

**MERCER COUNTY SCHOOL DISTRICT NO. 404**

**STATE OF ILLINOIS**

**ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED JUNE 30, 2014**

**Cavanaugh, Davies, Blackman & Cramblet  
Certified Public Accountants  
Monmouth, Illinois**

**MERCER COUNTY SCHOOL DISTRICT NO. 404**  
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**Cavanaugh, Davies, Blackman & Cramblet**  
**Certified Public Accountants**  
1021 North Main Street - P O Box 318, Monmouth, Illinois 61462

**Independent Auditors' Report**

Board of Education  
Mercer County School District No. 404

**Report on the Financial Statements**

We have audited the accompanying financial statements of the Mercer County School District No. 404 as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements on the cash basis of accounting in accordance with regulatory reporting requirements established by the Illinois State Board of Education as described in Note 1C. This includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

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

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

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

**Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles**

As described in Note 1C, the District has prepared these financial statements using accounting practices prescribed or permitted by the Illinois State Board of Education, which practices differ from accounting principles generally accepted in the United States of America. Also as described in Note 1C, the District prepares its financial statements on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

**Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraphs, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2014, or the revenues, expenditures, and changes in financial position for the fiscal year then ended.

**Opinion on Regulatory Basis of Accounting**

The District has omitted disclosures required by Governmental Accounting Standards Board Statement 45 *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. The amount by which this disclosure would affect the financial statements is not reasonably determinable.

In our opinion, except for the effects of the omissions described in the preceding paragraph, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of Mercer County School District No. 404 as of June 30, 2014, and its revenue received and expenditures disbursed during the fiscal year then ended, on the basis of accounting described in Note 1C.

**Other Matters**

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The schedules listed in the table of contents as “Supplementary Information” are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements.

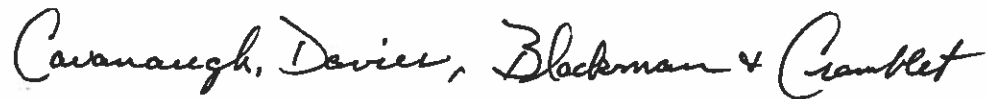
The "Supplementary Information" and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the financial statements as a whole.

The statistical sections have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

The 2013 fiscal year comparative information shown in the Schedule of Expenditures of Federal Awards was subjected to auditing procedures applied by us and our report dated October 9, 2013, expressed an unqualified opinion that such information was fairly stated in all material respects in relation to the 2013 fiscal year financial statements taken as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued a report dated October 9, 2014, on our consideration of the Mercer County School District No. 404's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Cavanaugh, Davies, Blackman & Cramblet  
Monmouth, Illinois  
October 9, 2014

Cavanaugh, Davies, Blackman & Cramblet  
Certified Public Accountants  
1021 North Main Street - P O Box 318, Monmouth, Illinois 61462

**Independent Auditors' Report on Internal Control Over Financial Reporting  
and on Compliance and Other Matters Based on an Audit of Financial  
Statements Performed in Accordance with *Government Auditing Standards***

Board of Education  
Mercer County School District No. 404

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the Mercer County School District No. 404 as of and for the year ended June 30, 2014, and the related notes to the financial statements, and have issued our report thereon dated October 9, 2014. Our opinion was adverse because the financial statements are not prepared in accordance with generally accepted accounting principles. However, the financial statements were found to be fairly stated, except for the effects of the omitted disclosures required by Government Accounting Standards Board Statement 45, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*, on the cash basis of accounting, in accordance with regulatory reporting requirements established by the Illinois State Board of Education, which is a basis of accounting other than generally accepted accounting principles.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the school district's internal control. Accordingly we do not express an opinion on the effectiveness of the school district's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is reasonable possibility that a material misstatement of the school district's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies. Finding 2014-1 has been identified as a significant deficiency.

**Compliance and Other Matters**

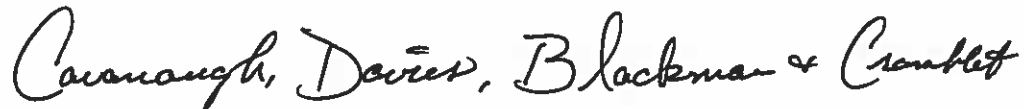
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect 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*.

**School District's Response to Findings**

The District's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Cavanaugh, Davies, Blackman & Cramblet  
Monmouth, Illinois  
October 9, 2014

**Cavanaugh, Davies, Blackman & Cramblet**  
**Certified Public Accountants**

1021 North Main Street - P O Box 318, Monmouth, Illinois 61462

**Independent Auditors' Report on Compliance For Each Major Program  
and on Internal Control Over Compliance Required by OMB Circular A-133**

Board of Education  
Mercer County School District No. 404

**Report on Compliance for Each Major Federal Program**

We have audited Mercer County School District No. 404's compliance with the types of compliance requirements described in the OMB Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2014. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

**Opinion on Each Major Federal Program**

In our opinion Mercer County School District No. 404 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.



### Report on Internal Control Over Compliance

The management of Mercer County School District No. 404 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program, and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Cavanaugh, Davies, Blackman & Cramblet  
Monmouth, Illinois  
October 9, 2014

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. BASIS OF PRESENTATION - FUND ACCOUNTING**

The accounts of the District are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, (arising from cash transactions) fund balance, revenue received and expenditures disbursed. The District maintains individual funds required by the Illinois State Board of Education. The various funds are summarized by type in the financial statements. These funds are grouped as required for reports filed with the Illinois State Board of Education. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The following fund types and account groups are used by the District:

Governmental Fund Types

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities (arising from cash transactions) are accounted for through governmental funds.

The Educational and Operations and Maintenance Funds are the general operating funds of the District. They are used to account for all financial resources except those required to be accounted for in other funds.

Transportation, Tort, and Municipal Retirement Funds/Social Security Funds, are used to account for the proceeds of specific revenue sources (other than Fiduciary, Capital Projects or Debt Service Funds) that are legally restricted to cash disbursements for specified purposes.

Debt Service Fund is used to account for the accumulation of resources for, and the payments of, general long-term debt principal, interest and related costs.

The Working Cash Fund is used to account for financial resources held by the District to be used for temporary interfund loans to other funds.

Fire Prevention and Safety Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Trust Funds).

Fiduciary Fund Types

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

Trust and Agency Funds - Student Activity and Trust Funds are used to account for assets held by the District as an agent for students or teachers. These funds are custodial in nature and do not involve the measurement of results of operations. The amounts due to the activity fund organizations are equal to the assets.

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**A. BASIS OF PRESENTATION - FUND ACCOUNTING (Continued)**

General Fixed Assets and General Long Term Debt Account Group

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

**B. GENERAL FIXED ASSETS**

General fixed assets have been acquired for general governmental purposes. At the time of purchase, assets are recorded as expenditures disbursed for capital outlay in the Governmental Funds and capitalized at cost in the general fixed assets account group, except that land and buildings acquired prior to June 30, 1950 are stated at estimated original cost. Capital assets are those purchased or acquired with an original cost of \$500 or more per unit and having a useful life of more than one year. Contributed assets are reported at fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend the asset's lives are not capitalized, but are expensed as incurred. Depreciation on all capital assets is computed using a straight-line basis over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Life in Years</u>
Land	N/A
Land Improvements	20
Building and Structures	50
Equipment	10
Transportation Equipment	3 to 5

Depreciation accounting is not considered applicable (except to determine the per capita tuition charge).

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. BASIS OF ACCOUNTING**

Basis of accounting refers to when revenues received and expenditures disbursed are recognized in the accounts and how they are reported in the financial statements. The District maintains its accounting records for all funds and account groups on the cash basis of accounting in accordance with regulatory reporting requirements established by the Illinois State Board of Education, which is a comprehensive basis of accounting other than generally accepted accounting principles. Accordingly, revenues are recognized and recorded in the accounts when cash is received and expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right-to-receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

Cash basis financial statements omit recognition of receivables and payables, and other accrued and deferred items that do not arise from previous cash transactions.

**D. BUDGETS AND BUDGETARY ACCOUNTING**

The budget for all governmental fund types is prepared on the cash basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 122, Paragraph 17.1 of the Illinois Compiled Statutes. The budget was passed on September 18, 2013 and amended June 25, 2014.

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

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

1. Prior to July 1 the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures disbursed and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. By September 30, the budget is legally adopted through passage of a resolution.
4. The Board of Education may make transfers between various items in any fund not exceeding in the aggregate 10% of the total of such funds as set forth in the budget.
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.

