-	-	-	7,085,520	0.29	10
TOTAL	<u>\$ 224,846,370</u>	<u>4.21 %</u>		<u>\$ 125,876,590</u>	<u>5.14 %</u>	

Source: DuPage and Will County Clerk's and Assessor's Offices.

Indian Prairie Community Unit School District 204

Property Tax Levies and Collections
Last Ten Fiscal Years

Tax Levy Year	Taxes Levied for the Fiscal Year	Collections with in the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections	Total Percentage of Levy
		Amount	Percentage of Levy			
2008	\$ 239,443,307	\$ 113,370,405	47.35 %	\$ -	\$ 113,370,405	47.35 %
2007	227,962,538	109,090,911	47.85	118,589,421	227,680,332	99.88
2006	219,131,429	105,800,033	48.28	112,803,511	218,603,544	99.76
2005	212,329,286	103,055,684	48.54	108,400,479	211,456,163	99.59
2004	202,320,442	98,858,110	48.86	103,462,332	202,320,442	100.00
2003	190,542,558	91,708,220	48.13	98,243,591	189,951,811	99.69
2002	170,686,841	82,082,135	48.09	88,604,706	170,686,841	100.00
2001	153,606,916	74,363,551	48.41	79,161,107	153,524,658	99.95
2000	133,070,847	63,854,210	47.99	69,065,562	132,919,772	99.89
1999	105,992,332	52,396,802	49.43	53,453,774	105,850,576	99.87

Source: DuPage and Will County Clerk's Office, Department of Tax Extensions and District Records.

Indian Prairie Community Unit School District 204

Outstanding Debt by Type
Last Ten Fiscal Years

Year Ended June 30,	Governmental Activities		Total Primary Government	Equalized Assessed Valuation	Percentage Equalized Assessed Valuation	Percentage Personal Income	Per Capita
	Gross General Bonded Debt	Capital Leases					
2009	\$ 333,825,000	\$ 2,418,197	\$ 336,243,197	5,337,806,122	6.30 %	11.93 %	\$ 3,736
2008	353,915,000	832,852	354,747,852	5,073,726,647	6.99	12.59	3,942
2007	305,930,000	262,271	306,192,271	4,694,533,376	6.52	10.86	3,402
2006	253,405,000	-	253,405,000	4,349,672,965	5.83	8.99	2,816
2005	272,190,000	-	272,190,000	4,043,497,531	6.73	9.66	3,024
2004	287,830,000	-	287,830,000	3,765,365,552	7.64	10.21	3,198
2003	299,730,000	-	299,730,000	3,411,212,560	8.79	10.63	3,330
2002	275,610,000	-	275,610,000	3,056,610,759	9.02	9.78	3,062
2001	252,325,000	-	252,325,000	2,717,950,324	9.28	14.03	2,969
2000	242,310,000	-	242,310,000	2,451,143,141	9.89	13.48	2,851

Note: Population information and personal income can be found with the Demographic and Economic Statistics.

Data Source: District's Audited Annual Financial Statements.

Indian Prairie Community Unit School District 204

Computation of Direct and Overlapping Governmental Activities Debt
June 30, 2009

	Debt Outstanding		Estimated Percentage Applicable (1)		Estimated Share of Direct and Overlapping Debt
Overlapping Districts:					
DuPage County	\$ 51,625,000	(2)	7.55	%	\$ 3,897,171
DuPage County Forest Preserve	241,288,403	(2)(3)	7.55		18,214,862
DuPage Water Commission	-	(5)	7.76		-
DuPage Co. Special Service Area #31	4,775,000		79.88		3,814,175
Naperville Township	-	(2)	73.56		-
Will County	2,480,000	(1)(4)	9.66		239,642
Will County Forest Preserve	185,594,532	(3)	9.66		17,934,000
City of Aurora/Library	152,620,000	(5)	42.43		64,750,561
Village of Bolingbrook	170,867,520	(3)	5.33		9,102,113
City of Naperville/Library	157,150,000		43.97		69,094,141
Village of Plainfield	15,565,000	(2)	2.34		364,065
Plainfield Fire Protection District	-	(2)	5.93		-
Fountaindale Public Library	30,750,000		0.84		257,993
Oswego Public Library	8,800,000		0.24		21,208
Plainfield Library District	235,000	(2)	6.27		14,737
Bolingbrook Park District	16,339,731	(2)(3)	5.41		883,489
Fox Valley Park District	66,044,540		33.49		22,117,656
Naperville Park District	15,410,000	(6)	44.03		6,785,023
Plainfield Park District	7,570,000		1.12		84,557
Warrenville Park District	462,326	(3)	1.47		6,778
Community College District #502	139,600,000	(2)	11.16		15,572,380
Community College District #516	70,445,796	(2)(3)(4)	0.04		28,883
Community College District #525	-	(2)	0.01		-
Total overlapping debt					<u>233,183,434</u>
District direct debt	353,915,000		100.00		<u>353,915,000</u>
Total direct and overlapping debt					<u><u>\$ 587,098,434</u></u>

