

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
ORLAND PARK, ILLINOIS**

ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2007

**Report issued by:
Dr. James Gay
Superintendent of Schools**

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2007**

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INTRODUCTORY SECTION

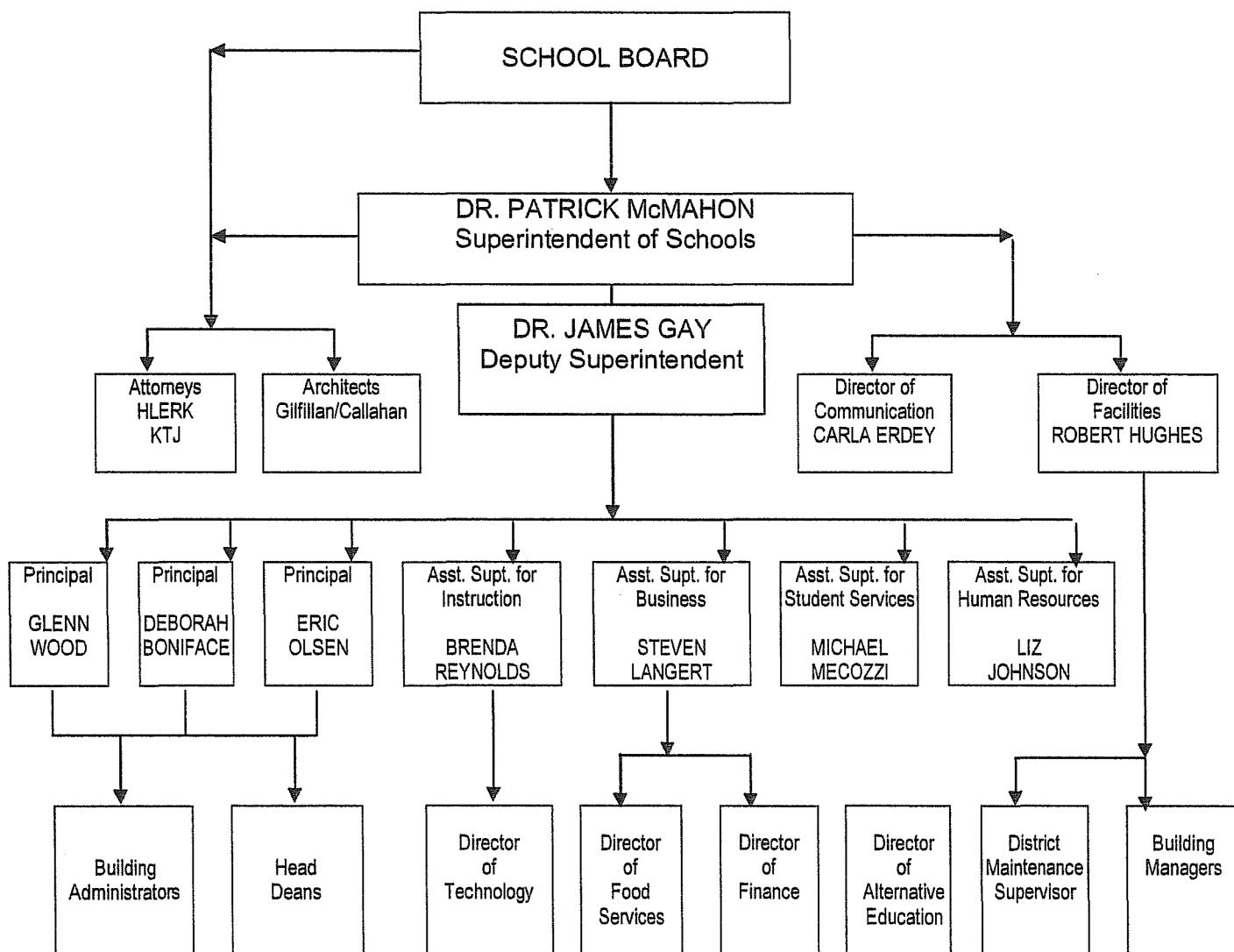
**CONSOLIDATED HIGH SCHOOL DISTRICT 230
NAMES AND TITLES OF
BOARD OF EDUCATION MEMBERS AND OFFICERS
JUNE 30, 2007**

Dennis Cook	President
Francis Grabowski	Vice President
Kathleen Quilty	Secretary
Madoline Flanagan	Member
Kathleen Murphy-Peterson	Member
Patrick O'Sullivan	Member
Gloria Yakes	Member
Dr. Patrick McMahon	Superintendent
Dr. James Gay	Deputy Superintendent
Steven Langert	Assistant Superintendent for Business Services
Liz Johnson	Assistant Superintendent for Human Resources
Brenda Reynolds	Assistant Superintendent for Instruction
Michael Mecozzi	Assistant Superintendent for Student Services
Carla Erdey	Director of Communications
Darrell Walery	Director of Technology
Robert Hughes	Director of Facilities
Mary Morgan	Director of Food Services
Donna Cockrell	Director of Finance

General School Administration

Organizational Chart

CONSOLIDATED HIGH SCHOOL DISTRICT 230



DATED: April 2005
REVISED: November 2006

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FINANCIAL SECTION

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Superintendent of Schools and Board of Education
Consolidated High School District 230
Orland Park, Illinois

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the fiduciary fund of Consolidated High School District 230, as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements as listed in the table of contents. We have also audited the combining and individual fund financial statements and schedules of the District as of and for the year ended June 30, 2007, and the individual fund financial statements as of and for the year ended June 30, 2006, presented in the table of contents as combining and individual fund financial statements and schedules. These financial statements and schedules are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements and schedules based on our audits.

We conducted our audits in accordance with U.S. generally accepted auditing standards 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 and schedules are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and schedules. 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 audits provide a reasonable basis for our opinions.

As described in Note I, the District prepares its financial statements on the cash basis, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective assets, liabilities and net assets/fund balances of the governmental activities, each major fund, the aggregate remaining fund information, and the fiduciary fund of Consolidated High School District 230 as of June 30, 2007, and the respective revenues, expenses/expenditures and changes in net assets/fund balances thereof for the year then ended in conformity with the basis of accounting described in Note I. Also, in our opinion, the combining and individual fund financial statements and schedules as of June 30, 2007, and for the year then ended and the individual fund financial statements as of June 30, 2006, and for the year then ended present fairly, in all material respects, the respective assets, liabilities and fund balances of each of the individual funds of the District as of June 30, 2007 and 2006, and the revenues, expenditures and changes in fund balances thereof for the years then ended in conformity with the basis of accounting described in Note I.



In accordance with *Government Auditing Standards*, we have also issued our report dated October 5, 2007, on our consideration of Consolidated High School District 230's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over 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 management's discussion and analysis and required supplementary information listed on pages vii through xii and 27 through 29, are not a required part of the basic financial statements but are supplementary information required by U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements and on the combining and individual fund financial statements and schedules. The introductory section, supplementary information and other information section listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic, combining and individual fund financial statements and schedules of the District. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic, combining and individual financial statements and schedules, and, in our opinion, is fairly stated in all material respects in relation to the basic, combining and individual fund financial statements and schedules taken as a whole. The introductory and other information sections have not been subjected to the auditing procedures applied in the audits of the basic, combining and individual fund financial statements and schedules and, accordingly, we express no opinion on them.

Mulcahy, Pauritsch, Salvendy & Co., Ltd.

October 5, 2007
Orland Park, Illinois



Certified Public Accountants/
Business and Personal Consultants

Superintendent of Schools and Board of Education
Consolidated High School District 230
Orland Park, Illinois

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

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information and the fiduciary fund of Consolidated High School District 230, as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements, and the combining and individual fund financial statements and schedules of the District as of and for the year ended June 30, 2007, and have issued our report thereon dated TBD. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements and schedules, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements and schedules that is more than inconsequential will not be prevented or detected by the District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements and schedules will not be prevented or detected by the District's internal control.

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



Compliance and Other Matters

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

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

Mulcahy, Pawlisch, Salvendy Co., Ltd.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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CONSOLIDATED HIGH SCHOOL DISTRICT NO. 230

MANAGEMENT'S DISCUSSION AND ANALYSIS as of and for the fiscal year ended June 30, 2007

As management of the Consolidated High School District No. 230 (the District), we offer readers of the District's Annual Financial Report this narrative and analysis of the financial activities of the District for the fiscal year ended June 30, 2007.

Financial Highlights

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$80,335,568 (net assets).
- The total net assets of the District increased by \$9,813,561 during fiscal year 2007 from \$70,522,007 in fiscal year 2006. The increase came from both revenues exceeding expenditures by \$3,845,612 and the repayment of both short-term and long-term debt exceeding net depreciation in excess of capital outlay by \$5,967,949.
- The combined restricted and unrestricted net assets increased \$8,020,612 to \$45,735,719 from \$37,715,107.
- Fund balance of the District's governmental funds increased by \$3,845,612 resulting in an ending fund balance of \$49,735,719.
- During the current fiscal year, the fund balance in the District's General Fund increased by \$2,190,172 through the combination of revenues exceeding expenditures by \$2,026,055 and other sources of funds totaling \$164,117.
- The District's long-term obligations decreased by \$7,027,789 to \$98,072,211 from \$105,100,000.

Overview of the Financial Statements

Management's discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements presented on pages 1-26 are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to financial statements. This report also contains combining and individual fund financial statements and schedules and other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader of the District's Annual Financial Report a broad overview of the financial activities in a manner similar to a private sector business. The government-wide financial statements include the statement of net assets arising from cash transactions and the statement of activities arising from cash transactions.

The statement of net assets arising from cash transactions presents information about all of the District's assets and liabilities as reported using the cash basis of accounting. The difference between assets and liabilities is reported as net assets. Over time, changes in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities arising from cash transactions presents information showing how the net assets of the District changed during the current fiscal year. Changes in net assets are recorded in the statement of activities using the cash basis of accounting. The cash basis of accounting is described in the notes to the financial statements.

Both of the government-wide financial statements differentiate functions of the District that are supported from taxes and intergovernmental revenues (governmental activities). Governmental activities consolidate governmental funds including general, special revenue, debt service and capital projects funds. The government-wide financial statements can be found on pages 1-2 of this report.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. Fund financial statements for the District include governmental funds and fiduciary funds.

Governmental fund financial statements account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the near term.

Since the governmental funds and the governmental activities statements report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The District maintains eleven different governmental funds and subfunds. The major funds are the General Fund, Transportation Fund, Bond and Interest Fund, and Working Cash Fund. The General Fund compiles six funds and subfunds: Education, Tort, Substance Abuse, Special Tax, Operations and Maintenance, and Fire Prevention and Safety. Individual fund information for the nonmajor funds is presented in the combining and individual fund financial statements and schedules section of this report.

The District adopts an annual budget for each of the governmental funds. Budgetary comparison schedules for the General Fund and other major funds are included in the required supplementary information section of this report to demonstrate compliance with the adopted budget. The remaining governmental funds budgetary comparisons are reported in the combining and individual fund financial statements and schedules section of this report. The basic governmental fund financial statements can be found of pages 3-9 of this report.

Notes to Financial Statements

The notes to financial statements provide additional information that is essential for a full understanding of the data provided in the basic financial statements. The notes can be found on pages 10-26 of this report.

Government-wide Financial Analysis

The assets of the District are classified as cash, investments and capital assets. Cash and investments are current assets. These assets are available to provide resources for the near-term operations of the District. Capital assets are used in the operations of the District. These are land, improvements, buildings, and equipment. Capital assets are discussed in greater detail in the section entitled, Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated retirement in the near-term or in the future. Current liabilities include short-term debt obligations to be retired in the 2007-2008 fiscal year. Long-term liabilities such as long-term debt obligations will be retired from resources that will become available after fiscal year 2008.

The assets of the District's activities exceed liabilities by \$80,335,568 with a net investment of \$34,599,849 in land, improvements, buildings, and equipment to provide the services to the District's public school students, which represents 43 percent of the District's net assets. Net assets of \$4,788,199, accumulated due to bonded debt property tax levy assessments, have been restricted to provide resources to retire the current general obligation bond principal and related interest payments. Net assets of \$17,282,511 accumulated for working cash purposes are restricted for short-term loans or permanent transfers to other governmental funds.

Net Assets for Governmental Activities

	June 30, 2007	June 30, 2006	% Change
Assets:			
Current assets	\$ 50,150,327	\$ 46,197,453	8.56%
Capital assets	128,672,060	131,906,900	-2.45%
Total assets	178,822,387	178,104,353	0.40%
Liabilities:			
Current liabilities	414,608	2,482,346	-83.30%
Noncurrent liabilities	98,072,211	105,100,000	-6.69%
Total liabilities	98,486,819	107,582,346	-8.45%
Net assets:			
Invested in capital assets, net of related debt	34,599,849	32,806,900	5.47%
Restricted	26,444,951	27,639,945	-4.32%
Unrestricted	19,290,768	10,075,162	91.47%
Total net assets	\$ 80,335,568	\$ 70,522,007	13.92%

Government-wide Activities

Governmental activities increased the net assets of the District by \$9,813,561 thereby accounting for all of the total increase in the net assets of the District.

Governmental Activities

Revenues:	June 30, 2007	June 30, 2006	% Change
Program revenues			
Charges for services	\$ 5,778,926	\$ 5,752,058	0.47%
Operating grants and contributions	14,374,438	11,289,044	27.33%
General revenues			
Property taxes	90,977,268	89,515,657	1.63%
In lieu of taxes	2,046,672	2,046,832	-0.01%
General state aid	9,707,595	8,215,557	18.16%
Earnings on investment	2,647,925	1,558,825	69.87%
Other income	1,885,695	962,781	95.86%
Total Revenues	127,418,519	119,340,754	6.77%
Expenses:			
Governmental activities			
Instructional	68,814,852	63,844,934	7.78%
Pupil support	7,324,917	7,332,492	-0.10%
Other support	27,887,475	25,758,520	8.27%
Transportation	6,512,208	5,891,911	10.53%
Administration	2,211,141	2,023,023	9.30%
Interest expense	4,854,365	5,006,135	-3.03%
Total expenses	117,604,958	109,857,015	7.05%
Increase in net assets	9,813,561	9,483,739	3.48%
Net assets at beginning of year	70,522,007	61,038,268	15.54%
Net assets at end of year	\$ 80,335,568	\$ 70,522,007	13.92%

The key element of the increase in net assets has been the District's expenditure controls to match its growth in revenue with both revenue and expenses growing at the 7% range.