**MERCER COUNTY SCHOOL DISTRICT NO. 404**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2014**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. CASH AND CASH EQUIVALENTS**

Cash includes amounts in demand deposits and interest-bearing demand deposits. Earnings from pooled accounts are allocated to the respective funds based on the average balance of each fund.

**F. INVESTMENTS**

Investments, money market and savings accounts and certificates of deposit, are stated at cost which approximates market. The institutions in which investments are made must be approved by the Board of Education.

**G. INVENTORIES**

Most school districts do not maintain inventories that would be material to the financial statements and therefore expense items as they are purchased.

**H. REPORTING ENTITY**

The District is the level of government primarily accountable for activities related to public education. The governing authority consists of seven elected officials who, together, constitute the Board of Education.

The District has developed criteria to determine whether outside agencies with activities which benefit the citizens of the District, including joint agreements which serve pupils from numerous districts, should be included within its financial reporting entity. The criteria includes, but are not limited to, whether the Board of Education exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters) over such agencies. Oversight responsibility implies that one governmental unit is dependent on another and that the dependent unit should be reported as part of the other.

The joint agreements have been determined not to be part of the reporting entity. Accordingly, for the year ended, the District does not have any component units and is not a component unit of any other reporting entity.

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 2 - PROPERTY TAXES**

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. The 2013 tax levy was passed by the Board on December 11, 2013. Property taxes attach as an enforceable lien on property as of January 1, and are payable in two installments in June and September. The District received significant distributions of tax receipts from the County Collector between July 1, 2013 and February 28, 2014. Taxes recorded in these financial statements are from the 2012 and prior tax levies.

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

	Maximum Percent <u>2013 Rate</u>	Actual Percent <u>2012 Rate</u>	Actual Percent <u>2013 Rate</u>
Educational	2.7000	2.7000	2.7000
Operations, Building and Maintenance	.7000	.7000	.7000
Transportation	.2000	.2000	.2000
Municipal Retirement and Social Security	as needed	.2703	.2701
Working Cash	.0500	.0500	.0500
Tort Immunity	as needed	.2668	.2930
Lease	.0495	.0495	.0500
Special Education	.0400	.0400	.0400
Fire Prevention and Safety	.0500	<u>.0500</u>	<u>.0500</u>
		<u>4.3266</u>	<u>4.3531</u>
Debt Service - Aledo	as needed	.2305	.2229
Debt Service - Westmer	as needed	.1925	.1876

**NOTE 3 - RETIREMENT PLANS**

The School District participates in two retirement systems: the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Members of TRS consist of all full-time teachers and teachers employed on a part-time basis in positions where services are expected to be rendered for a full and complete school term. Employees, other than teachers, who meet prescribed annual hourly standards are members of IMRF. The District's payroll for the year ended June 30, 2014 was \$7,025,233.

**TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**

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

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

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 3 - RETIREMENT PLANS (Continued)**

**TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (Continued)**

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

The 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, 2014, State of Illinois contributions were based on 35.41 percent of creditable earnings not paid from federal funds, and the district recognized revenue and expenditures of \$1,822,734 in pension contributions that the State of Illinois paid directly to TRS. For the year ended June 30, 2013 the State of Illinois contribution rate as a percentage of creditable earnings not paid from federal funds was 28.05%.

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

- **2.2 Formula Contributions.** Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the years ended June 30, 2014 and 2013 were \$30,625 and \$32,190, respectively.
- **Federal and Special Trust Fund Contributions.** When TRS members are paid from federal and special trust funds administered by the district, there is a statutory requirement for the district to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that has been in effect since the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS. Public Act 98-0674 now requires the two rates to be the same.

For the year ended June 30, 2014, the employer pension contribution was 35.41 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2013 the employer contribution was 28.05 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2014, salaries totaling \$132,612 were paid from federal and special trust funds that required employer contributions of \$46,958. For the year ended June 30, 2013, the required district contributions were \$36,238.

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

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

For the year ended June 30, 2014 and 2013, the district paid \$40,494 and \$42,468, respectively to TRS for employer contributions under the ERO program.

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 3 - RETIREMENT PLANS (Continued)**

**TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (Continued)**

- Salary increases over 6 percent and excess sick leave.

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

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

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

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

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

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

**ILLINOIS MUNICIPAL RETIREMENT FUND**

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

*Funding Policy.* As set by statute, your employer Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2013 used by the employer was 10.55 percent of annual covered payroll. The employer annual required contribution rate for calendar year 2013 was 12.98 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.



MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

NOTE 3 - RETIREMENT PLANS (Continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

*Annual Pension Cost.* For calendar year ending December 31, 2013, the employer's actual contributions for pension cost for the Regular plan were \$158,157. Its required contribution for calendar year 2013 was \$194,586.

THREE-YEAR TREND INFORMATION FOR THE REGULAR PLAN

Fiscal Year <u>Ending</u>	Annual Pension Cost (APC)	Percentage of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
12/31/2013	194,586	81%	\$ 0
12/31/2012	192,072	75%	0
12/31/2011	165,415	84%	0

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the employer regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The employer Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

*Funded Status and Funding Progress.* As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 76.09 percent funded. The actuarial accrued liability for benefits was \$4,576,852 and the actuarial value of assets was \$3,482,430 resulting in an underfunded actuarial accrued liability (UAAL) of \$1,094,422. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,499,122 and the ratio of the UAAL to the covered payroll was 86 percent.

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

SOCIAL SECURITY

Employees not qualifying for coverage under the Teachers Retirement System of the State of Illinois or the Illinois Municipal Retirement Fund are considered "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security.

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 4 - TEACHER HEALTH INSURANCE SECURITY (THIS) FUND**

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

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

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

- **On-behalf Contributions to THIS Fund.** The State of Illinois makes employer retiree health insurance contributions on behalf of the district. State contributions are intended to match contributions to THIS Fund from active members which were 0.97 percent of pay during the year ended June 30, 2014. State of Illinois contributions were \$51,217 and the district recognized revenue and expenditures of this amount during the year.
- **State contributions intended to match active member contributions during the year ended June 30, 2013** were .92 percent of pay. State contributions on behalf of employees were \$51,058.
- **Employer Contributions to THIS Fund.** The district also makes contributions to THIS Fund. The employer THIS Fund contribution was .72 percent during the year ended June 30, 2014. For the year ended June 30, 2014, the district paid \$38,017 to the THIS Fund. For the year ended June 30, 2013 the District paid \$38,294 to the THIS fund, which was 100 percent of the required contribution.

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

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 5 - CASH AND INVESTMENTS**

The District is allowed to invest in securities as authorized by the Illinois Compiled Statutes, Chapter 85, Sections 901 through 906: and Chapter 122, Section 8-7.

The District's cash deposits and certificates of deposit at June 30, 2014 were entirely covered by federal depository insurance or by collateral held by the District's custodial bank in the District's name.

At June 30, 2014, the District had the following investments:

	<u>Investment Maturity</u>		
	<u>Fair Value</u>	<u>Less Than One Year</u>	<u>One to Five Years</u>
Certificate of Deposit - Activity Funds	\$ 5,000	\$ 5,000	\$
Certificate of Deposit - Scholarship Funds	87,003	67,892	19,111
Bank Money Market - Scholarship Funds	473	473	
Savings Account - Scholarship Funds	<u>104</u>	<u>104</u>	<u>          </u>
Total Primary Government	<u>\$ 92,580</u>	<u>\$ 73,469</u>	<u>\$ 19,111</u>

The District's cash and equivalents are subject to several types of risk, which are examined in detail as follows:

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of a bank failure, the District will not be able to recover the value of its investment. The District's general investment policy requires that all amounts deposited or invested with financial institutions in excess of any insurance limit shall be collateralized.

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investment policy minimizes the risk by structuring the investment portfolio so that the securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in short-term securities.

Credit Risk - Credit risk is defined as the risk that an issuer or other counterparts to an investment in debt securities will not fulfill its obligation. The District's investment policy minimizes the credit risk by limiting investments to the safest type of securities.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's investment policy places no limit on the amount the District may invest in any one issuer.