(1) The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

(2) Excludes principal amounts of outstanding General Obligation (Alternate Revenue Source) Bonds which are expected to be paid from sources other than general taxation.

(3) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.

(4) Includes Public Building Commission debt applicable to the taxing district and secured by lease rentals payable from ad valorem taxes levied on all taxable property within the district. For Will County includes the Will County portion of the Junvenile Justice Center bonds.

(5) Excludes self-supporting bonds for which abatements are filed annually.

(6) Excludes leases, installment contracts, debt certificates and purchase agreements.

Sources: DuPage, Kane, Kendall, and Will County Clerk's Offices.

Indian Prairie Community Unit School District 204

Legal Debt Margin Information

Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Debt limit	\$ 367,671,471	\$ 407,692,549	\$ 458,491,614	\$ 511,681,884	\$ 564,804,833	\$ 558,002,659	\$ 600,254,869	\$ 647,845,606	\$ 700,174,277	\$ 736,617,245
Total net debt applicable to limit	242,310,000	252,325,000	275,610,000	299,730,000	287,830,000	272,190,000	253,405,000	305,930,000	353,915,000	333,825,000
Legal debt margin	\$ 125,361,471	\$ 155,367,549	\$ 182,881,614	\$ 211,951,884	\$ 276,974,833	\$ 285,812,659	\$ 346,849,869	\$ 341,915,606	\$ 346,259,277	\$ 402,792,245
Total net debt applicable to the limit as a percentage of debt limit	65.90%	61.89%	60.11%	58.58%	50.96%	48.78%	42.22%	47.22%	50.55%	45.32%

Note: Legal debt margin from 1998-2004 was 15.0% and from 2005-2007 was 13.8%.

Legal Debt Margin Calculation for Fiscal 2009

Assessed Value	\$ 5,337,806,122
Debt limit percentage	<u>13.8%</u>
Debt limit	736,617,245
Debt applicable to limit	
General obligation bonds	<u>333,825,000</u>
Legal debt margin	<u>\$ 402,792,245</u>

Indian Prairie Community Unit School District 204

Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Estimated Population	Personal Income	Per Capita Personal Income	Unemployment Rate	
				DuPage County	Will County
2008	90,000	2,818,350,000	31,315	9.6	11.5 %
2007	90,000	2,818,350,000	31,315	3.8	4.7
2006	90,000	2,818,350,000	31,315	2.8	3.8
2005	90,000	2,818,350,000	31,315	4.7	5.5
2004	90,000	2,818,350,000	31,315	4.0	5.9
2003	90,000	2,818,350,000	31,315	5.6	6.3
2002	90,000	2,818,350,000	31,315	5.5	6.1
2001	90,000	2,818,350,000	31,315	3.8	5.2
2000	85,000	1,798,175,000	21,155	2.6	4.0
1999	85,000	1,798,175,000	21,155	2.7	4.0

Note: Population and personal income information based on most recent census data.

Note: Unemployment rates are per Illinois Department of Employment Security.