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's ability to meet its financial obligations for future years.

As of the end of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$49,735,719, an increase of \$3,845,612 from the prior year.

General Fund and Major Special Revenue Funds Budgetary Highlights

Revenue

1. Excluding "on behalf revenues," actual total revenue in the General Fund equaled 100% of the budget.
2. Grants-in-aid exceeded the budget in both the General and Transportation Funds by \$1,420,968 because the State disbursed five quarterly payments in the fiscal year where we budgeted for the typical four quarterly disbursements.
3. Short-term investment rates, which the District primarily invests in, were at historical highs resulting in \$2,647,925 in investment income, which exceeded the budget by \$602,925.
4. Property tax receipts in the Working Cash Fund were \$487,366 below budget and totaled \$103,634 for the year. The District refunded a \$900,000 scavenger sale that was made in error the previous fiscal year.

Expense

1. In general, the District under spent the budget in the combined operating funds. Excluding "on behalf payments," the District came in under budget in the General Fund by \$1,849,355 and overspent in the Transportation Fund by \$286,170.
2. The District experienced a \$900,000 negative variance in tuition for the public and private placement of special education students. Recently, costs have risen greater than the historical average which caused the District to under budget.

Capital Assets and Debt Administration

The District's investment in capital assets for its governmental activities as of June 30, 2007 amounted to \$128,672,060 (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings and equipment. The total decrease in the District's investment in capital assets for the current fiscal year was \$3,234,840 from \$131,906,900.

Capital Assets Net of accumulated depreciation			
	June 30, 2007	June 30, 2006	% Change
Land	\$ 1,637,802	\$ 1,637,802	0.00%
Land improvements	3,186,795	3,322,364	-4.08%
Buildings	121,647,143	124,633,167	-2.40%
Equipment	2,200,320	2,313,567	-4.89%
Total capital assets	\$ 128,672,060	\$ 131,906,900	-2.45%

Total long-term debt for the District decreased \$7,027,789 during the current fiscal year due to repayment of Construction, Working Cash and Life Safety bond principal. At June 30, 2007, the District had total bonded debt outstanding of \$96,805,000 backed by the full faith and credit of the District. Additionally, the District had two other types of long-term debt obligations totaling \$1,267,211 also backed by the full faith and credit of the District. The District continues to maintain an A+ rating with the Standard and Poor's rating agency. Additional information regarding the District's capital assets and debt can be found in the notes to the financial statements.

Economic Factors and Next Year's Budget

Over the past five years, the District has substantially improved its financial condition. When the State created a new financial profile to monitor the financial health of the public schools five years ago, District 230 was given the lowest rating termed "Financial Watch." The District had been deficit spending causing fund balances to decline greatly.

As this financial report shows, the District improved its fund balances by operating with a surplus (revenues exceeded expenditures). The District has also budgeted for a surplus in fiscal year 2008 due to both projected strong revenue growth and continued focus on controlling expenditures. This will be the 5th consecutive year operating with a surplus. With this financial turnaround, the District now annually achieves the State's highest financial profile rating - Financial Recognition.

Although the District is financially sound through 2008, there are concerns for the future.

1. The District continues to budget under stringent property tax caps, set at the Consumer Price Index (CPI); whereas, the budget is approximately 80% salary and benefits related that often face increases much greater than the CPI.
2. After years of moderate and steady student enrollment increases, enrollment is projected to level out and then decline slightly. If the projection holds true, there will be a substantial decline in General State Aid revenue, which is based on a per student foundation level.
3. The tuition rates for the private and public placement of special education students is growing 2-3 times the rate of inflation with little additional funding from either the State or Federal government.
4. The District's second major source of revenue comes from the State of Illinois who annually has difficulty finding the resources to adequately fund education. The legislation sessions have extended long into the summer causing delays in funding schools.

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Office of the Superintendent
CONSOLIDATED HIGH SCHOOL DISTRICT NO. 230
15100 South 94th Avenue
Orland Park, IL 60462

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

CONSOLIDATED HIGH SCHOOL DISTRICT 230
STATEMENT OF NET ASSETS
ARISING FROM CASH TRANSACTIONS -
GOVERNMENTAL ACTIVITIES
JUNE 30, 2007

ASSETS

Equity in pooled cash and investments	\$ 50,150,304
Other receivables	23
Capital assets not being depreciated:	
Land	1,637,802
Capital assets net of accumulated depreciation:	
Land improvements	3,186,795
Buildings	121,647,143
Equipment	<u>2,200,320</u>
Total assets	<u>178,822,387</u>

LIABILITIES

Payroll withholdings payable	414,608
Noncurrent liabilities:	
Due within one year	7,172,317
Due in more than one year	<u>90,899,894</u>
Total liabilities	<u>98,486,819</u>

NET ASSETS

Invested in capital assets, net of related debt	34,599,849
Restricted for:	
Tort immunity	403,101
Tax amnesty	994,018
Debt service	4,788,199
Fire prevention and safety	368,861
Working cash	17,282,511
Capital projects	2,608,261
Unrestricted	<u>19,290,768</u>
Total net assets	<u>\$ 80,335,568</u>

See notes to financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
STATEMENT OF ACTIVITIES
ARISING FROM CASH TRANSACTIONS
YEAR ENDED JUNE 30, 2007

	<u>Program Revenues</u>			<u>Net (Expense)</u>
	<u>Expenses</u>	<u>Charges for</u>	<u>Operating</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>Changes in</u>
			<u>Contributions</u>	<u>Net Assets</u>
Functions/programs:				
Governmental activities:				
Instructional	\$ 68,814,852	\$ 2,694,521	\$ 9,910,282	\$ (56,210,049)
Pupil support	7,324,917	-	-	(7,324,917)
Other support	27,887,475	3,084,405	427,967	(24,375,103)
Transportation	6,512,208	-	4,036,189	(2,476,019)
Administration	2,211,141	-	-	(2,211,141)
Interest expense	<u>4,854,365</u>	<u>-</u>	<u>-</u>	<u>(4,854,365)</u>
Total governmental activities	<u>\$ 117,604,958</u>	<u>\$ 5,778,926</u>	<u>\$ 14,374,438</u>	<u>(97,451,594)</u>
General revenues:				
Taxes:				
Property				90,977,268
Personal property replacement				1,186,601
Payments in lieu of taxes				860,071
General state aid				9,707,595
Earnings on investments				2,647,925
Other income				<u>1,885,695</u>
Total general revenues				<u>107,265,155</u>
Change in net assets				9,813,561
Net assets at beginning of year				<u>70,522,007</u>
Net assets at end of year				<u>\$ 80,335,568</u>

See notes to financial statements.

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FUND FINANCIAL STATEMENTS

CONSOLIDATED HIGH SCHOOL DISTRICT 230
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS - GOVERNMENTAL FUNDS
JUNE 30, 2007

		<u>Special Revenue</u>	
	<u>General</u>	<u>Transportation</u>	<u>Working Cash</u>
ASSETS			
Equity in pooled cash and investments	\$ 20,057,591	\$ 3,666,568	\$ 17,282,511
Other receivables	<u>23</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 20,057,614</u>	<u>\$ 3,666,568</u>	<u>\$ 17,282,511</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Payroll withholdings payable	<u>\$ 414,608</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:			
Reserved for:			
Tort immunity	403,101	-	-
Tax amnesty	994,018	-	-
Debt service	7,939	-	-
Fire prevention and safety	368,861	-	-
Working cash	-	-	17,282,511
Capital projects	-	-	-
Unreserved, reported in:			
General Fund	17,869,087	-	-
Special revenue funds	<u>-</u>	<u>3,666,568</u>	<u>-</u>
Total fund balances	<u>19,643,006</u>	<u>3,666,568</u>	<u>17,282,511</u>
Total liabilities and fund balances	<u>\$ 20,057,614</u>	<u>\$ 3,666,568</u>	<u>\$ 17,282,511</u>

See notes to financial statements.

<u>Debt Service Bond and Interest</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 4,780,260	\$ 4,363,374	\$ 50,150,304
<u>-</u>	<u>-</u>	<u>23</u>
<u>\$ 4,780,260</u>	<u>\$ 4,363,374</u>	<u>\$ 50,150,327</u>

<u>\$ -</u>	<u>\$ -</u>	<u>\$ 414,608</u>
-------------	-------------	-------------------

-	-	403,101
-	-	994,018
4,780,260	-	4,788,199
-	-	368,861
-	-	17,282,511
-	2,608,261	2,608,261
-	-	17,869,087
<u>-</u>	<u>1,755,113</u>	<u>5,421,681</u>
<u>4,780,260</u>	<u>4,363,374</u>	<u>49,735,719</u>
<u>\$ 4,780,260</u>	<u>\$ 4,363,374</u>	<u>\$ 50,150,327</u>

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CONSOLIDATED HIGH SCHOOL DISTRICT 230
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF ASSETS,
LIABILITIES AND FUND BALANCES ARISING FROM CASH TRANSACTIONS TO THE
STATEMENT OF NET ASSETS ARISING FROM CASH TRANSACTIONS
JUNE 30, 2007

Total fund balances - governmental funds	\$ 49,735,719
--	---------------

Amounts reported for governmental activities in the statement of net assets arising from cash transactions are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.	128,672,060
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Long-term liabilities, including bonds payable, are not due and payable in the current year and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:

Bonds payable	\$ 96,805,000
General obligation debt certificates	1,160,000
Note payable	<u>107,211</u>

Total	<u>(98,072,211)</u>
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Total net assets - governmental activities	<u><u>\$ 80,335,568</u></u>
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See notes to financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN FUND
BALANCES ARISING FROM CASH TRANSACTIONS - GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2007

	<u>General</u>	<u>Special Revenue</u> <u>Transportation</u>	<u>Working</u> <u>Cash</u>	<u>Debt</u> <u>Service</u> <u>Bond and</u> <u>Interest</u>
Revenues:				
Local sources:				
Property taxes	\$ 73,764,233	\$ 3,640,231	\$ 103,634	\$ 11,841,175
Personal property replacement taxes	1,048,601	-	-	-
Payments in lieu of taxes	-	-	-	-
Investment income	1,931,130	85,664	386,979	164,198
Pupil activities	529,541	-	-	-
Food service	3,084,405	-	-	-
Textbooks	1,955,756	-	-	-
Other	<u>1,080,947</u>	<u>16,452</u>	<u>-</u>	<u>-</u>
Total local sources	<u>83,394,613</u>	<u>3,742,347</u>	<u>490,613</u>	<u>12,005,373</u>
State sources:				
General state aid	9,707,595	-	-	-
Grants-in-aid	<u>3,636,167</u>	<u>4,036,189</u>	<u>-</u>	<u>-</u>
Total state sources	<u>13,343,762</u>	<u>4,036,189</u>	<u>-</u>	<u>-</u>
Federal sources:				
Grants-in-aid	<u>1,751,181</u>	<u>-</u>	<u>-</u>	<u>-</u>
On behalf revenues	<u>4,950,901</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>103,440,457</u>	<u>7,778,536</u>	<u>490,613</u>	<u>12,005,373</u>
Expenditures:				
Current:				
Instruction	57,052,277	-	-	-
Support services	35,347,814	6,525,018	-	-
Community services	555,128	-	-	-
Nonprogrammed charges	2,793,624	-	-	-
On behalf expenditures	4,950,901	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	656,906	-	-	8,710,000
Interest	<u>57,752</u>	<u>-</u>	<u>-</u>	<u>4,796,613</u>
Total expenditures	<u>101,414,402</u>	<u>6,525,018</u>	<u>-</u>	<u>13,506,613</u>
Excess (deficiency) of revenues over (under) expenditures	2,026,055	1,253,518	490,613	(1,501,240)
Other financing sources:				
Proceeds from note payable	<u>164,117</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,190,172	1,253,518	490,613	(1,501,240)
Fund balances at beginning of year	<u>17,452,834</u>	<u>2,413,050</u>	<u>16,791,898</u>	<u>6,281,500</u>
Fund balances at end of year	<u>\$ 19,643,006</u>	<u>\$ 3,666,568</u>	<u>\$ 17,282,511</u>	<u>\$ 4,780,260</u>

See notes to financial statements.

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 1,627,995	\$ 90,977,268
138,000	1,186,601
860,071	860,071
79,954	2,647,925
-	529,541
-	3,084,405
-	1,955,756
<u>1,000,000</u>	<u>2,097,399</u>
<u>3,706,020</u>	<u>103,338,966</u>
-	9,707,595
<u>-</u>	<u>7,672,356</u>
<u>-</u>	<u>17,379,951</u>
<u>-</u>	<u>1,751,181</u>
<u>-</u>	<u>4,950,901</u>
<u>3,706,020</u>	<u>127,420,999</u>
749,941	57,802,218
1,026,854	42,899,686
34,735	589,863
-	2,793,624
-	4,950,901
481,941	481,941
-	9,366,906
<u>-</u>	<u>4,854,365</u>
<u>2,293,471</u>	<u>123,739,504</u>
1,412,549	3,681,495
<u>-</u>	<u>164,117</u>
1,412,549	3,845,612
<u>2,950,825</u>	<u>45,890,107</u>
<u>\$ 4,363,374</u>	<u>\$ 49,735,719</u>

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT
OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN FUND
BALANCES ARISING FROM CASH TRANSACTIONS TO THE STATEMENT OF
ACTIVITIES ARISING FROM CASH TRANSACTIONS
YEAR ENDED JUNE 30, 2007**

Total net change in fund balances - governmental funds	\$ 3,845,612
--	--------------

Amounts reported for governmental activities in the statement of activities arising from cash transactions are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities arising from cash transactions the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$3,735,488) exceeded capital outlays (\$500,648) in the current period.	(3,234,840)
--	-------------

Repayment of short-term debt issued for life safety renovation purposes is an expenditure in the governmental funds, but the repayment reduces short-term liabilities in the statement of net assets arising from cash transactions	2,175,000
---	-----------

Proceeds from a note payable are an other financing source in the governmental funds but increase long-term liabilities in the statement of net assets arising from cash transactions.	(164,117)
--	-----------

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets arising from cash transactions.	<u>7,191,906</u>
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Change in net assets of governmental activities	<u><u>\$ 9,813,561</u></u>
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See notes to financial statements.