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 6 - CAPITAL ASSETS**

The following is a summary of changes in capital asset activity, resulting from cash basis transactions, for the fiscal year ended:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental Activities:</b>				
<b>Capital Assets, Not Being Depreciated</b>				
Land	\$ 200,040	\$ 35,657	\$ _____	\$ 235,697
<b>Capital Assets, Being Depreciated:</b>				
Buildings	\$ 14,087,917	\$ 538,152	\$ _____	\$ 14,626,069
Improvements	3,093,147			3,093,147
Equipment	1,053,470	232,068	(99,135)	1,186,403
Transportation Equipment	1,092,008	155,425		1,247,433
Less Accumulated Depreciation	<u>(10,072,598)</u>	<u>(587,969)</u>	<u>99,135</u>	<u>(10,561,432)</u>
<b>Total Capital Assets, Being Depreciated, Net</b>	<u>\$ 9,253,944</u>	<u>\$ 337,676</u>	<u>\$ -0-</u>	<u>\$ 9,591,620</u>
<b>Governmental Activities, Capital Assets, Net</b>	<u>\$ 9,453,984</u>	<u>\$ 373,333</u>	<u>\$ -0-</u>	<u>\$ 9,827,317</u>

Depreciation accounting is not considered applicable except to determine the per capita tuition charge and therefore is not recorded in the funds.

**NOTE 7 - CHANGES IN GENERAL LONG TERM DEBT**

General long term debt at year end is summarized as follows:

	<u>Beginning Balance</u>	<u>New Borrowing</u>	<u>Repayments</u>	<u>Ending Balance</u>
General Obligation Refunding School Bonds, Series 2005	\$ 1,150,000	\$ _____	\$ 150,000	\$ 1,000,000
General Obligation Health/Life Safety School Bonds, Series 2007	<u>165,000</u>	<u>_____</u>	<u>80,000</u>	<u>85,000</u>
	<u>\$ 1,315,000</u>	<u>\$ -0-</u>	<u>\$ 230,000</u>	<u>\$ 1,085,000</u>

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

NOTE 7 - CHANGES IN GENERAL LONG TERM DEBT (Continued)

Amortization is as follows:

<u>Fiscal Year Ending</u>	<u>Refunding School Bonds Series 2005</u>		<u>Health/Life Safety School Bonds Series 2007</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 155,000	\$ 35,582	\$ 85,000	\$ 2,019
2016	160,000	29,833	-0-	-0-
2017	165,000	23,820	-0-	-0-
2018	175,000	17,311	-0-	-0-
2019	185,000	10,247	-0-	-0-
2020	<u>160,000</u>	<u>3,320</u>	<u>-0-</u>	<u>-0-</u>
Total	<u>\$ 1,000,000</u>	<u>\$ 120,113</u>	<u>\$ 85,000</u>	<u>\$ 2,019</u>

General Obligation Refunding School Bonds, Series 2005

Original issue \$1,430,000, dated March 1, 2005, requires serial retirement of principal on December 1 and interest payable on December 1 and June 1 of each year at rates of 3.6 - 8.9%. At year end, the annual cash flow requirements of bond and principal were as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 155,000	\$ 35,582	\$ 190,582
2016	160,000	29,833	189,833
2017	165,000	23,820	188,820
2018	175,000	17,311	192,311
2019	185,000	10,247	195,247
2020	<u>160,000</u>	<u>3,320</u>	<u>163,320</u>
Totals	<u>\$ 1,000,000</u>	<u>\$ 120,113</u>	<u>\$ 1,120,113</u>

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 7 - CHANGES IN GENERAL LONG TERM DEBT (Continued)**

General Obligation Health/Life Safety School Bonds, Series 2007

Original issue \$500,000, dated September 26, 2007, requires serial retirement of principal on December 1 and interest payable on December 1 and June 1 of each year at rates of 4.6 - 4.75%. At year end, the annual cash flow requirements of bond and principal were as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	<u>\$ 85,000</u>	<u>\$ 2,019</u>	<u>\$ 87,019</u>

**NOTE 8 - INTERFUND LOANS AND TRANSFERS**

Interfund Loans

During the year ended June 30, 2014 the Working Cash Fund loaned the Debt Service Fund \$12,000, due to the timing of tax receipts and the due date of debt service payments. This loan was repaid before year end, and at year end there were no outstanding interfund loans.

Permanent Transfers

During the year ended, June 30, 2014, the Working Cash Fund transferred \$5,000 of Working Cash Fund interest to the Debt Service Fund to help pay debt service expenditures.

**NOTE 9 - CONTINGENCIES**

The District has a policy allowing full-time personnel to accumulate sick days that are earned annually and allowed to accumulate and carryover from year to year up to a specified maximum. These days are only redeemable in the future as compensated absences in the case of illness or disability. Consequently, it is not practical to measure or value these future compensated absences.

The District has received funding from state and federal grants in the current and prior years which are subject to audits by the granting agencies. The School Board believes any adjustments that may arise from these audits will be insignificant to District operations.

**NOTE 10 - OVER EXPENDITURE OF BUDGET**

The District operated within the legal confines of the budget during the fiscal year with no exceptions.

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 11 - FUND BALANCE REPORTING**

According to Government Accounting Standards, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance and Unassigned Fund Balance. The Regulatory Model, followed by the District, only reports Reserved and Unreserved Fund Balances. Below are definitions of the differences and a reconciliation of how these balances are reported.

**A. NONSPENDABLE FUND BALANCE**

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. Due to the cash basis nature of the district all such items are expensed at the time of purchase, so there is nothing to report for this classification. All other fund balances are spendable resources.

**B. RESTRICTED FUND BALANCE**

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes. The District has several revenue sources received within different funds that also fall into these categories -

**1. Special Education**

Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Educational Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

**2. Leasing Levy**

Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Educational Fund and Operations and Maintenance Funds. Revenue received exceeded expenditures disbursed for this purpose, resulting in a restricted fund balance of \$84,278 in the Educational Fund and \$33,796 in the Operation and Maintenance Fund. These balances are included in the financial statements as Reserved in each Fund.

**3. State Grants**

Proceeds from state grants and the related expenditures have been included in the Educational, Operations and Maintenance, Transportation, and Municipal Retirement/Social Security Funds. Expenditures disbursed exceeded revenue received from state grants, resulting in no restricted balances.

**4. Federal Grants**

Proceeds from federal grants and the related expenditures have been included in the Educational Fund. Expenditures disbursed exceeded revenue received from federal grants, resulting in no restricted balances.

**5. Social Security**

Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 11 - FUND BALANCE REPORTING (Continued)**

**C. COMMITTED FUND BALANCE**

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

The School Board commits fund balance by making motions or passing resolutions to adopt policy or approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

In April 2014, the board approved a bid for \$681,278 for the bleacher project at the high school football field and junior high. The project is expected to be paid for with current Fire Prevention and Safety and Capital Project funds. The remaining amount is expected to be financed with debt certificate bonds and repaid over a period of two years.

Employee contracts for services rendered during the school year for employees electing twelve month pay schedules are recorded as disbursements in the fiscal year when such checks are drawn. The total amount of unpaid contracts for services performed during the fiscal year ended amounted to \$770,566. This amount is shown as Unreserved in the Educational Fund.

**D. ASSIGNED FUND BALANCE**

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by (a) the School Board itself or (b) the finance committee or by the Superintendent when the School Board has delegated the authority to assign amounts to be used for specific purposes. No amounts have been assigned as of year end.

**E. UNASSIGNED FUND BALANCE**

The unassigned fund balance classification is the residual classification for amounts in the General Operating Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds. Unassigned Fund Balance amounts are shown in the financial statements as Unreserved Fund Balances in the Educational, Operations and Maintenance, and Working Cash Funds.

**F. REGULATORY - FUND BALANCE DEFINITIONS**

Reserved Fund Balances are those balances that are reserved for a specified purpose, other than the regular purpose of any given fund. Unreserved Fund Balances are all balances that are not reserved for a specific purpose other than the specified purpose of a fund.



MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

NOTE 11 - FUND BALANCE REPORTING (Continued)

G. RECONCILIATION OF FUND BALANCE REPORTING

The first five columns of the following table represent Fund Balance Reporting according to generally accepted accounting principles. The last two columns represent Fund Balance Reporting under the regulatory basis of accounting utilized in preparation of the financial statements.