Indian Prairie Community Unit School District 204

Principal Employers
Current Year and Nine Years Ago

Employer	2009			2000		
	Number of Employees (1)	Rank	Percentage of Total	Number of Employees (1)	Rank	Percentage of Total
* Indian Prairie CUSD #204	3,152	1	6.3%	3,050	1	6.1%
* NICOR	2,964	2	5.9%	2,350	2	4.7%
* Fermi-Lab	2,000	3	4.0%	2,150	3	4.3%
* BP Naperville Complex	1,600	4	3.2%	1,600	4	3.2%
** City of Aurora	1,280	5	2.6%	998	10	2.0%
* Tellabs	1,250	6	2.5%	-	-	
** Naperville Park District	1,200	7	2.4%	1,200	6	2.4%
* Ondeo Nalco	1,200	8	2.4%	1,200	5	2.4%
* Dreyer Medical Center	1,200	9	2.4%	1,000	8	2.0%
** City of Naperville	1,018	10	2.0%	1,000	9	2.0%
** Fox Valley Park District	-			1,100	7	2.2%
	<u>16,864</u>			<u>15,648</u>		
Total Employment	<u>50,000</u>			<u>50,000</u>		

(1) Includes full-time, part-time and seasonal employees

* In District Boundaries

** Partially in District Boundaries

Source: Written and telephone survey, 2009 Illinois Manufacturer's Register, 2009 Illinois Service Directory.

Indian Prairie Community Unit School District 204

Full-Time Equivalent District Employees by Type
Last Ten Fiscal Years

	Full-time Equivalent Employees as of June 30									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Administration:										
Superintendent	1	1	1	1	1	1	1	1	1	1
Assistant Superintendents	5	5	6	6	6	6	6	5	5	5
District Administrators	25	16	12	12	13	13	14	10	10	9
Principals and Assistants	60	55	54	54	58	55	58	59	52	49
Total Administration	91	77	73	73	78	75	79	75	68	64
Teachers:										
K-6, Resource, Gifted	664	600	522	607	490	612	587	636	559	514
Middle and High School	769	785	845	811	838	701	690	667	638	598
Art, Music, P.E., Health	260	263	270	170	259	226	197	172	156	149
Special Education	453	445	408	381	375	363	365	365	320	288
Psychologists/OT/PT	62	62	79	74	71	43	48	39	67	49
Total Teachers	2,208	2,155	2,123	2,042	2,032	1,945	1,887	1,879	1,740	1,598
Other Supporting Staff:										
Library Clerks	30	30	29	26	39	40	45	46	45	42
Clerical 10/12 month	174	158	157	150	167	167	196	212	200	196
Aides	661	721	662	627	610	590	569	597	537	489
Custodians	1	-	1	1	1	10	122	119	113	109
Total Other Supporting Staff	866	909	848	804	817	806	932	974	895	836
Grand total	3,165	3,141	3,045	2,919	2,927	2,826	2,897	2,928	2,703	2,498

Source: District personnel records.

Indian Prairie Community Unit School District 204

Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Total Expenses	Cost Per Pupil	Percentage Change
2009	29,551	\$ 296,470,821	10,032.51	9.71 %	\$ 327,742,992	11,090.76	7.64 %
2008	29,234	270,233,097	9,243.79	10.03	304,486,126	10,415.48	10.64
2007	28,684	245,595,394	8,562.10	8.03	275,213,935	9,594.68	9.11
2006	28,207	227,333,458	8,059.47	2.80	252,228,083	8,942.04	(0.41)
2005	27,444	221,149,547	8,058.21	(0.70)	253,268,562	9,228.56	1.85
2004	26,507	222,716,100	8,402.16	6.35	248,658,133	9,380.85	6.40
2003	25,400	209,427,474	8,245.18	11.88	233,711,260	9,201.23	11.84
2002	24,072	187,185,935	7,776.09	21.67	208,976,097	8,681.29	N/A
2001	22,920	153,843,614	6,712.20	23.73	N/A	N/A	N/A
2000	21,189	124,336,308	5,867.96	13.43	N/A	N/A	N/A

Source: District records and audited financial statements.

N/A - Not Available

Note: Operating expenditures less debt service and capital outlay.