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES ARISING
FROM CASH TRANSACTIONS - STUDENT ACTIVITY AGENCY FUND
JUNE 30, 2007**

ASSETS

Cash	<u>\$ 975.937</u>
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LIABILITIES

Due to student activity fund organizations	<u>\$ 975.937</u>
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See notes to financial statements.

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NOTES TO FINANCIAL STATEMENTS

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CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Consolidated High School District No. 230 was created on May 5, 1952. The District is governed by the Board of Education and provides secondary education, transportation, cafeteria, building maintenance and general administrative services.

As required by U.S. generally accepted accounting principles, these financial statements include the District and its component units, entities for which the District is considered to be financially accountable. At June 30, 2007, no entities were considered component units of the District.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets arising from cash transactions and the statement of activities arising from cash transactions) report information on all of the nonfiduciary activities of the District. *Governmental activities* are those that are primarily supported by taxes and intergovernmental revenues.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the cash basis of accounting, as are the fiduciary fund financial statements. Under that basis, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation is incurred. That basis differs from U.S. generally accepted accounting principles primarily because the District has not recognized receivables from revenues such as property taxes, entitlements and investment income, and payables to personnel and vendors and their related effects on operations of the District in the accompanying financial statements.

Governmental fund financial statements are reported using the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenue is recognized and recorded when cash is received. In the same manner expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists arising from a previous cash transaction. In a similar manner, liabilities are recorded from previous cash transactions.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It is comprised of six subfunds divided into two separate categories - educational funds and operations and maintenance funds. The educational funds include the Educational, Tort Immunity, Substance Abuse and Special Tax funds. The operations and maintenance funds include the Building and Fire Prevention and Safety funds. These funds account for activities that are not specifically accounted for in another fund.

The Transportation Fund accounts for the transportation of pupils.

The Working Cash Fund accounts for resources held by the District to be used for temporary interfund loans to the Educational Fund, the Operations and Maintenance Fund and the Transportation Fund.

The Bond and Interest Fund accounts for the accumulation of resources for and the payment of long-term debt principal, interest and related costs.

Additionally, the District reports the following fiduciary fund type:

The Student Activity Fund (an agency fund) accounts for assets held by the District as an agent for the students and teachers. The fund is custodial in nature and does not involve the measurement of results of operations. The amounts due to the activity fund organizations are equal to the assets.

As general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include 1) charges to students for goods or services provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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

D. Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments

The Illinois statutes authorize the District to invest in U.S. Government, State of Illinois and municipal securities; certificates of deposit or time savings deposits insured by the FDIC; mortgage notes, bonds or debentures issued by the Federal Housing Administration; bonds and other obligations of the Federal National Mortgage Association; and certain short-term obligations of U.S. corporations.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

Cash and investments of the District are pooled into a common pooled account in order to maximize investment opportunities. Each fund whose monies are deposited into the pooled account has equity herein, and interest earned on the investment of these monies is allocated based upon relative equity at month end. An individual fund's equity in the pooled account is available upon demand and is considered to be a cash equivalent when preparing these financial statements. Each fund's portion of the pool is displayed on its respective statement of assets, liabilities and fund balances arising from cash transactions as "equity in pooled cash and investments." In addition, non-pooled cash and investments that are separately held are reflected in the respective funds as "cash" and "investments."

Investments are reported at fair value which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national exchange are valued at the last reported sales price. Cash deposits are reported at carrying amount which reasonably estimates fair value. The reported value of the Illinois Liquid Asset Funds is the same as the fair value of the Fund's shares.

2. Capital Assets

Capital assets, which include land, buildings and equipment, reported in the government-wide financial statements are defined by the District as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Buildings and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land improvements	20
Buildings	50
Equipment	5-20

3. Long-Term Obligations

All long-term debt obligations to be repaid from governmental resources are reported as liabilities in the government-wide statements. Long-term debt includes bonds payable, installment payment contract certificates, general obligation debt certificates, and notes payable.

In the government-wide financial statements, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payments of principal and interest are reported as expenditures. Bond premiums and discounts, as well as bond issuance costs, are recognized during the current period. 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.

4. Fund Equity

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. Designations of fund balance represent tentative management plans that are subject to change.

5. Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses/expenditures. Actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The budget is prepared on the cash basis of accounting for all governmental funds which is an acceptable method as prescribed by the Illinois State Board of Education and is the same basis that is used for financial reporting. This allows for comparability between budget and actual amounts.

The budget appropriations lapse at the end of each fiscal year. The District utilizes an encumbrance system. The District follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of a resolution. Prior to the last Tuesday in December, a tax levy resolution is filed with the County Clerk to obtain tax revenues.
4. The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

5. Formal budgetary integration is employed as a management control device during the year.
6. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

B. Excess of Expenditures over Budget

The following fund had an excess of actual expenditures over the budgeted amount for the year ended June 30, 2007:

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Special revenue fund:			
Transportation Fund	<u>\$ 6,238,848</u>	<u>\$ 6,525,018</u>	<u>\$ 286,170</u>

The overexpenditure in the Transportation Fund was funded by greater than anticipated revenues.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Deposits

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the District's deposits might not be recovered. The District does not have a deposit policy for custodial credit risk. As of June 30, 2007, \$846,874 of the District's bank balances of \$1,046,874 was exposed to custodial credit risk as follows:

Uninsured and collateralized with securities held by pledging financial institutions	<u>\$ 846,874</u>
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CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

Investments

As of June 30, 2007, the District had the following investments:

<u>Type of Investments</u>	<u>Fair Value/ Carrying Amount</u>	<u>Average Credit Quality/ Ratings (1)</u>	<u>Weighted Average Days to Maturity (2)</u>
Pooled investments (3):			
Money market funds:			
Illinois School District Liquid Asset Fund - Liquid Class	\$ 6,714,255	AAAm	N/A
Illinois School District Liquid Asset Fund - Max Class	2,894,527	AAAm	N/A
The Illinois Funds	694	AAAm	N/A
Certificates of deposit	15,544,007	N/A	243
Federal agency notes	<u>30,285,429</u>	Not available	91
Total pooled investments	<u>\$ 55,438,912</u>		

(1) Ratings are provided where applicable to indicate associated *Credit Risk*. N/A indicates not applicable.

(2) *Interest Rate Risk* is estimated using weighted average days to maturity.

(3) Pooled cash and investments are reported as *equity in pooled cash and investments*. Investments in the pool are not separately reported in the financial statements as ownership of investments cannot be assigned to individual funds including fiduciary funds. Therefore, total investments will not agree to the financial statements.

Investment Policies

The District's investments are subject to the following risks:

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

The District does not have an investment policy for the above risks.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

B. Property Taxes

Property taxes are levied as of January 1 on property values assessed on the same date. The tax levy is divided into two billings: The first billing (mailed on or about February 1) is an estimate of the current year's levy based on the prior year's taxes; and the second billing (mailed on or about August 1) reflects adjustments to the current year's actual levy. The billings are considered past due 30 days after the respective tax billing date at which time the applicable property is subject to lien and penalties and interest are assessed. The District receives significant distributions of property taxes in the month following the due date.

C. Capital Assets

Capital asset activity for the year ended June 30, 2007 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ <u>1,637,802</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>1,637,802</u>
Capital assets, being depreciated:				
Land improvements	6,188,561	125,344	-	6,313,905
Buildings	157,801,632	123,319	-	157,924,951
Equipment	<u>4,710,974</u>	<u>251,985</u>	<u>-</u>	<u>4,962,959</u>
Total capital assets, being depreciated	<u>168,701,167</u>	<u>500,648</u>	<u>-</u>	<u>169,201,815</u>
Less accumulated depreciation for:				
Land improvements	(2,866,197)	(260,913)	-	(3,127,110)
Buildings	(33,168,465)	(3,109,343)	-	(36,277,808)
Equipment	<u>(2,397,407)</u>	<u>(365,232)</u>	<u>-</u>	<u>(2,762,639)</u>
Total accumulated depreciation	<u>(38,432,069)</u>	<u>(3,735,488)</u>	<u>-</u>	<u>(42,167,557)</u>
Total capital assets, being depreciated, net	<u>130,269,098</u>	<u>(3,234,840)</u>	<u>-</u>	<u>127,034,258</u>
Governmental activities capital assets, net	<u>\$ 131,906,900</u>	<u>\$ (3,234,840)</u>	<u>\$ -</u>	<u>\$ 128,672,060</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Instructional	\$ 3,325,753
Pupil support	164,874
Other support	198,313
Administration	<u>46,548</u>
Total depreciation expense - governmental activities	<u>\$ 3,735,488</u>

D. Short-term Debt

The District issued \$2,175,000 of General Obligation Limited School Bonds, Series 2006 for purposes of financing life safety renovation work. The full amount of the principal was repaid on February 1, 2007. Interest accrued at a rate of 4.0% and was paid at maturity.

Short-term debt activity for the year ended June 30, 2007 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Bond payable	<u>\$ 2,175,000</u>	<u>\$ -</u>	<u>\$ 2,175,000</u>	<u>\$ -</u>

E. Long-term Debt

Schedules of debt outstanding at June 30, 2007 are as follows:

General Obligation School Building Bonds
Issued December 1, 1998

<u>Year Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Due</u>
2008	\$ -	\$ 471,025	\$ 471,025
2009	-	471,025	471,025
2010	-	471,025	471,025
2011	-	471,025	471,025
2012	-	471,025	471,025
2013	-	471,025	471,025
2014	-	471,025	471,025
2015	-	471,025	471,025
2016	2,495,000	414,887	2,909,887
2017	2,500,000	296,250	2,796,250
2018	2,500,000	175,625	2,675,625
2019	<u>2,500,000</u>	<u>58,750</u>	<u>2,558,750</u>
Total	<u>\$ 9,995,000</u>	<u>\$ 4,713,712</u>	<u>\$ 14,708,712</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	4.5% to 5.0%
Total issue	\$9,995,000
Paying agent	Harris Trust and Savings Bank Chicago, Illinois

General Obligation School Building Bonds
Issued February 1, 1999

<u>Year Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Due</u>
2008	\$ 4,905,000	\$ 3,871,275	\$ 8,776,275
2009	5,365,000	3,622,381	8,987,381
2010	5,780,000	3,349,425	9,129,425
2011	6,295,000	3,051,985	9,346,985
2012	6,770,000	2,761,170	9,531,170
2013	7,280,000	2,441,405	9,721,405
2014	7,820,000	2,090,195	9,910,195
2015	8,400,000	1,704,825	10,104,825
2016	6,525,000	1,343,363	7,868,363
2017	7,170,000	1,004,250	8,174,250
2018	7,880,000	628,000	8,508,000
2019	<u>8,620,000</u>	<u>215,500</u>	<u>8,835,500</u>
Total	<u>\$ 82,810,000</u>	<u>\$ 26,083,774</u>	<u>\$ 108,893,774</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	3.05% to 5.5%
Total issue	\$108,005,000
Paying agent	Harris Trust and Savings Bank Chicago, Illinois

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

General Obligation Limited School Bonds
Issued September 1, 2003

<u>Year Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Due</u>
2008	\$ 2,000,000	\$ 87,500	\$ 2,087,500
2009	<u>2,000,000</u>	<u>30,000</u>	<u>2,030,000</u>
Total	<u>\$ 4,000,000</u>	<u>\$ 117,500</u>	<u>\$ 4,117,500</u>

Denomination	\$5,000
Bonds due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	2.0% to 3.0%
Total issue	\$10,000,000
Paying agent	BNY Midwest Trust Company Chicago, Illinois

At June 30, 2007, \$4,780,260 is available in the Bond and Interest Fund to service the above listed bond issues.

The District is obligated under general obligation debt certificates as follows:

General Obligation Debt Certificates
Issued September 1, 2001

<u>Year Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Due</u>
2008	\$ 215,000	\$ 42,180	\$ 257,180
2009	225,000	33,871	258,871
2010	230,000	24,940	254,940
2011	240,000	15,420	255,420
2012	<u>250,000</u>	<u>5,250</u>	<u>255,250</u>
Total	<u>\$ 1,160,000</u>	<u>\$ 121,661</u>	<u>\$ 1,281,661</u>

Denomination	\$5,000
Certificates due each year	December 1st
Interest dates	December 1st and June 1st
Interest rates	3.0% to 4.2%
Total issue	\$4,625,000
Paying agent	First Bank of Missouri Mission, Kansas

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

The debt service of the aforementioned general obligation debt certificates will be paid from the Building Fund, which is a subfund of the General Fund. At June 30, 2007, no funds were specifically designated for the future retirement of this debt.