Fund	Generally Accepted Accounting Principles					Regulatory Basis	
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Financial Statements - Reserved	Financial Statements - Unreserved
Educational		84,278	770,566		809,417	84,278	1,579,983
Operations & Maintenance		33,796			973,283	33,796	973,283
Debt Service		12,962					12,962
Transportation		567,083					567,083
Municipal Retirement		260,597					260,597
Capital Projects			78,717				78,717
Working Cash					1,331,378		1,331,378
Tort Liability		383,142					383,142
Fire Prevention and Safety			127,011				127,011

H. EXPENDITURES OF FUND BALANCE

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

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

**NOTE 12 - JOINT AGREEMENTS**

The District does not have an equity ownership in the following Joint Agreements.

Quad City Vo Tech Region System

Mercer County School District No. 404 is a member of the Quad City Vo-Tech Region System. Members of the joint agreement receive state and federal funding for vocational programs. An audit report of Quad City Vo Tech Region System may be obtained from them at 1275 Avenue of the Cities, East Moline, Illinois 61244.

Black Hawk Area Special Education District

Mercer County School District No. 404 is a member of the Black Hawk Area Special Education District. This Coop of local school districts provides staff for special education students. The Coop shares in the cost of teachers, physical therapists, psychologists, speech therapists and other staff, as needed, based on a percentage of students served. An audit report of the Black Hawk Area Special Education District may be obtained from them at 4670 11<sup>th</sup> Street, East Moline, Illinois 61244.

**NOTE 13 - RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters, all of which is satisfactorily insured by general liability, property, and worker's compensation insurance. During the year ended, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past three years.

The District is insured under a retrospectively-rated policy for workers' compensation coverage. Whereas, the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended, there were no significant adjustments in premiums based on actual experience.

**NOTE 14 - LEGAL DEBT MARGIN**

Assessed Valuation, 2013 Tax Year	<u>\$ 131,936,413</u>
Statutory Debt Limitation (13.8% of Assessed Valuation)	\$ 18,207,225
Bonded Debt Outstanding	1,085,000
Capital Leases Outstanding	<u>293,315</u>
Legal Debt Margin	<u>\$ 16,828,910</u>

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

NOTE 15 - LEASE COMMITMENTS

Operating Leases -

The District has entered into agreements for the lease of equipment that require current and future payments under the terms of those agreements. These leases, are in substance, operating leases and are treated as such, with the periodic payments being expensed in the accounting period when paid. Details of the current operating lease are as follows:

<u>Lessor</u>	<u>Date</u>	<u>Term</u>	<u>Description</u>	<u>Payment</u>	<u>Payments Due FY 2014</u>	<u>Total Payments to Maturity</u>
R.K. Dixon	11/25/09	60 Months	Copiers	\$3,658/mo	\$ 14,632	\$ 14,632

Capital Leases -

Financing leases as of June 30, 2014 are summarized as follows:

	<u>Beginning Balance</u>	<u>New Leases</u>	<u>Repayments</u>	<u>Ending Balance</u>
2014 School Bus	\$ -0-	\$ 285,808	\$ 60,159	\$ 225,649
2010 School Bus	65,768		65,768	-0-
2011 Computer Lease	58,282		18,891	39,391
2012 Computer Lease	41,705		13,430	28,275
	<u>\$ 165,755</u>	<u>\$ 285,808</u>	<u>\$ 158,248</u>	<u>\$ 293,315</u>

2014 Bus Lease Purchase Obligation

In 2014, the District entered into a lease/purchase agreement for the acquisition of three buses, two vans, and an SUV in the amount of \$285,808. The agreement requires five payments of \$60,159 beginning August 2013. The interest rate is 2.62%. The final payment is due in August 2017.

All school bus lease payments are paid from the Transportation Fund. The principal portion of the lease payment will be recorded as capital outlay expenditures when paid.

<u>Fiscal Year Ending</u>	<u>2014 Bus Lease/Purchase</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 54,247	\$ 5,912	\$ 60,159
2016	55,668	4,491	60,159
2017	57,127	3,032	60,159
2018	58,607	1,552	60,159
	<u>\$ 225,649</u>	<u>\$ 14,987</u>	<u>\$ 240,636</u>

MERCER COUNTY SCHOOL DISTRICT NO. 404

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2014

NOTE 15 - LEASE COMMITMENTS (Continued)

2010 Bus Lease Purchase Obligation

In 2009, the District entered into a lease/purchase agreement for the acquisition of five buses in the amount of \$309,074. The agreement requires five payments of \$68,236 beginning July 2009. The interest rate is 5.2%. This lease was paid in full in July 2013.

2011 Computer Lease

In 2011, the District entered into a lease/purchase agreement for the purchase of computer equipment in the amount of \$136,656. The District paid an initial payment of \$60,000 and agreed to four additional payments of \$20,531 beginning August 22, 2012.

2012 Computer Lease

In 2012, the District entered into a lease/purchase agreement for the purchase of computer and other technology equipment in the amount of \$70,694. The District paid an initial payment of \$15,878 and agreed to four additional payments of \$14,879 beginning July 5, 2013. The second payment was made in June 2014, therefore no payment amount is due in fiscal year 2015.

<u>Fiscal Year Ending</u>	<u>2011 Computer Lease</u>			<u>2012 Computer Lease</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 19,422	\$ 1,109	\$ 20,531	\$	\$	\$ -0-
2016	19,969	562	20,531	13,896	983	14,879
2017			-0-	14,379	500	14,879
Total	<u>\$ 39,391</u>	<u>\$ 1,671</u>	<u>\$ 41,062</u>	<u>\$ 28,275</u>	<u>\$ 1,483</u>	<u>\$ 29,758</u>

All computer lease payments are paid from the Education Fund. The principal portion of the lease payments will be recorded as capital outlay expenditures when paid.

NOTE 16 - DATE OF MANAGEMENT'S REVIEW

Subsequent events have been evaluated through October 9, 2014, which is the date the financial statements were available to be issued.

MERCER COUNTY SCHOOL DISTRICT NO. 404

SUPPLEMENTARY INFORMATION  
ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)  
SCHEDULE OF FUNDING PROGRESS

JUNE 30, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a/c)
12/31/2013	3,482,430	4,576,852	1,094,422	76.09	1,499,122	73.00%
12/31/2012	2,905,591	4,239,422	1,333,831	68.54	1,550,218	86.04%
12/31/2011	2,667,576	3,956,503	1,288,927	67.42	1,637,771	78.70%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$4,273,719. On a market basis, the funded ratio would be 93.38%.

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

**MERCER COUNTY SCHOOL DISTRICT NO. 404  
AGENCY AND TRUST FUNDS  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

FOR THE YEAR ENDED JUNE 30, 2014

<u>Agency Funds</u>	<u>Cash Balance</u> <u>July 1, 2013</u>	<u>Receipts</u>	<u>Expenditures</u> <u>Disbursed</u>	<u>Cash Balance</u> <u>June 30, 2014</u>
<u>Mercer County High School Activity Fund</u>				
Activity Tickets	\$ 200	\$ 1,930	\$ 1,930	\$ 200
All Purpose	1,443	6,706	7,608	541
Band	402	11,649	11,631	420
Boys and Girls Golf	106	750	650	206
Baseball	434	5,468	5,902	-0-
Bass Fishing Club	476	2,577	2,167	886
Basketball/Boys	(1,238)	860	-0-	(378)
Basketball/Girls	665	4,247	4,252	660
Bryant J. Luxmore Memorial Foundation	-0-	1,000	-0-	1,000
Business Education	2,063	-0-	2,063	-0-
Business Office	564	4,395	4,228	731
Care Fund	1,127	40	803	364
Cheerleaders	2,830	2,584	2,705	2,709
Chorus	7,821	4,227	9,200	2,848
Class of 2013	2,037	-0-	2,037	-0-
Class of 2014	1,383	1,015	1,789	609
Class of 2015	1,031	2,930	3,097	864
Class of 2016	535	110	92	553
Class of 2017	-0-	100	93	7
Creative Writing Club	-0-	8	-0-	8
Cross Country	520	754	1,053	221
Dick Hogan Bank Memorial	2,995	5,116	-0-	8,111
Drama Class	900	670	993	577
Faculty Club	369	-0-	-0-	369
Faculty Lounge	(45)	878	746	87
Flag Squad	-0-	1,697	1,000	697
Football	5,509	20,985	26,060	434
F.F.A.	3,278	34,570	31,658	6,190
F.F.A Donated for Student Use	3,366	2,795	1,610	4,551
F.F.A. (Torch Mate)	1,198	695	421	1,472
Guidance Dept	416	-0-	-0-	416