Indian Prairie Community Unit School District 204

State of Illinois Standardized Test Summary
 Last Ten Fiscal Years
 District/State Average

	2000		2001		2002		2003		2004		2005		2006		2007		2008		2009	
	District	State	District	State	District	State	District	State	District	State	District	State	District	State	District	State	District	State	District	State
Reading:																				
Grade 3	85%	62%	88%	62%	86%	62%	86%	62%	86%	65%	83%	67%	88%	71%	90%	73%	90%	72%	89%	72%
Grade 4	X	X	X	X	X	X	X	X	X	X	X	X	88%	73%	89%	74%	90%	73%	91%	74%
Grade 5	84%	59%	83%	59%	82%	59%	83%	60%	82%	61%	80%	60%	85%	69%	86%	70%	91%	74%	91%	74%
Grade 6	X	X	X	X	X	X	X	X	X	X	X	X	91%	73%	89%	73%	92%	79%	92%	80%
Grade 7	X	X	X	X	X	X	X	X	X	X	X	X	89%	72%	90%	73%	92%	78%	92%	78%
Grade 8	89%	72%	86%	66%	87%	68%	87%	64%	86%	67%	89%	73%	91%	79%	93%	82%	94%	81%	93%	84%
Mathematics:																				
Grade 3	93%	69%	94%	74%	94%	74%	94%	76%	94%	79%	93%	79%	95%	86%	95%	87%	96%	85%	94%	85%
Grade 4	X	X	X	X	X	X	X	X	X	X	X	X	95%	85%	96%	86%	95%	85%	95%	86%
Grade 5	85%	56%	85%	61%	88%	63%	88%	68%	91%	72%	91%	73%	92%	79%	94%	83%	93%	81%	92%	82%
Grade 6	X	X	X	X	X	X	X	X	X	X	X	X	93%	79%	94%	81%	94%	83%	94%	82%
Grade 7	X	X	X	X	X	X	X	X	X	X	X	X	91%	76%	93%	79%	93%	80%	93%	83%
Grade 8	68%	46%	73%	50%	75%	53%	76%	53%	77%	54%	74%	54%	90%	78%	94%	81%	92%	80%	93%	82%
Writing:																				
Grade 3	73%	55%	81%	58%	82%	57%	78%	60%	75%	X	X	X	X	X	X	X	X	X	X	X
Grade 5	86%	71%	88%	70%	77%	59%	83%	65%	84%	X	X	X	X	X	X	X	X	X	X	X
Grade 6	X	X	X	X	X	X	X	X	X	X	X	X	X	X	X	X	X	X	X	X
Grade 8	88%	70%	81%	62%	81%	63%	79%	59%	76%	X	X	X	X	X	X	X	X	X	X	X
Science:																				
Grade 4	87%	64%	89%	65%	90%	67%	89%	67%	88%	68%	89%	72%	92%	80%	94%	80%	92%	76%	92%	77%
Grade 7	88%	72%	89%	72%	92%	73%	88%	74%	90%	74%	92%	75%	94%	81%	92%	79%	93%	79%	92%	80%

N/A

X Testing not administered

The State of Illinois administers a state-wide testing program which provides an average score upon which to gauge District 204 scores. The scoring is such that higher scores than the state average represents the District is exceeding the state average.

The State of Illinois has changed its testing format effective with the 1999 testing period. The new program is the Illinois Standards Achievement Test and tests the same group of students as the former IGAP with the exception being 5th graders were tested instead of 6th graders. The new testing format summarizes results in percent of test items answered correctly for certain subjects and raw scores for other subjects. In 2006, the testing was expanded to include the grades 3-8 in testing reading and mathematics.

Source of information: Illinois State Board of Education

Indian Prairie Community Unit School District 204

Capital Asset Information
Last Ten Fiscal Years

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Schools										
Buildings	27	29	29	32	32	32	33	33	33	33
Square Feet	2,760,500	2,957,500	2,970,000	3,374,500	3,386,910	338,610	3,441,910	3,441,910	3,441,910	3,441,910
Capacity	27,845	27,845	29,995	31,195	32,045	32,045	32,045	32,045	32,045	32,045
Enrollment	21,189	22,920	24,072	25,400	26,507	27,444	28,207	28,684	29,234	29,551
Administrative										
Buildings	1	1	1	1	1	1	1	1	1	1
Square Feet	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
Athletics										
Football fields	2	2	2	2	2	2	2	2	2	2
Soccer fields	2	2	2	2	2	2	2	2	2	2
Running tracks	2	2	2	2	2	2	2	2	2	2
Baseball/softball	6	6	6	6	6	6	6	6	6	6
Swimming pools	2	2	2	2	2	2	2	2	2	2
Playgrounds	17	18	18	21	21	21	21	22	22	22

Source: District records.