The District is obligated under a note payable agreement as follows:

	Principal Balance Due <u>June 30, 2007</u>
Note payable to a finance company, due in annual installments of \$57,600 including interest at 5%, with final payment due in August, 2008. The note is collateralized by specific equipment.	<u>\$ 107,211</u>

Total annual debt service requirements to maturity for all debt outstanding are as follows:

<u>Year Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Due</u>
2008	\$ 7,172,317	\$ 4,477,263	\$ 11,649,580
2009	7,644,894	4,159,982	11,804,876
2010	6,010,000	3,845,390	9,855,390
2011	6,535,000	3,538,430	10,073,430
2012	7,020,000	3,237,445	10,257,445
2013	7,280,000	2,912,430	10,192,430
2014	7,820,000	2,561,220	10,381,220
2015	8,400,000	2,175,850	10,575,850
2016	9,020,000	1,758,250	10,778,250
2017	9,670,000	1,300,500	10,970,500
2018	10,380,000	803,625	11,183,625
2019	<u>11,120,000</u>	<u>274,250</u>	<u>11,394,250</u>
Total	<u>\$ 98,072,211</u>	<u>\$ 31,044,635</u>	<u>\$ 129,116,846</u>

Long-term liability activity for the year ended June 30, 2007 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Bonds payable	\$ 103,340,000	\$ -	\$ 6,535,000	\$ 96,805,000	\$ 6,905,000
General obligation debt certificates	1,760,000	-	600,000	1,160,000	215,000
Note payable	<u>-</u>	<u>164,117</u>	<u>56,906</u>	<u>107,211</u>	<u>52,317</u>
Total	<u>\$ 105,100,000</u>	<u>\$ 164,117</u>	<u>\$ 7,191,906</u>	<u>\$ 98,072,211</u>	<u>\$ 7,172,317</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

H. Reconciliation of Unreserved Fund Balance to Unrestricted Net Assets

Unreserved fund balance at June 30, 2007, as reflected in the Statement of Assets, Liabilities and Fund Balances Arising from Cash Transactions - Governmental Funds:

General Fund	\$ 17,869,087
Special revenue funds	<u>5,421,681</u>
Total	23,290,768
Debt outstanding at June 30, 2007 that is unrelated to capital assets	<u>(4,000,000)</u>
Unrestricted net assets at June 30, 2007, as reflected in the Statement of Net Assets Arising from Cash Transactions - Governmental Activities	<u>\$ 19,290,768</u>

IV. OTHER INFORMATION

A. 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; injury to employees; and natural disasters. In order to protect against such losses, the District has purchased insurance from private insurance companies and has also joined an insurance cooperative. The cooperative currently operates as a common risk management and insurance program for local governmental entities in the State of Illinois. The District pays annual premiums to the cooperative for its general insurance coverage. The agreement for formation of the cooperative provides that it will be self-sustaining through member premiums and will reinsure through commercial companies for losses in excess of various limits established for each type of coverage. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage in the current year or any of the past three years.

B. Employee Retirement Systems and Plans

1. Teachers' Retirement System of the State of Illinois

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 primary responsibility for the funding of the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the system's administration.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

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, 2007 was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of employees by their employer, are submitted to TRS by the employer.

In addition, virtually all employers and members pay a contribution to the Teachers' Health Insurance Security (THIS) Fund, a separate fund in the State Treasury that is not a part of this retirement plan. The employer THIS Fund contribution was 0.6 percent during the year ended June 30, 2007, and the member THIS Fund health insurance contribution was 0.80 percent.

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

On-behalf contributions. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2007, State of Illinois contributions were based on 9.78 percent of creditable earnings, and the District recognized revenue and expenditures of \$4,950,901 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2006 and June 30, 2005, the State of Illinois contribution rates as percentages of creditable earnings were 7.06 percent (\$3,445,824) and 11.76 percent (\$5,523,876), respectively.

The state contributions to TRS for the years ended June 30, 2007 and June 30, 2006 were based on dollar amounts specified by the statute and were not actuarially determined. The state contributions for the year ended June 30, 2005 were based on an actuarial formula.

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

2.2 formula contributions. Employers contribute 0.58 percent of creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2007 were \$294,569. Contributions for the years ended June 30, 2006, and June 30, 2005, were \$283,030 and \$273,220, respectively.

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

For the year ended June 30, 2007, the employer pension contribution was 9.78 percent of salaries paid from federal and trust funds. For the year ended June 30, 2006, the employer pension contribution was 7.06 percent of salaries paid from federal and trust funds. For the year ended June 30, 2005, the employer pension contribution was 10.5 percent of salaries paid from those funds. For the year ended June 30, 2007, salaries totaling \$90,354 were paid from federal and trust funds that required employer contributions of \$8,837. For the years ended June 30, 2006 and June 30, 2005, required District contributions were \$81,571 and \$105,156, respectively.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

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

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

Under the ERO program that expired on June 30, 2005 and the Pipeline ERO, the maximum employer contribution is 100 percent of the member's highest salary used in the final average salary calculation.

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, 2007, the District paid \$0 to TRS for employer contributions under the Pipeline ERO and Modified ERO programs. For the years ended June 30, 2006 and June 30, 2005, the District paid \$616,996 and \$552,372 in employer ERO contributions.

Public Act 94-0004 added two new 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 up to 6 percent.

For the year ended June 30, 2007, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent. For the year ended June 30, 2006, the District paid \$0 in 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 a service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (17.60 percent of salary during the year ended June 30, 2007).

For the year ended June 30, 2007, the District paid \$0 to TRS for sick leave days granted in excess of the normal annual allotment. For the year ended June 30, 2006, the District paid \$0 in employer contributions granted for sick leave days.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

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, 2006. The report for the year ended June 30, 2007 is expected to be available in late 2007.

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.

2. Illinois Municipal Retirement Fund

The District's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. That report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.5 percent of their annual covered salary. The member rate is established by State statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2006 was 8.97 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2006 was 26 years.

For December 31, 2006, the District's annual pension cost of \$668,854 was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2004 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return (net of administrative expenses), (b) projected salary increases of 4% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority / merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2006 actuarial valuation were based on the 2002-2004 experience study.

TREND INFORMATION

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/06	\$ 668,854	100%	\$ 0
12/31/05	657,067	100%	0
12/31/04	540,774	100%	0

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

3. Social Security

Employees not qualifying for coverage under the Teachers' Retirement System or the Illinois Municipal Retirement System are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement System are covered under Social Security. The District paid \$475,839, the total required contribution for the current year.

C. Construction Commitments

As of June 30, 2007, the District had the following commitments with respect to unfinished capital projects:

<u>Capital Project</u>	<u>Remaining Construction Commitment</u>
Interior renovations	\$ 2,146,009
Corridor link project	849,615
Fire loop replacement	398,230
Teacher workspace renovations	258,283
Locker installation	223,650
East entrance canopy	<u>118,000</u>
Total	<u>\$ 3,993,787</u>

D. Jointly Governed Organization

The District, in conjunction with eleven other area school districts, has created the Southwest Cook County Cooperative Association for Special Education (SWCASE). The SWCASE's board of directors is composed of one member from each of the eleven participating school districts. The SWCASE charged the District \$2,702,531 for special education tuition and other related expenditures during the year ended June 30, 2007.

E. Tort Immunity Expenditures

Tort immunity expenditures for the year ended June 30, 2007 are summarized as follows:

Risk management	\$ 326,849
Claim settlements	199,972
Workers' compensation	120,694
Liability insurance	<u>30,894</u>
Total	<u>\$ 678,409</u>

F. Contingencies

The District was self-insured for dental insurance provided to its employees during the year ended June 30, 2007. The District has no unfunded obligation for known future claims at June 30, 2007.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

The District was partially self-insured up to \$300,000 for worker's compensation claims. The District faces possible exposure to loss relating to several pending workers' compensation claims. The range of potential loss is between \$280,000 and \$300,000.

The District is a party to several property tax appeals pending before the Property Tax Appeal Board. The District intends to defend its position vigorously. No estimate can be made of the amount, if any, that will have to be refunded or of the effects on future revenue.

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of District's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

G. Concentrations

Substantially all of the District's nonmanagement employees are covered under one of three collective bargaining agreement that expire between June, 2008 and June 2010.

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REQUIRED SUPPLEMENTARY INFORMATION

CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN FUND
BALANCES ARISING FROM CASH TRANSACTIONS - BUDGET AND ACTUAL
GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2007

	General Fund		Variance with Final Budget Positive (Negative)
	Original and Final Budget	Actual	
Revenues:			
Local sources:			
Property taxes	\$ 74,491,313	\$ 73,764,233	\$ (727,080)
Personal property replacement taxes	960,000	1,048,601	88,601
Investment income	1,409,000	1,931,130	522,130
Pupil activities	559,325	529,541	(29,784)
Food service	3,041,000	3,084,405	43,405
Textbooks	1,987,500	1,955,756	(31,744)
Other	1,151,565	1,080,947	(70,618)
Total local sources	<u>83,599,703</u>	<u>83,394,613</u>	<u>(205,090)</u>
State sources:			
General state aid	9,707,000	9,707,595	595
Grants-in-aid	<u>3,078,433</u>	<u>3,636,167</u>	<u>557,734</u>
Total state sources	<u>12,785,433</u>	<u>13,343,762</u>	<u>558,329</u>
Federal sources:			
Grants-in-aid	<u>1,944,607</u>	<u>1,751,181</u>	<u>(193,426)</u>
On behalf revenues	<u>6,000,000</u>	<u>4,950,901</u>	<u>(1,049,099)</u>
Total revenues	<u>104,329,743</u>	<u>103,440,457</u>	<u>(889,286)</u>
Expenditures:			
Current:			
Instruction	57,198,598	57,052,277	146,321
Support services	36,975,076	35,347,814	1,627,262
Community services	611,442	555,128	56,314
Nonprogrammed charges	2,820,282	2,793,624	26,658
On behalf expenditures	6,000,000	4,950,901	1,049,099
Provision for contingencies	50,000	-	50,000
Debt service:			
Principal	600,000	656,906	(56,906)
Interest	<u>57,458</u>	<u>57,752</u>	<u>(294)</u>
Total expenditures	<u>104,312,856</u>	<u>101,414,402</u>	<u>2,898,454</u>
Excess of revenues over expenditures	16,887	2,026,055	2,009,168
Other financing sources:			
Proceeds from note payable	<u>-</u>	<u>164,117</u>	<u>164,117</u>
Net change in fund balances	16,887	2,190,172	2,173,285
Fund balances at beginning of year	<u>17,452,834</u>	<u>17,452,834</u>	<u>-</u>
Fund balances at end of year	<u>\$ 17,469,721</u>	<u>\$ 19,643,006</u>	<u>\$ 2,173,285</u>

Special Revenue Funds					
Transportation			Working Cash		
Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original and Final Budget	Positive Actual	Variance with Final Budget (Negative)
\$ 3,678,267	\$ 3,640,231	\$ (38,036)	\$ 591,000	\$ 103,634	\$ (487,366)
-	-	-	-	-	-
69,000	85,664	16,664	357,000	386,979	29,979
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
16,452	16,452	-	-	-	-
3,763,719	3,742,347	(21,372)	948,000	490,613	(457,387)
-	-	-	-	-	-
3,172,955	4,036,189	863,234	-	-	-
3,172,955	4,036,189	863,234	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,936,674	7,778,536	841,862	948,000	490,613	(457,387)
-	-	-	-	-	-
6,238,848	6,525,018	(286,170)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,238,848	6,525,018	(286,170)	-	-	-
697,826	1,253,518	555,692	948,000	490,613	(457,387)
-	-	-	-	-	-
697,826	1,253,518	555,692	948,000	490,613	(457,387)
2,413,050	2,413,050	-	16,791,898	16,791,898	-
\$ 3,110,876	\$ 3,666,568	\$ 555,692	\$ 17,739,898	\$ 17,282,511	\$ (457,387)

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF FUNDING PROGRESS -
ILLINOIS MUNICIPAL RETIREMENT FUND
JUNE 30, 2007**

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
December 31, 2006	\$ 18,198,750	\$ 17,871,819	(326,931)	101.83 %	7,456,569	0.00 %
December 31, 2005	16,924,140	17,343,618	419,478	97.58	6,880,283	6.10
December 31, 2004	16,371,285	16,717,583	346,298	97.93	6,437,786	5.38
December 31, 2003	17,582,569	16,062,949	(1,519,620)	109.46	8,076,012	0.00
December 31, 2002	20,647,683	19,484,152	(1,163,531)	105.97	9,555,776	0.00
December 31, 2001	20,275,342	18,698,888	(1,576,454)	108.43	8,889,542	0.00
December 31, 2000	18,174,392	17,059,203	(1,115,189)	106.54	8,274,982	0.00
December 31, 1999	15,685,629	15,890,582	204,953	98.71	7,884,165	2.60
December 31, 1998	12,223,572	14,524,375	2,300,803	84.16	7,505,660	30.65
December 31, 1997	13,076,775	14,648,203	1,571,428	89.27	7,174,601	21.90

On a market value basis, the actuarial value of assets as of December 31, 2006 is \$20,492,716. On a market basis, the funded ratio would be 114.66%.

Digest of Changes. The actuarial assumptions used to determine the actuarial accrued liability for 2006 are based on the 2002-2004 Experience Study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- For Regular members, fewer normal and early retirements are expected to occur.

**COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND SCHEDULES**

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MAJOR GOVERNMENTAL FUNDS

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GENERAL FUND

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**CONSOLIDATED HIGH SCHOOL DISTRICT 230
GENERAL FUND
COMBINING SCHEDULE OF ASSETS, LIABILITIES AND
FUND BALANCES ARISING FROM CASH TRANSACTIONS
JUNE 30, 2007
WITH COMPARATIVE TOTALS FOR JUNE 30, 2006**

	<u>Educational</u>	<u>Operations and Maintenance</u>	<u>Totals</u>	
			<u>2007</u>	<u>2006</u>
ASSETS				
Equity in pooled cash and investments	\$ 15,318,846	\$ 4,738,745	\$ 20,057,591	\$ 17,754,953
Other receivables	<u>23</u>	<u>-</u>	<u>23</u>	<u>5,227</u>
Total assets	<u>\$ 15,318,869</u>	<u>\$ 4,738,745</u>	<u>\$ 20,057,614</u>	<u>\$ 17,760,180</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Payroll withholdings payable	<u>\$ 414,608</u>	<u>\$ -</u>	<u>\$ 414,608</u>	<u>\$ 307,346</u>
Fund balances:				
Reserved for tort immunity	403,101	-	403,101	534,067
Reserved for tax amnesty	994,018	-	994,018	971,453
Reserved for debt service	-	7,939	7,939	-
Reserved for fire prevention and safety	-	368,861	368,861	1,879,196
Unreserved	<u>13,507,142</u>	<u>4,361,945</u>	<u>17,869,087</u>	<u>14,068,118</u>
Total fund balances	<u>14,904,261</u>	<u>4,738,745</u>	<u>19,643,006</u>	<u>17,452,834</u>
Total liabilities and fund balances	<u>\$ 15,318,869</u>	<u>\$ 4,738,745</u>	<u>\$ 20,057,614</u>	<u>\$ 17,760,180</u>

See notes to financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
GENERAL FUND
COMBINING SCHEDULE OF REVENUES RECEIVED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCES ARISING FROM CASH TRANSACTIONS
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006

	<u>Educational</u>	<u>Operations and Maintenance</u>	<u>Totals</u>	
			<u>2007</u>	<u>2006</u>
Revenues:				
Local sources:				
Property taxes	\$ 61,674,365	\$ 12,089,868	\$ 73,764,233	\$ 71,683,242
Personal property replacement taxes	1,048,601	-	1,048,601	969,891
Investment income	1,809,704	121,426	1,931,130	1,088,250
Pupil activities	529,541	-	529,541	1,888,346
Food service	3,084,405	-	3,084,405	2,809,246
Textbooks	1,955,756	-	1,955,756	813,502
Other	<u>782,981</u>	<u>297,966</u>	<u>1,080,947</u>	<u>1,203,745</u>
Total local sources	<u>70,885,353</u>	<u>12,509,260</u>	<u>83,394,613</u>	<u>80,456,222</u>
State sources:				
General state aid	9,707,595	-	9,707,595	8,215,557
Grants-in-aid	<u>3,266,377</u>	<u>369,790</u>	<u>3,636,167</u>	<u>2,548,130</u>
Total state sources	<u>12,973,972</u>	<u>369,790</u>	<u>13,343,762</u>	<u>10,763,687</u>
Federal sources:				
Grants-in-aid	<u>1,751,181</u>	<u>-</u>	<u>1,751,181</u>	<u>2,269,414</u>
On behalf revenues	<u>4,950,901</u>	<u>-</u>	<u>4,950,901</u>	<u>3,445,824</u>
Total revenues	<u>90,561,407</u>	<u>12,879,050</u>	<u>103,440,457</u>	<u>96,935,147</u>
Expenditures:				
Current:				
Instruction	<u>57,052,277</u>	<u>-</u>	<u>57,052,277</u>	<u>54,120,454</u>
Support services:				
Pupils	6,894,743	-	6,894,743	6,903,289
Instructional staff	2,919,516	-	2,919,516	2,568,408
General administration	1,473,404	-	1,473,404	1,293,690
School administration	4,332,264	-	4,332,264	4,459,006
Business	3,936,252	12,945,913	16,882,165	15,354,103
Central	2,194,097	-	2,194,097	1,852,799
Other	<u>-</u>	<u>651,625</u>	<u>651,625</u>	<u>378,064</u>
Total support services	<u>21,750,276</u>	<u>13,597,538</u>	<u>35,347,814</u>	<u>32,809,359</u>

See notes to financial statements.

	<u>Educational</u>	<u>Operations and Maintenance</u>	<u>Totals</u>	
			<u>2007</u>	<u>2006</u>
Community services	<u>555,128</u>	<u>-</u>	<u>555,128</u>	<u>1,022,224</u>
Nonprogrammed charges	<u>2,793,624</u>	<u>-</u>	<u>2,793,624</u>	<u>2,280,718</u>
On behalf expenditures	<u>4,950,901</u>	<u>-</u>	<u>4,950,901</u>	<u>3,445,824</u>
Debt service:				
Principal	-	656,906	656,906	583,800
Interest	-	57,752	57,752	77,237
Bond issuance costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,850</u>
Total debt service	<u>-</u>	<u>714,658</u>	<u>714,658</u>	<u>666,887</u>
Total expenditures	<u>87,102,206</u>	<u>14,312,196</u>	<u>101,414,402</u>	<u>94,345,466</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,459,201</u>	<u>(1,433,146)</u>	<u>2,026,055</u>	<u>2,589,681</u>
Other financing sources:				
Proceeds from bonds	-	-	-	2,175,000
Premium on bonds	-	-	-	10,266
Proceeds from note payable	-	164,117	164,117	-
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,500,000</u>
Total other financing sources	<u>-</u>	<u>164,117</u>	<u>164,117</u>	<u>8,685,266</u>
Net change in fund balances	3,459,201	(1,269,029)	2,190,172	11,274,947
Fund balances at beginning of year	<u>11,445,060</u>	<u>6,007,774</u>	<u>17,452,834</u>	<u>6,177,887</u>
Fund balances at end of year	<u>\$ 14,904,261</u>	<u>\$ 4,738,745</u>	<u>\$ 19,643,006</u>	<u>\$ 17,452,834</u>

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EDUCATIONAL FUND

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
EDUCATIONAL FUND
COMBINING SCHEDULE OF ASSETS, LIABILITIES AND FUND
BALANCES ARISING FROM CASH TRANSACTIONS
JUNE 30, 2007
WITH COMPARATIVE TOTALS FOR JUNE 30, 2006**

	<u>Educational</u>	<u>Tort Immunity</u>	<u>Substance Abuse</u>	<u>Special Tax</u>
ASSETS				
Equity in pooled cash and investments	\$ 13,828,910	\$ 403,101	\$ 92,817	\$ 994,018
Other receivables	<u>23</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 13,828,933</u>	<u>\$ 403,101</u>	<u>\$ 92,817</u>	<u>\$ 994,018</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Payroll withholdings payable	<u>\$ 414,608</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:				
Reserved for tort immunity	-	403,101	-	-
Reserved for tax amnesty	-	-	-	994,018
Unreserved	<u>13,414,325</u>	<u>-</u>	<u>92,817</u>	<u>-</u>
Total fund balances	<u>13,414,325</u>	<u>403,101</u>	<u>92,817</u>	<u>994,018</u>
Total liabilities and fund balances	<u>\$ 13,828,933</u>	<u>\$ 403,101</u>	<u>\$ 92,817</u>	<u>\$ 994,018</u>

See notes to financial statements.

Totals	
2007	2006
\$ 15,318,846	\$ 11,747,179
<u>23</u>	<u>5,227</u>
<u>\$ 15,318,869</u>	<u>\$ 11,752,406</u>

<u>\$ 414,608</u>	<u>\$ 307,346</u>
-------------------	-------------------

403,101	534,067
994,018	971,453
<u>13,507,142</u>	<u>9,939,540</u>
<u>14,904,261</u>	<u>11,445,060</u>
<u>\$ 15,318,869</u>	<u>\$ 11,752,406</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230
EDUCATIONAL FUND
COMBINING SCHEDULE OF REVENUES RECEIVED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCES ARISING FROM CASH TRANSACTIONS
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006

	<u>Educational</u>	<u>Tort Immunity</u>	<u>Substance Abuse</u>	<u>Special Tax</u>	<u>Totals</u>	
					<u>2007</u>	<u>2006</u>
Revenues:						
Local sources:						
Property taxes	\$ 61,139,811	\$ 534,554	\$ -	\$ -	\$ 61,674,365	\$ 59,964,841
Personal property replacement taxes	1,048,601	-	-	-	1,048,601	969,891
Investment income	1,772,258	12,889	1,992	22,565	1,809,704	1,032,202
Pupil activities	529,541	-	-	-	529,541	1,888,346
Food service	3,084,405	-	-	-	3,084,405	2,809,246
Textbooks	1,955,756	-	-	-	1,955,756	813,502
Other	782,981	-	-	-	782,981	858,603
Total local sources	<u>70,313,353</u>	<u>547,443</u>	<u>1,992</u>	<u>22,565</u>	<u>70,885,353</u>	<u>68,336,631</u>
State sources:						
General state aid	9,707,595	-	-	-	9,707,595	8,215,557
Grants-in-aid	3,266,377	-	-	-	3,266,377	2,269,833
Total state sources	<u>12,973,972</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,973,972</u>	<u>10,485,390</u>
Federal sources:						
Grants-in-aid	1,734,858	-	16,323	-	1,751,181	2,269,414
On behalf revenues	4,950,901	-	-	-	4,950,901	3,445,824
Total revenues	<u>89,973,084</u>	<u>547,443</u>	<u>18,315</u>	<u>22,565</u>	<u>90,561,407</u>	<u>84,537,259</u>
Expenditures:						
Current:						
Instruction	57,038,343	-	13,934	-	57,052,277	54,120,454
Support services:						
Pupils	6,894,743	-	-	-	6,894,743	6,903,289
Instructional staff	2,919,516	-	-	-	2,919,516	2,568,408
General administration	1,110,896	362,508	-	-	1,473,404	1,293,690
School administration	4,332,264	-	-	-	4,332,264	4,459,006
Business	3,625,236	311,016	-	-	3,936,252	3,732,689
Central	2,189,212	4,885	-	-	2,194,097	1,852,799
Total support services	<u>21,071,867</u>	<u>678,409</u>	<u>-</u>	<u>-</u>	<u>21,750,276</u>	<u>20,809,881</u>

See notes to financial statements.

	<u>Educational</u>	<u>Tort Immunity</u>	<u>Substance Abuse</u>	<u>Special Tax</u>	<u>Totals</u>	
					<u>2007</u>	<u>2006</u>
Community services	<u>554,685</u>	<u>-</u>	<u>443</u>	<u>-</u>	<u>555,128</u>	<u>1,022,224</u>
Nonprogrammed charges	<u>2,793,624</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,793,624</u>	<u>2,280,718</u>
On behalf expenditures	<u>4,950,901</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,950,901</u>	<u>3,445,824</u>
Debt service:						
Principal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,800</u>
Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>109</u>
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,909</u>
Total expenditures	<u>86,409,420</u>	<u>678,409</u>	<u>14,377</u>	<u>-</u>	<u>87,102,206</u>	<u>81,683,010</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,563,664</u>	<u>(130,966)</u>	<u>3,938</u>	<u>22,565</u>	<u>3,459,201</u>	<u>2,854,249</u>
Other financing sources:						
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,500,000</u>
Net change in fund balances	<u>3,563,664</u>	<u>(130,966)</u>	<u>3,938</u>	<u>22,565</u>	<u>3,459,201</u>	<u>6,354,249</u>
Fund balances at beginning of year	<u>9,850,661</u>	<u>534,067</u>	<u>88,879</u>	<u>971,453</u>	<u>11,445,060</u>	<u>5,090,811</u>
Fund balances at end of year	<u>\$ 13,414,325</u>	<u>\$ 403,101</u>	<u>\$ 92,817</u>	<u>\$ 994,018</u>	<u>\$ 14,904,261</u>	<u>\$ 11,445,060</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230
EDUCATIONAL FUND
STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN
FUND BALANCES ARISING FROM CASH TRANSACTIONS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	<u>2007</u>			<u>2006</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local sources:				
Property taxes	\$ 62,382,313	\$ 61,674,365	\$ (707,948)	\$ 59,964,841
Personal property replacement taxes	960,000	1,048,601	88,601	969,891
Investment income	1,324,000	1,809,704	485,704	1,032,202
Pupil activities	559,325	529,541	(29,784)	1,888,346
Food service	3,041,000	3,084,405	43,405	2,809,246
Textbooks	1,987,500	1,955,756	(31,744)	813,502
Other	<u>774,565</u>	<u>782,981</u>	<u>8,416</u>	<u>858,603</u>
Total local sources	<u>71,028,703</u>	<u>70,885,353</u>	<u>(143,350)</u>	<u>68,336,631</u>
State sources:				
General state aid	9,707,000	9,707,595	595	8,215,557
Grants-in-aid	<u>2,748,433</u>	<u>3,266,377</u>	<u>517,944</u>	<u>2,269,833</u>
Total state sources	<u>12,455,433</u>	<u>12,973,972</u>	<u>518,539</u>	<u>10,485,390</u>
Federal sources:				
Grants-in-aid	<u>1,944,607</u>	<u>1,751,181</u>	<u>(193,426)</u>	<u>2,269,414</u>
On behalf revenues	<u>6,000,000</u>	<u>4,950,901</u>	<u>(1,049,099)</u>	<u>3,445,824</u>
Total revenues	<u>91,428,743</u>	<u>90,561,407</u>	<u>(867,336)</u>	<u>84,537,259</u>
Expenditures:				
Current:				
Instruction	<u>57,198,598</u>	<u>57,052,277</u>	<u>146,321</u>	<u>54,120,454</u>
Support services:				
Pupils	7,308,663	6,894,743	413,920	6,903,289
Instructional staff	3,094,341	2,919,516	174,825	2,568,408
General administration	1,631,088	1,473,404	157,684	1,293,690
School administration	4,573,225	4,332,264	240,961	4,459,006
Business	4,078,695	3,936,252	142,443	3,732,689
Central	<u>2,220,075</u>	<u>2,194,097</u>	<u>25,978</u>	<u>1,852,799</u>
Total support services	<u>22,906,087</u>	<u>21,750,276</u>	<u>1,155,811</u>	<u>20,809,881</u>

See notes to financial statements.

	2007			2006
	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
Community services	611,442	555,128	56,314	1,022,224
Nonprogrammed charges	2,820,282	2,793,624	26,658	2,280,718
On behalf expenditures	6,000,000	4,950,901	1,049,099	3,445,824
Debt service:				
Principal	-	-	-	3,800
Interest	-	-	-	109
Total debt service	-	-	-	3,909
Total expenditures	89,536,409	87,102,206	2,434,203	81,683,010
Excess of revenues over expenditures	1,892,334	3,459,201	1,566,867	2,854,249
Other financing sources:				
Transfers in	-	-	-	3,500,000
Net change in fund balances	1,892,334	3,459,201	1,566,867	6,354,249
Fund balances at beginning of year	11,445,060	11,445,060	-	5,090,811
Fund balances at end of year	\$ 13,337,394	\$ 14,904,261	\$ 1,566,867	\$ 11,445,060

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OPERATIONS AND MAINTENANCE FUND

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**CONSOLIDATED HIGH SCHOOL DISTRICT 230
OPERATIONS AND MAINTENANCE FUND
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2007
WITH COMPARATIVE TOTALS FOR JUNE 30, 2006**

	<u>Building</u>	<u>Fire Prevention and Safety</u>	<u>Totals</u>	
			<u>2007</u>	<u>2006</u>
ASSETS				
Equity in pooled cash and investments	\$ 4,369,884	\$ 368,861	\$ 4,738,745	\$ 6,007,774
FUND BALANCES				
Reserved for debt service	\$ 7,939	\$ -	\$ 7,939	\$ -
Reserved for fire prevention and safety	-	368,861	368,861	1,879,196
Unreserved	<u>4,361,945</u>	<u>-</u>	<u>4,361,945</u>	<u>4,128,578</u>
Total fund balances	<u>\$ 4,369,884</u>	<u>\$ 368,861</u>	<u>\$ 4,738,745</u>	<u>\$ 6,007,774</u>

See notes to financial statements.