**MERCER COUNTY SCHOOL DISTRICT NO. 404  
AGENCY AND TRUST FUNDS  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

FOR THE YEAR ENDED JUNE 30, 2014

<u>Agency Funds</u>	<u>Cash Balance</u> <u>July 1, 2013</u>	<u>Receipts</u>	<u>Expenditures</u> <u>Disbursed</u>	<u>Cash Balance</u> <u>June 30, 2014</u>
<u>Mercer County High School Activity Fund (Continued)</u>				
Hall of Fame	\$ 472	\$ 430	\$ 508	\$ 394
Jazz Band	(70)	712	359	283
Key Club	51	1,661	1,563	149
LEGO	81	-0-	81	-0-
Library	11	1,002	645	368
Locker Deposit	3,682	40	2,710	1,012
Music Theory	203	1,004	953	254
Music Trip	89	5,394	2,647	2,836
Musical	1,462	1,986	1,181	2,267
PE Bowling	1,176	4,464	4,302	1,338
Pom Pon Squad	43	2,922	574	2,391
Scholastic Bowl	1,995	870	1,475	1,390
Society Academic Achievement	-0-	682	682	-0-
Softball	1,486	2,833	2,459	1,860
Spanish Club	292	1	-0-	293
Student Council	1,938	12,652	12,901	1,689
Swing Choir	1,974	1,033	1,392	1,615
Tournament	6,277	35,133	35,450	5,960
Track	436	1,429	1,409	456
Track Girls	324	820	514	630
Volleyball	1,341	8,019	7,504	1,856
Wood Shop	3,369	6,861	6,330	3,900
Wrestling Team	7,850	5,349	8,006	5,193
Yearbook	19,371	3,015	12,108	10,278
<b>Total High School Activity Fund</b>	<u>\$ 94,238</u>	<u>\$ 217,068</u>	<u>\$ 229,541</u>	<u>\$ 81,765</u>

**MERCER COUNTY SCHOOL DISTRICT NO. 404  
AGENCY AND TRUST FUNDS  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

FOR THE YEAR ENDED JUNE 30, 2014

<u>Agency Funds</u>	<u>Cash Balance July 1, 2013</u>	<u>Receipts</u>	<u>Expenditures Disbursed</u>	<u>Cash Balance June 30, 2014</u>
<u>Mercer County Junior High School Activity Funds</u>				
Athletic Activity Fund	\$ 167	\$ -0-	\$ -0-	\$ 167
Band Fund	1,004	1,257	1,754	507
Basketball	535	1,410	1,169	776
Calculator Orders	480	143	185	438
Care Fund	523	74	191	406
Cheerleaders Fund	1,258	1,703	1,928	1,033
Chorus	1	7,566	6,267	1,300
Counselor	160	-0-	-0-	160
FFA	409	-0-	-0-	409
Flower Fund	61	60	25	96
Football Fund	232	100	120	212
General Fund	10,419	4,333	6,626	8,126
Interest	496	78	-0-	574
Library & Book Fund	801	55	41	815
Physical Education	96	-0-	-0-	96
Prairieland Conference	2,710	2,971	3,013	2,668
Science Explorers	268	843	877	234
Student Assistance Team	223	-0-	-0-	223
Student Awards	28	-0-	-0-	28
Student Culture	154	-0-	-0-	154
Student Senate	1,226	8,028	7,740	1,514
Teacher's Pop Fund	346	470	384	432
Technology Fund	257	-0-	-0-	257
Tournament Fund	165	1,201	1,110	256
Track Fund	5	2,670	2,497	178
Vending Machines	1,379	2,446	2,503	1,322
Volleyball	1,077	324	538	863
Wrestling	1,099	-0-	-0-	1,099
Yearbook	1,022	1,513	1,650	885
ZAP Program	29	-0-	-0-	29
	<u>\$ 26,630</u>	<u>\$ 37,245</u>	<u>\$ 38,618</u>	<u>\$ 25,257</u>
<b>Total Mercer County Junior High Activity Fund</b>	<b>\$ 26,630</b>	<b>\$ 37,245</b>	<b>\$ 38,618</b>	<b>\$ 25,257</b>



**MERCER COUNTY SCHOOL DISTRICT NO. 404  
AGENCY AND TRUST FUNDS  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

FOR THE YEAR ENDED JUNE 30, 2014

<u>Agency Funds</u>	<u>Cash Balance July 1, 2013</u>	<u>Receipts</u>	<u>Expenditures Disbursed</u>	<u>Cash Balance June 30, 2014</u>
<u>Mercer County Intermediate School Activity Funds</u>				
Art Fund	\$ 3	\$ -0-	\$ -0-	\$ 3
Band Fund	226	307	300	233
Care Fund	572	204	-0-	776
Chorus Fund	-0-	402	336	66
General Fund	1,644	2,570	2,976	1,238
Gift Fund	376	130	103	403
Library	985	-0-	-0-	985
McCaw Memorial	432	-0-	93	339
PBIS	310	59	156	213
Pop Fund	1,001	2,970	3,100	871
Rewards Fund	222	-0-	218	4
Student Assistance Fund	1,017	-0-	20	997
Yearbook	365	1,350	1,255	460
5 <sup>th</sup> Grade Science	<u>549</u>	<u>135</u>	<u>443</u>	<u>241</u>
Total Mercer County Intermediate School Activity Fund	<u>\$ 7,702</u>	<u>\$ 8,127</u>	<u>\$ 9,000</u>	<u>\$ 6,829</u>
<u>New Boston Elementary School Activity Funds</u>				
Computer Recycle	\$ 142	\$ -0-	\$ -0-	\$ 142
Donations	1,679	1,150	746	2,083
Environmental	147	-0-	-0-	147
Flowers	92	16	108	-0-
General	14,109	13,888	13,087	14,910
Library	46	136	47	135
Pop Fund	437	550	503	484
Student Council	36	-0-	-0-	36
Summer School	<u>-0-</u>	<u>2,200</u>	<u>102</u>	<u>2,098</u>
Total New Boston Elementary School Activity Funds	<u>\$ 16,688</u>	<u>\$ 17,940</u>	<u>\$ 14,593</u>	<u>\$ 20,035</u>

**MERCER COUNTY SCHOOL DISTRICT NO. 404  
AGENCY AND TRUST FUNDS  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

FOR THE YEAR ENDED JUNE 30, 2014

<u>Agency Funds</u>	<u>Cash Balance</u> <u>July 1, 2013</u>	<u>Receipts</u>	<u>Expenditures</u> <u>Disbursed</u>	<u>Cash Balance</u> <u>June 30, 2014</u>
<u>Apollo Elementary School Activity Funds</u>				
Art	\$ -0-	\$ 2,363	\$ 435	\$ 1,928
Butterfly Garden	121	-0-	-0-	121
Care Fund	1,655	2,419	2,801	1,273
Library Fund	3,327	4,696	6,077	1,946
Music Sound System	57	205	132	130
PBIS/Principal	532	3,665	3,359	838
Pencil Fund	307	-0-	-0-	307
Pop Fund	699	9	176	532
Science	270	250	470	50
Staff Flower Fund	<u>742</u>	<u>788</u>	<u>532</u>	<u>998</u>
Total Apollo Elementary School Activity Funds	<u>\$ 7,710</u>	<u>\$ 14,395</u>	<u>\$ 13,982</u>	<u>\$ 8,123</u>
<u>Trust Funds</u>				
<u>Scholarship Funds</u>				
ABC Scholarship	\$ 25,081	\$ 494	\$ -0-	\$ 25,575
Connie Sue Smith Scholarship	31,047	1,195	1,000	31,242
Frank Smith Scholarship	26,162	128	6,000	20,290
McKinney Memorial	<u>10,724</u>	<u>122</u>	<u>373</u>	<u>10,473</u>
Total Trust Funds	<u>\$ 93,014</u>	<u>\$ 1,939</u>	<u>\$ 7,373</u>	<u>\$ 87,580</u>
Total Agency and Trust Funds	<u>\$ 245,982</u>	<u>\$ 296,714</u>	<u>\$ 313,107</u>	<u>\$ 229,589</u>

MERCER COUNTY SCHOOL DISTRICT NO. 404

ASSESSED VALUATION AND PROPERTY TAX RATES, EXTENSIONS AND COLLECTIONS

ASSESSED VALUATIONS	2011 Levy	2012 Levy	2013 Levy
Mercer County	\$ 119,922,615	\$ 123,576,039	\$ 127,553,274
Henderson County	2,123,177	2,153,854	2,230,397
Rock Island County	2,013,412	2,057,582	2,152,742
	<u>\$ 124,059,204</u>	<u>\$ 127,787,475</u>	<u>\$ 131,936,413</u>
<b>BLENDED RATES</b>			
Education	2.7000	2.7000	2.7000
Operations and Maintenance	.7000	.7000	.7000
Transportation	.2000	.2000	.2000
Municipal Retirement	.1418	.1449	.1453
Working Cash	.0500	.0500	.0500
Tort Immunity	.1873	.2668	.2930
Social Security	.1227	.1254	.1248
Special Education	.0400	.0400	.0400
Lease	.0484	.0495	.0500
Fire Prevention and Safety	.0500	.0500	.0500
	<u>4.2402</u>	<u>4.3266</u>	<u>4.3531</u>
<b>EXTENSIONS</b>			
Education	\$ 3,349,598	\$ 3,450,262	\$ 3,562,283
Operations and Maintenance	868,414	894,512	923,555
Transportation	248,118	255,575	263,873
Municipal Retirement	175,916	185,164	191,704
Working Cash	62,030	63,894	65,968
Tort Immunity	232,363	340,937	386,574
Social Security	152,221	160,245	164,657
Special Education	49,624	51,115	52,775
Lease	60,045	63,255	65,968
Fire Prevention and Safety	62,030	63,894	65,968
	<u>\$ 5,260,359</u>	<u>\$ 5,528,853</u>	<u>\$ 5,743,325</u>
<b>COLLECTIONS</b>			
Education	\$ 3,302,888	\$ 3,391,668	
Operations and Maintenance	856,304	879,321	
Transportation	244,658	251,236	
Municipal Retirement Fund	173,467	182,217	
Working Cash	61,165	62,806	
Tort Immunity	229,131	335,280	
Social Security	150,104	157,688	
Special Education	48,927	50,246	
Lease	59,208	62,188	
Fire Prevention and Safety	61,165	62,806	
	<u>\$ 5,187,017</u>	<u>\$ 5,435,456</u>	

MERCER COUNTY SCHOOL DISTRICT NO. 404

ASSESSED VALUATION AND PROPERTY TAX RATES, EXTENSIONS AND COLLECTIONS

	<u>2011 Levy</u>	<u>2012 Levy</u>	<u>2013 Levy</u>
ALEDO SCHOOL DISTRICT DEBT - Refunding School Bonds, Series 2005			
ASSESSED VALUATIONS			
Mercer County	\$ 81,155,087	\$ 82,819,838	\$ 85,213,859
Henderson County	297,425	303,504	325,356
Rock Island County	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
	<u>\$ 81,452,512</u>	<u>\$ 83,123,342</u>	<u>\$ 85,539,215</u>
RATES	<u>.2368</u>	<u>.2305</u>	<u>.2229</u>
EXTENSIONS	<u>\$ 192,880</u>	<u>\$ 191,599</u>	<u>\$ 190,667</u>
COLLECTIONS	<u>\$ 189,601</u>	<u>\$ 189,899</u>	<u>\$ -0-</u>
WESTMER SCHOOL DISTRICT DEBT - Health/Life Safety School Bonds, Series 2007			
ASSESSED VALUATIONS			
Mercer County	\$ 38,767,528	\$ 40,756,201	\$ 42,339,415
Henderson County	1,825,752	1,850,350	1,905,041
Rock Island County	<u>2,013,412</u>	<u>2,057,582</u>	<u>2,152,742</u>
	<u>\$ 42,606,692</u>	<u>\$ 44,664,133</u>	<u>\$ 46,397,198</u>
RATES	<u>.2106</u>	<u>.1925</u>	<u>.1876</u>
EXTENSIONS	<u>\$ 89,730</u>	<u>\$ 85,978</u>	<u>\$ 87,041</u>
COLLECTIONS	<u>\$ 89,007</u>	<u>\$ 83,079</u>	<u>\$ -0-</u>
TOTAL COLLECTIONS	<u>\$ 5,465,625</u>	<u>\$ 5,708,434</u>	<u>\$ -0-</u>

MERCER COUNTY SCHOOL DISTRICT NO. 404

SCHEDULE OF INVESTMENTS

JUNE 30, 2014

	<u>Interest Rate</u>	<u>Book Value</u>	<u>Market Value</u>
Activity Funds -			
Junior High Activity Fund - Certificate of Deposit	0.50%	\$ <u>5,000</u>	\$ <u>5,000</u>
Scholarship Funds -			
ABC Scholarship			
Certificate of Deposit	1.20%	\$ 7,062	\$ 7,062
Certificate of Deposit	2.50%	6,464	6,464
Certificate of Deposit	1.35%	2,721	2,721
Certificate of Deposit	1.35%	9,328	9,328
Connie Sue Smith Scholarship - Certificate of Deposit	.60%	31,242	31,242
Frank Smith Scholarship - Savings Account		104	104
Certificate of Deposit	.35%	20,186	20,186
McKinney Memorial - Money Market	.10%	473	473
Certificate of Deposit	.60%	<u>10,000</u>	<u>10,000</u>
Total Scholarship Funds		\$ <u>87,580</u>	\$ <u>87,580</u>
Total Investments		<u>\$ 92,580</u>	<u>\$ 92,580</u>

Due to ROE on October 15th  
 Due to ISBE on November 15th  
 SD/JA14

ILLINOIS STATE BOARD OF EDUCATION  
 School Business Services Division  
 100 North First Street, Springfield, Illinois 62777-0001  
 217/785-8779  
 Illinois School District/Joint Agreement  
 Annual Financial Report \*  
 June 30, 2014

School District  
 Joint Agreement

<b>School District/Joint Agreement Information</b> <i>(See instructions on inside of this page.)</i>		<b>Accounting Basis:</b> <input checked="" type="checkbox"/> CASH <input type="checkbox"/> ACCRUAL		<b>Certified Public Accountant Information</b>		
School District/Joint Agreement Number: <b>27-066-4040-26</b>		<b>Filing Status:</b> <b>Submit electronic AFR directly to ISBE</b>  Click on the Link to Submit: <a href="#">Send ISBE a File</a>		Name of Auditing Firm: <b>Cavanaugh, Davies, Blackman &amp; Cramblet</b>		
County Name: <b>Mercer</b>				Name of Audit Manager: <b>Rod Davies</b>		
Name of School District/Joint Agreement: <b>Mercer County School District #404</b>				Address: <b>1021 N. Main Street, PO Box 318</b>		
Address: <b>1002 SW 6th Street</b>				City: <b>Monmouth</b>	State: <b>IL</b>	Zip Code: <b>61462</b>
City: <b>Aledo</b>				Phone Number: <b>309-734-2330</b>		Fax Number: <b>309-734-2349</b>
Email Address: <b>aboucher@mercerschools.org</b>				IL License Number: <b>60.008476</b>		Expiration Date: <b>1/1/2016</b>
Zip Code: <b>61231</b>		Email Address: <b>cdccpas@frontiernet.net</b>		ISBE Use Only		
<b>Annual Financial Report</b> Type of Auditor's Report Issued: <input type="checkbox"/> Qualified <input type="checkbox"/> Unqualified <input checked="" type="checkbox"/> Adverse <input type="checkbox"/> Disclaimer		<b>A-133 Single Audit Status:</b> <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO Are Federal expenditures greater than \$500,000? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO Is all A-133 Single Audit Information completed and attached? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO Were any financial statement or federal awards findings issued?				
<input checked="" type="checkbox"/> Reviewed by District Superintendent/Administrator		<input type="checkbox"/> Reviewed by Township Treasurer (Cook County only) Name of Township: _____		<input checked="" type="checkbox"/> Reviewed by Regional Superintendent/Cook ISC		
District Superintendent/Administrator Name (Type or Print): <b>Alan Boucher</b>		Township Treasurer Name (type or print):		Regional Superintendent/Cook ISC Name (Type or Print): <b>Jodi Scott</b>		
Email Address: <b>aboucher@mercerschools.org</b>		Email Address:		Email Address: <b>jscott@hmroe27.com</b>		
Telephone: <b>309-582-2238</b>	Fax Number: <b>309-582-7428</b>	Telephone:	Fax Number:	Telephone: <b>309-734-6822</b>	Fax Number: <b>309-734-2452</b>	
Signature & Date:		Signature & Date:		Signature & Date:		

\* This form is based on 23 Illinois Administrative Code 100, Subtitle A, Chapter I, Subchapter C (Part 100).  
 ISBE Form SD50-35/JA50-60 (05/14)

This form is based on 23 Illinois Administrative Code, Subtitle A, Chapter I, Subchapter C, Part 100.  
 In some instances, use of open account codes (cells) may not be authorized by statute or administrative rule.  
 Each school district or joint agreement is responsible for obtaining the concurring legal opinion and/or other supporting authorization/documentation, as necessary, to use the applicable account code (cell).