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
OPERATIONS AND MAINTENANCE FUND
COMBINING SCHEDULE OF REVENUES RECEIVED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCES ARISING FROM CASH TRANSACTIONS
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2006**

	<u>Building</u>	<u>Fire Prevention and Safety</u>	<u>Totals</u>	
			<u>2007</u>	<u>2006</u>
Revenues:				
Local sources:				
Property taxes	\$ 12,089,868	\$ -	\$ 12,089,868	\$ 11,718,401
Investment income	108,369	13,057	121,426	56,048
Other	<u>297,966</u>	<u>-</u>	<u>297,966</u>	<u>345,142</u>
Total local sources	12,496,203	13,057	12,509,260	12,119,591
State sources:				
Grants-in-aid	<u>369,790</u>	<u>-</u>	<u>369,790</u>	<u>278,297</u>
Total revenues	<u>12,865,993</u>	<u>13,057</u>	<u>12,879,050</u>	<u>12,397,888</u>
Expenditures:				
Current:				
Support services:				
Business	11,422,521	1,523,392	12,945,913	11,621,414
Other	<u>651,625</u>	<u>-</u>	<u>651,625</u>	<u>378,064</u>
Total support services	<u>12,074,146</u>	<u>1,523,392</u>	<u>13,597,538</u>	<u>11,999,478</u>
Debt service:				
Principal	656,906	-	656,906	580,000
Interest	57,752	-	57,752	77,128
Bond issuance costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,850</u>
Total debt service	<u>714,658</u>	<u>-</u>	<u>714,658</u>	<u>662,978</u>
Total expenditures	<u>12,788,804</u>	<u>1,523,392</u>	<u>14,312,196</u>	<u>12,662,456</u>
Excess (deficiency) of revenues over (under) expenditures	<u>77,189</u>	<u>(1,510,335)</u>	<u>(1,433,146)</u>	<u>(264,568)</u>

See notes to financial statements.

	<u>Building</u>	<u>Fire Prevention and Safety</u>	<u>Totals</u>	
			<u>2007</u>	<u>2006</u>
Other financing sources:				
Proceeds from bonds	-	-	-	2,175,000
Premium on bonds	-	-	-	10,266
Proceeds from note payable	164,117	-	164,117	-
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,000,000</u>
Total other financing sources	<u>164,117</u>	<u>-</u>	<u>164,117</u>	<u>5,185,266</u>
Net change in fund balances	241,306	(1,510,335)	(1,269,029)	4,920,698
Fund balances at beginning of year	<u>4,128,578</u>	<u>1,879,196</u>	<u>6,007,774</u>	<u>1,087,076</u>
Fund balances at end of year	<u>\$ 4,369,884</u>	<u>\$ 368,861</u>	<u>\$ 4,738,745</u>	<u>\$ 6,007,774</u>

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
OPERATIONS AND MAINTENANCE FUND
STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN
FUND BALANCES ARISING FROM CASH TRANSACTIONS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006**

	<u>2007</u>		<u>2006</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
			<u>Actual</u>
Revenues:			
Local sources:			
Property taxes	\$ 12,109,000	\$ 12,089,868	\$ (19,132)
Investment income	85,000	121,426	36,426
Other	<u>377,000</u>	<u>297,966</u>	<u>(79,034)</u>
Total local sources	12,571,000	12,509,260	(61,740)
State sources:			
Grants-in-aid	<u>330,000</u>	<u>369,790</u>	<u>39,790</u>
Total revenues	<u>12,901,000</u>	<u>12,879,050</u>	<u>(21,950)</u>
Expenditures:			
Current:			
Support services:			
Business	13,602,078	12,945,913	656,165
Other	<u>466,911</u>	<u>651,625</u>	<u>(184,714)</u>
Total support services	<u>14,068,989</u>	<u>13,597,538</u>	<u>471,451</u>
Provision for contingencies	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Debt service:			
Principal	600,000	656,906	(56,906)
Interest	<u>57,458</u>	<u>57,752</u>	<u>(294)</u>
Bond issuance costs	<u>-</u>	<u>-</u>	<u>-</u>
Total debt service	<u>657,458</u>	<u>714,658</u>	<u>(57,200)</u>
Total expenditures	<u>14,776,447</u>	<u>14,312,196</u>	<u>464,251</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,875,447)</u>	<u>(1,433,146)</u>	<u>442,301</u>

See notes to financial statements.

	2007			2006
	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
Other financing sources:				
Proceeds from bonds	-	-	-	2,175,000
Premium on bonds	-	-	-	10,266
Proceeds from note payable	-	164,117	164,117	-
Transfers in	-	-	-	3,000,000
Total other financing sources	-	164,117	164,117	5,185,266
Net change in fund balances	(1,875,447)	(1,269,029)	606,418	4,920,698
Fund balances at beginning of year	6,007,774	6,007,774	-	1,087,076
Fund balances at end of year	\$ 4,132,327	\$ 4,738,745	\$ 606,418	\$ 6,007,774

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SPECIAL REVENUE FUNDS

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TRANSPORTATION FUND

CONSOLIDATED HIGH SCHOOL DISTRICT 230
TRANSPORTATION FUND
STATEMENT OF ASSETS AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2007
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2006

	<u>2007</u>	<u>2006</u>
ASSETS		
n pooled cash and investments	<u>\$ 3,666,568</u>	<u>\$ 2,413,050</u>
 FUND BALANCES		
ved	<u>\$ 3,666,568</u>	<u>\$ 2,413,050</u>

es to financial statements.

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
TRANSPORTATION FUND
STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN
FUND BALANCES ARISING FROM CASH TRANSACTIONS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006**

	<u>2007</u>		<u>2006</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
			<u>Actual</u>
Revenues:			
Local sources:			
Property taxes	\$ 3,678,267	\$ 3,640,231	\$ (38,036)
Investment income	69,000	85,664	16,664
Other	<u>16,452</u>	<u>16,452</u>	<u>-</u>
Total local sources	3,763,719	3,742,347	(21,372)
State sources:			
Grants-in-aid	<u>3,172,955</u>	<u>4,036,189</u>	<u>863,234</u>
Total revenues	6,936,674	7,778,536	841,862
Expenditures:			
Current:			
Support services:			
Business	<u>6,238,848</u>	<u>6,525,018</u>	<u>(286,170)</u>
Excess of revenues over expenditures	697,826	1,253,518	555,692
Other financing uses:			
Transfers out	<u>-</u>	<u>-</u>	<u>(3,500,000)</u>
Net change in fund balances	697,826	1,253,518	555,692
Fund balances at beginning of year	<u>2,413,050</u>	<u>2,413,050</u>	<u>-</u>
Fund balances at end of year	<u>\$ 3,110,876</u>	<u>\$ 3,666,568</u>	<u>\$ 555,692</u>

See notes to financial statements.

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WORKING CASH FUND

CONSOLIDATED HIGH SCHOOL DISTRICT 230
WORKING CASH FUND
STATEMENT OF ASSETS AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2007
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2006

	<u>2007</u>	<u>2006</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 17,282,511</u>	<u>\$ 16,791,898</u>
FUND BALANCES		
Reserved for working cash	<u>\$ 17,282,511</u>	<u>\$ 16,791,898</u>

See notes to financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
WORKING CASH FUND
STATEMENT OF REVENUES RECEIVED AND CHANGES IN FUND BALANCES
ARISING FROM CASH TRANSACTIONS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	<u>2007</u>			<u>2006</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local sources:				
Property taxes	\$ 591,000	\$ 103,634	\$ (487,366)	\$ 572,729
Investment income	<u>357,000</u>	<u>386,979</u>	<u>29,979</u>	<u>278,171</u>
Total revenues	948,000	490,613	(457,387)	850,900
Other financing uses:				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,000,000)</u>
Net change in fund balances	948,000	490,613	(457,387)	(2,149,100)
Fund balances at beginning of year	<u>16,791,898</u>	<u>16,791,898</u>	<u>-</u>	<u>18,940,998</u>
Fund balances at end of year	<u>\$ 17,739,898</u>	<u>\$ 17,282,511</u>	<u>\$ (457,387)</u>	<u>\$ 16,791,898</u>

See notes to financial statements.

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DEBT SERVICE FUND

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BOND AND INTEREST FUND

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
BOND AND INTEREST FUND
STATEMENT OF ASSETS AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2007
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2006**

	<u>2007</u>	<u>2006</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 4,780,260</u>	<u>\$ 6,281,500</u>
 FUND BALANCES		
Reserved for debt service	<u>\$ 4,780,260</u>	<u>\$ 6,281,500</u>

See notes to financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
BOND AND INTEREST FUND
STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN
FUND BALANCES ARISING FROM CASH TRANSACTIONS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	<u>2007</u>			<u>2006</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local sources:				
Property taxes	\$ 11,961,393	\$ 11,841,175	\$ (120,218)	\$ 12,093,552
Investment income	<u>133,000</u>	<u>164,198</u>	<u>31,198</u>	<u>103,626</u>
Total revenues	<u>12,094,393</u>	<u>12,005,373</u>	<u>(89,020)</u>	<u>12,197,178</u>
Expenditures:				
Debt service:				
Principal	8,710,000	8,710,000	-	6,190,000
Interest	<u>4,797,722</u>	<u>4,796,613</u>	<u>1,109</u>	<u>4,933,314</u>
Total expenditures	<u>13,507,722</u>	<u>13,506,613</u>	<u>1,109</u>	<u>11,123,314</u>
Excess (deficiency) of revenues over (under) expenditures	(1,413,329)	(1,501,240)	(87,911)	1,073,864
Fund balances at beginning of year	<u>6,281,500</u>	<u>6,281,500</u>	<u>-</u>	<u>5,207,636</u>
Fund balances at end of year	<u>\$ 4,868,171</u>	<u>\$ 4,780,260</u>	<u>\$ (87,911)</u>	<u>\$ 6,281,500</u>

See notes to financial statements.

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NONMAJOR GOVERNMENTAL FUNDS

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
COMBINING STATEMENT OF ASSETS AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS -
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2007**

	<u>Special Revenue FICA, Medicare/ IMRF</u>	<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS			
Equity in pooled cash and investments	\$ 1,755,113	\$ 2,608,261	\$ 4,363,374
FUND BALANCES			
Reserved for capital projects	\$ -	\$ 2,608,261	\$ 2,608,261
Unreserved	<u>1,755,113</u>	<u>-</u>	<u>1,755,113</u>
Total fund balances	<u>\$ 1,755,113</u>	<u>\$ 2,608,261</u>	<u>\$ 4,363,374</u>

See notes to financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
COMBINING STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCES ARISING FROM CASH TRANSACTIONS -
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2007

	<u>Special Revenue FICA, Medicare/ IMRF</u>	<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:			
Local sources:			
Property taxes	\$ 1,627,995	\$ -	\$ 1,627,995
Payments in lieu of taxes	-	860,071	860,071
Investment income	44,110	35,844	79,954
Personal property replacement taxes	138,000	-	138,000
Other	<u>-</u>	<u>1,000,000</u>	<u>1,000,000</u>
Total revenues	<u>1,810,105</u>	<u>1,895,915</u>	<u>3,706,020</u>
Expenditures:			
Current:			
Instruction	<u>749,941</u>	<u>-</u>	<u>749,941</u>
Support services:			
Pupils	265,300	-	265,300
Instructional staff	115,060	-	115,060
General administration	25,737	-	25,737
School administration	197,285	-	197,285
Business	297,106	-	297,106
Central	<u>126,366</u>	<u>-</u>	<u>126,366</u>
Total support services	<u>1,026,854</u>	<u>-</u>	<u>1,026,854</u>
Community services	<u>34,735</u>	<u>-</u>	<u>34,735</u>
Capital outlay	<u>-</u>	<u>481,941</u>	<u>481,941</u>
Total expenditures	<u>1,811,530</u>	<u>481,941</u>	<u>2,293,471</u>
Excess (deficiency) of revenues over (under) expenditures	(1,425)	1,413,974	1,412,549
Fund balances at beginning of year	<u>1,756,538</u>	<u>1,194,287</u>	<u>2,950,825</u>
Fund balances at end of year	<u>\$ 1,755,113</u>	<u>\$ 2,608,261</u>	<u>\$ 4,363,374</u>

See notes to financial statements.

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SPECIAL REVENUE FUND

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FICA, MEDICARE/IMRF FUND

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
FICA, MEDICARE/IMRF FUND
STATEMENT OF ASSETS AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2007
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2006**

	<u>2007</u>	<u>2006</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 1,755,113</u>	<u>\$ 1,756,538</u>
 FUND BALANCES		
Unreserved	<u>\$ 1,755,113</u>	<u>\$ 1,756,538</u>

See notes to financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
FICA, MEDICARE/IMRF FUND
STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN
FUND BALANCES ARISING FROM CASH TRANSACTIONS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	<u>2007</u>			<u>2006</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local sources:				
Property taxes	\$ 1,646,000	\$ 1,627,995	\$ (18,005)	\$ 1,610,670
Investment income	37,000	44,110	7,110	29,028
Personal property replacement taxes	<u>138,000</u>	<u>138,000</u>	<u>-</u>	<u>97,681</u>
Total revenues	<u>1,821,000</u>	<u>1,810,105</u>	<u>(10,895)</u>	<u>1,737,379</u>
Expenditures:				
Current:				
Instruction	<u>750,726</u>	<u>749,941</u>	<u>785</u>	<u>704,313</u>
Support services:				
Pupils	270,030	265,300	4,730	259,637
Instructional staff	106,266	115,060	(8,794)	102,259
General administration	24,155	25,737	(1,582)	23,220
School administration	211,385	197,285	14,100	203,738
Business	300,067	297,106	2,961	291,417
Central	<u>122,267</u>	<u>126,366</u>	<u>(4,099)</u>	<u>118,445</u>
Total support services	<u>1,034,170</u>	<u>1,026,854</u>	<u>7,316</u>	<u>998,716</u>
Community services	<u>34,951</u>	<u>34,735</u>	<u>216</u>	<u>33,664</u>
Total expenditures	<u>1,819,847</u>	<u>1,811,530</u>	<u>8,317</u>	<u>1,736,693</u>
Excess (deficiency) of revenues over (under) expenditures	1,153	(1,425)	(2,578)	686
Fund balances at beginning of year	<u>1,756,538</u>	<u>1,756,538</u>	<u>-</u>	<u>1,755,852</u>
Fund balances at end of year	<u>\$ 1,757,691</u>	<u>\$ 1,755,113</u>	<u>\$ (2,578)</u>	<u>\$ 1,756,538</u>

See notes to financial statements.