**AUDITOR'S QUESTIONNAIRE**

**INSTRUCTIONS:** If your review and testing of State, Local, and Federal Programs revealed any of the following statements to be true, then check the box on the left, and attach the appropriate findings/comments.

**PART A - FINDINGS**

- 1. One or more school board members, administrators, certified school business officials, or other qualifying district employees failed to file economic interest statements pursuant to the *Illinois Government Ethics Act. [5 ILCS 420/4A-101]*
- 2. One or more custodians of funds failed to comply with the bonding requirements pursuant to *Sections 8-2, 10-20.19 or 19-6 of the School Code. [105 ILCS 5/8-2; 10-20.19; 19-6]*
- 3. One or more contracts were executed or purchases made contrary to the provisions of *Section 10-20.21 of the School Code. [105 ILCS 5/10-20.21]*
- 4. One or more violations of the Public Funds Deposit Act or the Public Funds Investment Act were noted. *[30 ILCS 225/1 et. seq. and 30 ILCS 235/1 et. seq.]*
- 5. Restricted funds were commingled in the accounting records or used for other than the purpose for which they were restricted.
- 6. One or more short-term loans or short-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory authority.
- 7. One or more long-term loans or long-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory authority.
- 8. Corporate Personal Property Replacement Tax monies were deposited and/or used without first satisfying the lien imposed pursuant to the *State Revenue Sharing Act. [30 ILCS 115/12]*
- 9. One or more interfund loans were made in non-conformity with the applicable authorizing statute or without statutory authorization.
- 10. One or more interfund loans were outstanding beyond the term provided by statute.
- 11. One or more permanent transfers were made in non-conformity with the applicable authorizing statute/regulation or without statutory/regulatory authorization.
- 12. Substantial, or systematic misclassification of budgetary items such as, but not limited to, revenues, receipts, expenditures, disbursements or expenses were observed.
- 13. The Chart of Accounts used to define and control budget and accounting records does not conform to the minimum requirements imposed by ISBE rules pursuant to *Sections 2-3.27 and 2-3.28 of the School Code. [105 ILCS 5/2-3.27; 2-3.28]*

**PART B - FINANCIAL DIFFICULTIES/CERTIFICATION Criteria pursuant to Section 1A-8 of the School Code [105 ILCS 5/1A-8]**

- 14. The district has issued tax anticipation warrants or tax anticipation notes in anticipation of a second year's taxes when warrants or notes in anticipation of current year taxes are still outstanding, as authorized by *Sections 17-16 or 34-23 thru 34-27 of the School Code. [105 ILCS 5/17-16 or 34-23 thru 34-27]*
- 15. The district has issued short-term debt against two future revenue sources, such as, but not limited to, tax anticipation warrants and General State Aid certificates or tax anticipation warrants and revenue anticipation notes.
- 16. The district has issued school or teacher orders for wages as permitted in *Sections 8-16, 32-7.2 and 34-76 of the School Code* or issued funding bonds for this purpose pursuant to *Section 19-8 of the School Code. [105 ILCS 5/8-6, 32-7.2, 34-76, and 19-8]*
- 17. The district has for two consecutive years shown an excess of expenditures/other uses over revenues/other sources and beginning fund balances on its annual financial report for the aggregate totals of the Educational, Operations & Maintenance, Transportation, and Working Cash Funds.

**PART C - OTHER ISSUES**

- 18. Student Activity Funds, Imprest Funds, or other funds maintained by the district were excluded from the audit.
- 19. Findings, other than those listed in Part A (above), were reported (e.g. student activity fund findings).
- 20. Federal Stimulus Funds were not maintained and expended in accordance with the American Recovery and Reinvestment Act (ARRA) of 2009. If checked, an explanation must be provided.
- 21. Check this box if the district is subject to the Property Tax Extension Limitation Law. Effective Date: \_\_\_\_\_
- 22. If the type of Auditor Report designated on the cover page is other than an unqualified opinion and is due to reason(s) other than solely Cash Basis Accounting, please check and explain the reason(s) in the box below.

**PART D - EXPLANATION OF ACCOUNTING PRACTICES FOR LATE MANDATED CATEGORICAL PAYMENTS**

(For School Districts who report on an Accrual/Modified Accrual Accounting Basis only)

School districts that report on the accrual/modified accrual basis of accounting must identify where late mandated categorical payments (Acct Codes 3100, 3105, 3110, 3500, and 3510) are recorded. Depending on the accounting procedure these amounts will be used to adjust the Direct Receipts/Revenues in calculation 1 and 2 of the Financial Profile Score. In FY2014, identify those late payments recorded as Intergovernmental Receivables, Other Receivables, or Deferred Revenue & Other Current Liabilities or Direct Receipts/Revenue. Payments should only be listed once.

23. Enter the date that the district used to accrue mandated categorical payments Date:

24. For the listed mandated categorical (Revenue Code (3110, 3500, 3510, 3100, 3105) that were vouchered prior to June 30th, but not released until after year end as reported in ISBE FRIS system, enter the amounts that were accrued in the chart below.

Account Name	3110	3500	3510	3100	3105	Total
<b>Deferred Revenues (490)</b>						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)						
<b>Direct Receipts/Revenue</b>						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)						0
<b>Total</b>						0

\* Revenue Code (3110-Sp Ed Personnel, 3510-Sp Ed Transportation, 3500-Regular/Vocational Transportation, 3105-Sp Ed Funding for Children Requiring Services, 3100-Sp Ed Private Facilities)

**PART E - QUALIFICATIONS OF AUDITING FIRM**

- \* School District/Joint Agreement entities must verify the qualifications of the auditing firm by requesting the most current peer review report and the corresponding acceptance letter from the approved peer review program for the current peer review.
- \* A school district/joint agreement who engages with an auditing firm who is not licensed and qualified will be required to complete a new audit by a qualified auditing firm at the school district's/joint agreement's expense.

Comments Applicable to the Auditor's Questionnaire:

Cavanaugh, Davies, Blackman & Cramblet  
Name of Audit Firm (print)

The undersigned affirms that this audit was conducted by a qualified auditing firm and in accordance with the applicable standards (23 Illinois Administrative Code Part 100) and the scope of the audit conformed to the requirements of subsection (a) or (b) of 23 Illinois Administrative Code Part 100 Section 110, as applicable.

  
Signature

10/09/2014  
mm/dd/yyyy



	A	B	C	D	E	F	G	H	I	J	K	L	M	
1	<b>FINANCIAL PROFILE INFORMATION</b>													
2														
3	<i>Required to be completed for School Districts only.</i>													
4														
5	<b>A. Tax Rates (Enter the tax rate - ex: .0150 for \$1.50)</b>													
6														
7			<b>Tax Year 2013</b>						<b>Equalized Assessed Valuation (EAV):</b>		131,936,413			
8														
9			<b>Educational</b>		<b>Operations &amp; Maintenance</b>		<b>Transportation</b>		<b>Combined Total</b>		<b>Working Cash</b>			
10	<b>Rate(s):</b>		0.027000	+	0.007000	+	0.002000	=	0.036000		=	0.000500		
11														
12														
13	<b>B. Results of Operations *</b>													
14														
15				<b>Receipts/Revenues</b>		<b>Disbursements/ Expenditures</b>		<b>Excess/ (Deficiency)</b>		<b>Fund Balance</b>				
16				12,021,132		11,558,319		462,813		4,569,801				
17	* The numbers shown are the sum of entries on Pages 7 & 8, lines 8, 17, 20, and 81 for the Educational, Operations & Maintenance, Transportation and Working Cash Funds.													
18														
19														
20	<b>C. Short-Term Debt **</b>													
21			<b>CPPRT Notes</b>		<b>TAWs</b>		<b>TANs</b>		<b>TO/EMP. Orders</b>		<b>GSA Certificates</b>			
22			0	+	0	+	0	+	0	+	0	+		
23			<b>Other</b>		<b>Total</b>									
24			0	=	0									
25	** The numbers shown are the sum of entries on page 25.													
26														
27														
28	<b>D. Long-Term Debt</b>													
29	Check the applicable box for long-term debt allowance by type of district.													
30														
31			<input type="checkbox"/> a. 8.9% for elementary and high school districts.										18,207,225	
32			<input checked="" type="checkbox"/> b. 13.8% for unit districts.											
33														
34	<b>Long-Term Debt Outstanding:</b>													
35														
36			<b>c. Long-Term Debt (Principal only)</b>		<b>Accl</b>									
37			Outstanding:.....		511		1,378,315							
38														
39														
40	<b>E. Material Impact on Financial Position</b>													
41	If applicable, check any of the following items that may have a material impact on the entity's financial position during future reporting periods.													
42	Attach sheets as needed explaining each item checked.													
43														
44			<input type="checkbox"/> Pending Litigation											
45			<input type="checkbox"/> Material Decrease in EAV											
46			<input type="checkbox"/> Material Increase/Decrease in Enrollment											
47			<input type="checkbox"/> Adverse Arbitration Ruling											
48			<input type="checkbox"/> Passage of Referendum											
49			<input type="checkbox"/> Taxes Filed Under Protest											
50			<input type="checkbox"/> Decisions By Local Board of Review or Illinois Property Tax Appeal Board (PTAB)											
51			<input type="checkbox"/> Other Ongoing Concerns (Describe & Itemize)											
52														
53	<b>Comments:</b>													
54														
55														
56														
57														
58														
59														
60														
61														