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CAPITAL PROJECTS FUND

CONSOLIDATED HIGH SCHOOL DISTRICT 230
CAPITAL PROJECTS FUND
STATEMENT OF ASSETS AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2007
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2006

	<u>2007</u>	<u>2006</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 2,608,261</u>	<u>\$ 1,194,287</u>
FUND BALANCES		
Reserved for capital projects	<u>\$ 2,608,261</u>	<u>\$ 1,194,287</u>

See notes to financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN
FUND BALANCES ARISING FROM CASH TRANSACTIONS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	<u>2007</u>		<u>2006</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
			<u>Actual</u>
Revenues:			
Local sources:			
Payments in lieu of taxes	\$ 500,000	\$ 860,071	\$ 360,071
Investment income	40,000	35,844	(4,156)
Other	-	1,000,000	1,000,000
Total revenues	540,000	1,895,915	1,355,915
Expenditures:			
Capital outlay	<u>1,200,000</u>	<u>481,941</u>	<u>718,059</u>
Excess (deficiency) of revenues over (under) expenditures	(660,000)	1,413,974	2,073,974
Fund balances at beginning of year	<u>1,194,287</u>	<u>1,194,287</u>	<u>-</u>
Fund balances at end of year	<u>\$ 534,287</u>	<u>\$ 2,608,261</u>	<u>\$ 2,073,974</u>
			<u>\$ 1,194,287</u>

See notes to financial statements.

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SUPPLEMENTARY INFORMATION

CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF EXPENDITURES PAID ARISING FROM CASH TRANSACTIONS -
ACTUAL AND BUDGET
YEAR ENDED JUNE 30, 2007

	<u>Salaries</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>	<u>Supplies and Materials</u>
Educational Fund:				
Instruction:				
Regular programs	\$ 30,772,634	\$ 5,401,358	\$ 234,559	\$ 1,458,618
Special education programs	5,672,813	927,050	235,798	74,185
Vocational programs	3,253,208	392,157	41,692	282,458
Interscholastic programs	3,314,125	56,423	365,920	87,013
Summer school programs	248,352	1,357	-	6,277
Truants' alternative and optional programs	<u>308,369</u>	<u>1,566</u>	<u>174</u>	<u>33,341</u>
Total instruction	<u>43,569,501</u>	<u>6,779,911</u>	<u>878,143</u>	<u>1,941,892</u>
Support services:				
Pupils:				
Attendance and social work services	2,296,294	379,241	7,570	20,681
Guidance services	2,830,743	302,478	7,098	35,901
Health services	280,371	76,093	-	7,026
Psychological services	193,712	26,819	544	5,456
Speech pathology and audiology services	333,972	29,881	53	1,459
Other support services	<u>-</u>	<u>-</u>	<u>27,766</u>	<u>29,653</u>
Total pupils	<u>5,935,092</u>	<u>814,512</u>	<u>43,031</u>	<u>100,176</u>
Instructional staff:				
Improvement of instruction services	1,050,452	365,696	133,358	44,961
Educational media services	905,849	169,822	8,293	188,182
Assessment and testing	<u>-</u>	<u>-</u>	<u>750</u>	<u>21,575</u>
Total instructional staff	<u>1,956,301</u>	<u>535,518</u>	<u>142,401</u>	<u>254,718</u>
General administration:				
Board of Education services	9,630	-	383,415	2,410
Executive administration services	440,164	54,937	9,650	1,655
Special area administrative services	<u>182,295</u>	<u>1,187</u>	<u>3,154</u>	<u>5,558</u>
Total general administration	<u>632,089</u>	<u>56,124</u>	<u>396,219</u>	<u>9,623</u>

<u>Capital Outlay</u>	<u>Other Objects</u>	<u>Transfers</u>	<u>Tuition</u>	<u>Totals</u>		<u>Variance - Positive (Negative)</u>
				<u>Actual</u>	<u>Budget</u>	
\$ 209,803	\$ 4,126	\$ -	\$ -	\$ 38,081,098	\$ 38,689,337	\$ 608,239
44,132	-	-	3,409,970	10,363,948	9,527,316	(836,632)
116,173	-	-	43,500	4,129,188	4,344,788	215,600
816	40,376	-	-	3,864,673	3,998,822	134,149
-	-	-	-	255,986	212,499	(43,487)
-	-	-	-	343,450	411,293	67,843
<u>370.924</u>	<u>44,502</u>	<u>-</u>	<u>3,453.470</u>	<u>57,038,343</u>	<u>57,184,055</u>	<u>145,712</u>
1,562	-	-	-	2,705,348	2,752,892	47,544
-	370	-	-	3,176,590	3,377,017	200,427
-	-	-	-	363,490	364,639	1,149
-	-	-	-	226,531	383,003	156,472
-	-	-	-	365,365	365,354	(11)
-	-	-	-	57,419	66,058	8,639
<u>1,562</u>	<u>370</u>	<u>-</u>	<u>-</u>	<u>6,894,743</u>	<u>7,308,963</u>	<u>414,220</u>
-	1,187	-	-	1,595,654	1,772,763	177,109
29,391	-	-	-	1,301,537	1,292,425	(9,112)
-	-	-	-	22,325	22,575	250
<u>29,391</u>	<u>1,187</u>	<u>-</u>	<u>-</u>	<u>2,919,516</u>	<u>3,087,763</u>	<u>168,247</u>
-	12,337	-	-	407,792	431,227	23,435
-	3,799	-	-	510,205	499,844	(10,361)
<u>705</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>192,899</u>	<u>199,017</u>	<u>6,118</u>
<u>705</u>	<u>16,136</u>	<u>-</u>	<u>-</u>	<u>1,110,896</u>	<u>1,130,088</u>	<u>19,192</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF EXPENDITURES PAID ARISING FROM CASH TRANSACTIONS -
ACTUAL AND BUDGET
YEAR ENDED JUNE 30, 2007

	<u>Salaries</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>	<u>Supplies and Materials</u>
School administration:				
Office of the principal services	1,586,441	326,270	215,880	94,975
Other support services	<u>1,723,587</u>	<u>354,294</u>	<u>5,004</u>	<u>-</u>
Total school administration	<u>3,310,028</u>	<u>680,564</u>	<u>220,884</u>	<u>94,975</u>
Business:				
Direction of business support services	135,890	8,609	2,019	-
Fiscal services	390,712	50,846	46,473	6,355
Food service	831,801	123,907	26,015	1,497,817
Internal services	<u>58,739</u>	<u>11,777</u>	<u>299,943</u>	<u>113,657</u>
Total business	<u>1,417,142</u>	<u>195,139</u>	<u>374,450</u>	<u>1,617,829</u>
Central:				
Planning, research, development and evaluation services	-	182	-	19,874
Information services	79,827	26,213	18,628	1,102
Staff services	409,416	32,413	20,505	20,494
Data processing services	<u>529,064</u>	<u>65,216</u>	<u>8,789</u>	<u>48,829</u>
Total central	<u>1,018,307</u>	<u>124,024</u>	<u>47,922</u>	<u>90,299</u>
Total support services	<u>14,268,959</u>	<u>2,405,881</u>	<u>1,224,907</u>	<u>2,167,620</u>
Community services	<u>463,695</u>	<u>1,787</u>	<u>3,897</u>	<u>85,306</u>
Nonprogrammed charges:				
Payments for regular programs	-	-	-	-
Payments for special education programs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total nonprogrammed charges	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
On behalf expenditures	<u>-</u>	<u>4,950,901</u>	<u>-</u>	<u>-</u>
Total Educational Fund	<u>\$ 58,302,155</u>	<u>\$ 14,138,480</u>	<u>\$ 2,106,947</u>	<u>\$ 4,194,818</u>

<u>Capital Outlay</u>	<u>Other Objects</u>	<u>Transfers</u>	<u>Tuition</u>	<u>Totals</u>		<u>Variance - Positive (Negative)</u>
				<u>Actual</u>	<u>Budget</u>	
527	25,286	-	-	2,249,379	2,423,523	174,144
-	-	-	-	2,082,885	2,149,402	66,517
527	25,286	-	-	4,332,264	4,572,925	240,661
-	470	-	-	146,988	155,397	8,409
200	-	-	-	494,586	542,451	47,865
19,591	415	-	-	2,499,546	2,585,941	86,395
-	-	-	-	484,116	449,211	(34,905)
19,791	885	-	-	3,625,236	3,733,000	107,764
-	-	-	-	20,056	22,745	2,689
-	995	-	-	126,765	161,809	35,044
2,627	11,419	-	-	496,874	523,727	26,853
892,514	1,105	-	-	1,545,517	1,509,794	(35,723)
895,141	13,519	-	-	2,189,212	2,218,075	28,863
947,117	57,383	-	-	21,071,867	22,050,814	978,947
-	-	-	-	554,685	610,724	56,039
-	5,773	-	-	5,773	12,000	6,227
-	-	-	2,787,851	2,787,851	2,808,282	20,431
-	5,773	-	2,787,851	2,793,624	2,820,282	26,658
-	-	-	-	4,950,901	6,000,000	1,049,099
\$ 1,318,041	\$ 107,658	\$ -	\$ 6,241,321	\$ 86,409,420	\$ 88,665,875	\$ 2,256,455

CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF EXPENDITURES PAID ARISING FROM CASH TRANSACTIONS -
ACTUAL AND BUDGET
YEAR ENDED JUNE 30, 2007

	<u>Salaries</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>	<u>Supplies and Materials</u>
Tort Immunity Fund:				
Support services:				
General administration:				
Board of Education services	\$ -	\$ -	\$ 362,508	\$ -
Business:				
Operation and maintenance of plant services	-	-	311,016	-
Central:				
Staff services	<u>-</u>	<u>-</u>	<u>4,885</u>	<u>-</u>
Total Tort Immunity Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 678,409</u>	<u>\$ -</u>
Substance Abuse Fund:				
Instruction:				
Regular programs	\$ -	\$ -	\$ 11,079	\$ 2,855
Support services:				
Other support services	-	-	-	-
Community services	<u>-</u>	<u>-</u>	<u>-</u>	<u>443</u>
Total Substance Abuse Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,079</u>	<u>\$ 3,298</u>
Building Fund:				
Support services:				
Business:				
Facilities acquisition and construction services	\$ -	\$ -	\$ -	\$ -
Operation and maintenance of plant services	<u>472,439</u>	<u>52,459</u>	<u>5,285,416</u>	<u>2,770,314</u>
Total business	472,439	52,459	5,285,416	2,770,314
Other support services	<u>-</u>	<u>-</u>	<u>343,624</u>	<u>143,133</u>
Total support services	<u>472,439</u>	<u>52,459</u>	<u>5,629,040</u>	<u>2,913,447</u>

<u>Capital Outlay</u>	<u>Other Objects</u>	<u>Transfers</u>	<u>Tuition</u>	<u>Totals</u>		<u>Variance -</u>
				<u>Actual</u>	<u>Budget</u>	<u>Positive (Negative)</u>
\$ -	\$ -	\$ -	\$ -	\$ 362,508	\$ 501,000	\$ 138,492
-	-	-	-	311,016	345,695	34,679
-	-	-	-	4,885	2,000	(2,885)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 678,409</u>	<u>\$ 848,695</u>	<u>\$ 170,286</u>
\$ -	\$ -	\$ -	\$ -	\$ 13,934	\$ 14,543	\$ 609
-	-	-	-	-	6,578	6,578
-	-	-	-	443	718	275
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,377</u>	<u>\$ 21,839</u>	<u>\$ 7,462</u>
\$ 2,739,004	\$ -	\$ -	\$ -	\$ 2,739,004	\$ 2,850,000	\$ 110,996
<u>97,332</u>	<u>5,557</u>	<u>-</u>	<u>-</u>	<u>8,683,517</u>	<u>8,852,882</u>	<u>169,365</u>
2,836,336	5,557	-	-	11,422,521	11,702,882	280,361
<u>163,987</u>	<u>881</u>	<u>-</u>	<u>-</u>	<u>651,625</u>	<u>516,911</u>	<u>(134,714)</u>
<u>3,000,323</u>	<u>6,438</u>	<u>-</u>	<u>-</u>	<u>12,074,146</u>	<u>12,219,793</u>	<u>145,647</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF EXPENDITURES PAID ARISING FROM CASH TRANSACTIONS -
ACTUAL AND BUDGET
YEAR ENDED JUNE 30, 2007

	<u>Salaries</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>	<u>Supplies and Materials</u>
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total debt service	-	-	-	-
Total Building Fund	<u>\$ 472.439</u>	<u>\$ 52.459</u>	<u>\$ 5,629.040</u>	<u>\$ 2,913.447</u>
Fire Prevention and Safety Fund:				
Support services:				
Business:				
Facilities acquisition and construction services	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Transportation Fund:				
Support services:				
Business:				
Pupil transportation services	<u>\$ 133,990</u>	<u>\$ 7,158</u>	<u>\$ 6,320.012</u>	<u>\$ 36,021</u>
Bond and Interest Fund:				
Debt service:				
Principal	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-
Total Bond and Interest Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Capital Outlay</u>	<u>Other Objects</u>	<u>Transfers</u>	<u>Tuition</u>	<u>Totals</u>		<u>Variance - Positive (Negative)</u>
				<u>Actual</u>	<u>Budget</u>	
-	656,906	-	-	656,906	600,000	(56,906)
-	<u>57.752</u>	-	-	<u>57.752</u>	<u>57.458</u>	<u>(294)</u>
-	<u>714.658</u>	-	-	<u>714.658</u>	<u>657.458</u>	<u>(57.200)</u>
<u>\$ 3,000.323</u>	<u>\$ 721.096</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,788.804</u>	<u>\$ 12,877.251</u>	<u>\$ 88.447</u>
<u>\$ 1,523.392</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,523.392</u>	<u>\$ 1,899.196</u>	<u>\$ 375.804</u>
<u>\$ 27.837</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,525.018</u>	<u>\$ 6,238.848</u>	<u>\$ (286.170)</u>
<u>\$ -</u>	<u>\$ 8,710,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,710,000</u>	<u>\$ 8,710,000</u>	<u>\$ -</u>
-	<u>4,796.613</u>	-	-	<u>4,796.613</u>	<u>4,797.722</u>	<u>1,109</u>
<u>\$ -</u>	<u>\$ 13,506.613</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,506.613</u>	<u>\$ 13,507.722</u>	<u>\$ 1,109</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF EXPENDITURES PAID ARISING FROM CASH TRANSACTIONS -
ACTUAL AND BUDGET
YEAR ENDED JUNE 30, 2007

	<u>Salaries</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>	<u>Supplies and Materials</u>
FICA, Medicare/IMRF Fund:				
Instruction:				
Regular programs	\$ -	\$ 420,931	\$ -	\$ -
Special education programs	-	216,182	-	-
Vocational education programs	-	31,185	-	-
Interscholastic programs	-	73,938	-	-
Summer school programs	-	3,495	-	-
Truants' alternative and optional programs	-	4,210	-	-
Total instruction	-	749,941	-	-
Support services:				
Pupils:				
Attendance and social work services	-	153,346	-	-
Guidance services	-	89,536	-	-
Health services	-	17,860	-	-
Psychological services	-	1,298	-	-
Speech pathology and audiology services	-	3,260	-	-
Other	-	-	-	-
Total pupils	-	265,300	-	-
Instructional staff:				
Improvement of instruction services	-	47,777	-	-
Educational media services	-	67,283	-	-
Total instructional staff	-	115,060	-	-
General administration:				
Board of Education services	-	737	-	-
Executive administration services	-	17,742	-	-
Special area administrative services	-	7,258	-	-
Total general administration	-	25,737	-	-

<u>Capital Outlay</u>	<u>Other Objects</u>	<u>Transfers</u>	<u>Tuition</u>	<u>Totals</u>		<u>Variance - Positive (Negative)</u>
				<u>Actual</u>	<u>Budget</u>	
\$ -	\$ -	\$ -	\$ -	\$ 420,931	\$ 425,789	\$ 4,858
-	-	-	-	216,182	211,663	(4,519)
-	-	-	-	31,185	30,595	(590)
-	-	-	-	73,938	75,016	1,078
-	-	-	-	3,495	2,078	(1,417)
-	-	-	-	4,210	5,585	1,375
-	-	-	-	749,941	750,726	785
-	-	-	-	153,346	150,147	(3,199)
-	-	-	-	89,536	97,817	8,281
-	-	-	-	17,860	17,098	(762)
-	-	-	-	1,298	1,624	326
-	-	-	-	3,260	3,336	76
-	-	-	-	-	8	8
-	-	-	-	265,300	270,030	4,730
-	-	-	-	47,777	39,089	(8,688)
-	-	-	-	67,283	67,177	(106)
-	-	-	-	115,060	106,266	(8,794)
-	-	-	-	737	686	(51)
-	-	-	-	17,742	15,983	(1,759)
-	-	-	-	7,258	7,486	228
-	-	-	-	25,737	24,155	(1,582)

CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF EXPENDITURES PAID ARISING FROM CASH TRANSACTIONS -
ACTUAL AND BUDGET
YEAR ENDED JUNE 30, 2007

	<u>Salaries</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>	<u>Supplies and Materials</u>
School administration:				
Office of the principal services	-	90,647	-	-
Other	-	<u>106,638</u>	-	-
Total school administration	-	<u>197,285</u>	-	-
Business:				
Direction of business support services	-	1,929	-	-
Fiscal services	-	62,406	-	-
Operation and maintenance of plant services	-	76,410	-	-
Pupil transportation services	-	12,464	-	-
Food services	-	134,467	-	-
Internal services	-	<u>9,430</u>	-	-
Total business	-	<u>297,106</u>	-	-
Central:				
Information services	-	12,987	-	-
Staff services	-	44,727	-	-
Data processing services	-	<u>68,652</u>	-	-
Total central	-	<u>126,366</u>	-	-
Total support services	-	<u>1,026,854</u>	-	-
Community services	-	<u>34,735</u>	-	-
Total FICA, Medicare/ IMRF Fund	<u>\$ -</u>	<u>\$ 1,811,530</u>	<u>\$ -</u>	<u>\$ -</u>
Capital Projects Fund:				
Support services:				
Business:				
Facilities acquisition and construction services	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total expenditures	<u>\$ 58,908,584</u>	<u>\$ 16,009,627</u>	<u>\$ 14,745,487</u>	<u>\$ 7,147,584</u>

<u>Capital Outlay</u>	<u>Other Objects</u>	<u>Transfers</u>	<u>Tuition</u>	<u>Totals</u>		<u>Variance - Positive (Negative)</u>
				<u>Actual</u>	<u>Budget</u>	
-	-	-	-	90,647	96,474	5,827
-	-	-	-	106,638	114,911	8,273
-	-	-	-	197,285	211,385	14,100
-	-	-	-	1,929	1,972	43
-	-	-	-	62,406	64,184	1,778
-	-	-	-	76,410	77,008	598
-	-	-	-	12,464	12,965	501
-	-	-	-	134,467	134,405	(62)
-	-	-	-	9,430	9,533	103
-	-	-	-	297,106	300,067	2,961
-	-	-	-	12,987	16,548	3,561
-	-	-	-	44,727	43,071	(1,656)
-	-	-	-	68,652	62,648	(6,004)
-	-	-	-	126,366	122,267	(4,099)
-	-	-	-	1,026,854	1,034,170	7,316
-	-	-	-	34,735	34,951	216
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,811,530</u>	<u>\$ 1,819,847</u>	<u>\$ 8,317</u>
<u>\$ 481,941</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 481,941</u>	<u>\$ 1,200,000</u>	<u>\$ 718,059</u>
<u>\$ 6,351,534</u>	<u>\$ 14,335,367</u>	<u>\$ -</u>	<u>\$ 6,241,321</u>	<u>\$ 123,739,504</u>	<u>\$ 127,079,273</u>	<u>\$ 3,339,769</u>

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OTHER INFORMATION SECTION

CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF EQUALIZED ASSESSED VALUATIONS, RATES AND EXTENSIONS
LAST NINE YEARS
JUNE 30, 2007

Levy year (see note)	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Equalized assessed valuation	<u>\$ 4,742,748,032</u>	<u>\$ 3,980,323,488</u>	<u>\$ 3,781,637,521</u>	<u>\$ 3,723,013,534</u>
Tax rates per \$100:				
Education	1.2479 %	1.4075 %	1.3775 %	1.2463 %
Tort immunity	0.0212	0.0251	0.0893	0.1841
Building	0.2496	0.2815	0.2755	0.2493
Life safety	0.0000	0.0000	0.0000	0.0000
Special education	0.0171	0.0192	0.0184	0.0166
Transportation	0.0758	0.0855	0.0839	0.0759
Municipal retirement	0.0339	0.0382	0.0373	0.0567
Bond and interest	0.2036	0.2962	0.3102	0.2444
Working cash	<u>0.0893</u>	<u>0.0467</u>	<u>0.0459</u>	<u>0.0415</u>
Total	<u>1.9384 %</u>	<u>2.1999 %</u>	<u>2.2380 %</u>	<u>2.1148 %</u>
Tax extensions:				
Education	\$ 59,184,753	\$ 56,023,053	\$ 52,092,057	\$ 46,399,918
Tort immunity	1,005,463	999,061	3,377,002	6,854,068
Building	11,837,899	11,204,611	10,418,411	9,281,473
Life safety	0	0	0	0
Special education	811,010	764,222	695,821	618,020
Transportation	3,595,003	3,403,177	3,172,794	2,825,767
Municipal retirement	1,607,792	1,520,484	1,410,551	2,110,949
Bond and interest	9,656,235	11,789,718	11,730,640	9,099,045
Working cash	<u>4,235,274</u>	<u>1,858,811</u>	<u>1,735,772</u>	<u>1,545,051</u>
Total	<u>\$ 91,933,429</u>	<u>\$ 87,563,137</u>	<u>\$ 84,633,048</u>	<u>\$ 78,734,291</u>
Tax collections	<u>\$ 90,596,676</u>	<u>\$ 87,460,657</u>	<u>\$ 84,680,610</u>	<u>\$ 78,469,118</u>
Collections as a percentage of total extensions	<u>98.55 %</u>	<u>99.88 %</u>	<u>100.06 %</u>	<u>99.66 %</u>

Note: 2005 is the most current information available.

<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
<u>\$ 3,034,491.913</u>	<u>\$ 2,864,414.213</u>	<u>\$ 2,859,618.814</u>	<u>\$ 2,564,215.747</u>	<u>\$ 2,486,046.028</u>
1.4533 %	1.5000 %	1.3784 %	1.4888 %	1.5000 %
0.2278	0.2086	0.2322	0.1842	0.1618
0.2907	0.3000	0.2757	0.2975	0.3000
0.0000	0.0000	0.0000	0.0496	0.0500
0.0194	0.0200	0.0184	0.0198	0.0200
0.1163	0.1200	0.1103	0.1190	0.1200
0.0662	0.0216	0.0684	0.0767	0.0621
0.2940	0.3055	0.2998	0.3338	0.1235
<u>0.0484</u>	<u>0.0500</u>	<u>0.0459</u>	<u>0.0496</u>	<u>0.0500</u>
<u>2.5161 %</u>	<u>2.5257 %</u>	<u>2.4291 %</u>	<u>2.6190 %</u>	<u>2.3874 %</u>
\$ 44,100,271	\$ 42,966,213	\$ 39,416,986	\$ 38,176,044	\$ 37,290,690
6,912,573	5,975,168	6,640,035	4,723,285	4,022,422
8,821,268	8,593,243	7,883,969	7,628,542	7,458,138
0	0	0	1,271,851	1,243,023
588,691	572,883	526,170	507,715	497,209
3,529,114	3,437,297	3,154,160	3,051,417	2,983,255
2,008,834	618,713	1,955,979	1,966,753	1,543,835
8,921,406	8,750,785	8,573,137	8,559,352	3,070,267
<u>1,468,694</u>	<u>1,432,207</u>	<u>1,312,565</u>	<u>1,271,851</u>	<u>1,243,023</u>
<u>\$ 76,350.851</u>	<u>\$ 72,346.509</u>	<u>\$ 69,463.001</u>	<u>\$ 67,156.810</u>	<u>\$ 59,351.862</u>
<u>\$ 74,764.310</u>	<u>\$ 70,716.767</u>	<u>\$ 67,943.223</u>	<u>\$ 65,750.805</u>	<u>\$ 57,616.829</u>
<u>97.92 %</u>	<u>97.75 %</u>	<u>97.81 %</u>	<u>97.91 %</u>	<u>97.08 %</u>

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
SCHEDULE OF INSURANCE COVERAGE
JUNE 30, 2007**

<u>Insurance Carrier</u>	<u>Coverage</u>	<u>Policy Term</u>	<u>Premium</u>
Selective Insurance Co.	Property and Casualty	12/31/06- 12/30/07	\$ 60,922
Selective Insurance Co.	Auto Liability and Damage	12/31/06 - 12/31/07	24,570
Travelers	Boiler & Machinery	12/31/06 - 12/30/07	4,085
AIG	School Board Legal Liability	01/01/07 - 12/31/07	18,579
Prism Insurance Services	Excess Liability	12/31/06- 12/30/07	50,433
Prism Insurance Services	Workers Compensation	07/01/06- 07/01/07	36,680
Prism Insurance Services	Treasurer Surety Bond	07/01/06- 06/30/07	6,103

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2007**

Equalized assessed valuation - 2005 tax year		<u>\$ 4,742,748.032</u> *
Statutory debt limitation (6.9% of assessed valuation)		\$ 327,249,614
General obligation bonds payable	\$ 96,805,000	
General obligation debt certificates	1,160,000	
Note payable	<u>107,211</u>	
Total debt		<u>98,072,211</u>
Legal debt margin		<u>\$ 229,177.403</u>

* Most recent information available

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
FINANCIAL STATISTICS PER PUPIL
YEAR ENDED JUNE 30, 2007**

	<u>Actual</u>	<u>Per Pupil</u>
Revenues:		
Local sources	\$ 103,338,966	\$ 12,555
State sources	17,379,951	2,112
Federal sources	1,751,181	213
On behalf revenues	<u>4,950,901</u>	<u>601</u>
Total revenues	<u>127,420,999</u>	<u>15.481</u>
Expenditures:		
Instruction	57,802,218	7,023
Support services	42,899,686	5,212
Community services	589,863	72
Nonprogrammed charges	2,793,624	339
On behalf expenditures	4,950,901	601
Capital outlay	481,941	59
Debt service	<u>14,221,271</u>	<u>1.728</u>
Total expenditures	<u>123,739,504</u>	<u>15.034</u>
Excess of revenues over expenditures	3,681,495	447
Other financing sources:		
Proceeds from note payable	<u>164,117</u>	<u>20</u>
Net change in fund balances	<u>\$ 3,845,612</u>	<u>\$ 467</u>
Average pupil attendance for the year ended June 30, 2007		<u>8.231</u>