A	B	C	D	E	F	G	H	I	K	L	M	N	O	P	Q
1	<b>ESTIMATED FINANCIAL PROFILE SUMMARY</b>														
2	(Go to the following website for reference to the Financial Profile)														
3	<a href="http://www.isbe.net/sfms/p/profile.htm">www.isbe.net/sfms/p/profile.htm</a>														
4															
5															
6															
7	<b>District Name:</b> Mercer County School District #404														
8	<b>District Code:</b> 27-066-4040-26														
9	<b>County Name:</b> Mercer														
10															
11	<b>1. Fund Balance to Revenue Ratio:</b>														
12	Total Sum of Fund Balance (P8, Cells C81, D81, F81 & I81)		Funds 10, 20, 40, 70 + (50 & 80 if negative)		Total		Ratio		Score		Weight		Value		4
13	Total Sum of Direct Revenues (P7, Cell C8, D8, F8 & I8)		Funds 10, 20, 40, & 70,		4,569,801.00		0.380		0		0.35		1.40		
14	Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74)		Minus Funds 10 & 20		12,021,132.00										
15	(Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)				0.00										
16	<b>2. Expenditures to Revenue Ratio:</b>														
17	Total Sum of Direct Expenditures (P7, Cell C17, D17, F17, I17)		Funds 10, 20 & 40		Total		Ratio		Score		Weight		Value		4
18	Total Sum of Direct Revenues (P7, Cell C8, D8, F8, & I8)		Funds 10, 20, 40 & 70,		11,558,319.00		0.962		Adjustment		0				
19	Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74)		Minus Funds 10 & 20		12,021,132.00				Weight		0.35				
20	(Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)				0.00				Value		1.40				
21	Possible Adjustment:														
22															
23	<b>3. Days Cash on Hand:</b>														
24	Total Sum of Cash & Investments (P5, Cell C4, D4, F4, I4 & C5, D5, F5 & I5)		Funds 10, 20 40 & 70		Total		Days		Score		Weight		Value		3
25	Total Sum of Direct Expenditures (P7, Cell C17, D17, F17 & I17)		Funds 10, 20, 40 divided by 360		4,567,719.00		142.26		0		0.10		0.30		
26					32,106.44										
27	<b>4. Percent of Short-Term Borrowing Maximum Remaining:</b>														
28	Tax Anticipation Warrants Borrowed (P25, Cell F6-7 & F11)		Funds 10, 20 & 40		Total		Percent		Score		Weight		Value		4
29	EAV x 85% x Combined Tax Rates (P3, Cell J7 and J10)		(85 x EAV) x Sum of Combined Tax Rates		0.00		100.00		0		0.10		0.40		
30					4,037,254.24										
31	<b>5. Percent of Long-Term Debt Margin Remaining:</b>														
32	Long-Term Debt Outstanding (P3, Cell H37)				Total		Percent		Score		Weight		Value		4
33	Total Long-Term Debt Allowed (P3, Cell H31)				1,378,315.00		92.42		0		0.10		0.40		
34					18,207,224.99										
35	<b>Total Profile Score: 3.90 *</b>														
36	<b>Estimated 2015 Financial Profile Designation: <u>RECOGNITION</u></b>														
37															
38															
39															
40															
41															

\* Total Profile Score may change based on data provided on the Financial Profile Information, page 3 and by the timing of mandated categorical payments. Final score will be calculated by ISBE.

BASIC FINANCIAL STATEMENTS  
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS  
STATEMENT OF POSITION AS OF JUNE 30, 2014

	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
	ASSETS	Acct. #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
2	<b>CURRENT ASSETS (100)</b>										
4	Cash (Accounts 111 through 115) <sup>1</sup>		1,662,179	1,007,079	12,962	567,083	260,597	78,717	1,331,378	383,142	127,011
5	Investments	120									
6	Taxes Receivable	130									
7	Interfund Receivables	140									
8	Intergovernmental Accounts Receivable	150									
9	Other Receivables	160	2,082								
10	Inventory	170									
11	Prepaid Items	180									
12	Other Current Assets (Describe & Itemize)	190									
13	<b>Total Current Assets</b>		1,664,261	1,007,079	12,962	567,083	260,597	78,717	1,331,378	383,142	127,011
14	<b>CAPITAL ASSETS (200)</b>										
15	Works of Art & Historical Treasures	210									
16	Land	220									
17	Building & Building Improvements	230									
18	Site Improvements & Infrastructure	240									
19	Capitalized Equipment	250									
20	Construction in Progress	260									
21	Amount Available in Debt Service Funds	340									
22	Amount to be Provided for Payment on Long-Term Debt	350									
23	<b>Total Capital Assets</b>										
24	<b>CURRENT LIABILITIES (400)</b>										
25	Interfund Payables	410									
26	Intergovernmental Accounts Payable	420									
27	Other Payables	430									
28	Contracts Payable	440									
29	Loans Payable	460									
30	Salaries & Benefits Payable	470									
31	Payroll Deductions & Withholdings	480									
32	Deferred Revenues & Other Current Liabilities	490									
33	Due to Activity Fund Organizations	493									
34	<b>Total Current Liabilities</b>		0	0	0	0	0	0	0	0	0
35	<b>LONG-TERM LIABILITIES (500)</b>										
36	Long-Term Debt Payable (General Obligation, Revenue, Other)	511									
37	<b>Total Long-Term Liabilities</b>										
38	Reserved Fund Balance	714	84,278	33,798							
39	Unreserved Fund Balance	730	1,579,983	973,283	12,962	567,083	260,597	78,717	1,331,378	383,142	127,011
40	Investment in General Fixed Assets										
41	<b>Total Liabilities and Fund Balance</b>		1,664,261	1,007,079	12,962	567,083	260,597	78,717	1,331,378	383,142	127,011

BASIC FINANCIAL STATEMENTS  
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS  
STATEMENT OF POSITION AS OF JUNE 30, 2014

1	A	B	L	M	N
	ASSETS	Acct. #	Agency Fund	General Fixed Assets	General Long-Term Debt
2	Account Groups				
3	<b>CURRENT ASSETS (100)</b>				
4	Cash (Accounts 111 through 115) <sup>1</sup>		137,009		
5	Investments	120	92,580		
6	Taxes Receivable	130			
7	Interfund Receivables	140			
8	Intergovernmental Accounts Receivable	150			
9	Other Receivables	160			
10	Inventory	170			
11	Prepaid Items	180			
12	Other Current Assets (Describe & Itemize)	190			
13	<b>Total Current Assets</b>		<b>229,589</b>		
14	<b>CAPITAL ASSETS (200)</b>				
15	Works of Art & Historical Treasures	210			
16	Land	220		235,697	
17	Building & Building Improvements	230		14,629,069	
18	Site Improvements & Infrastructure	240		3,093,147	
19	Capitalized Equipment	250		2,433,836	
20	Construction in Progress	260			
21	Amount Available in Debt Service Funds	340			12,962
22	Amount to be Provided for Payment on Long-Term Debt	350			1,365,353
23	<b>Total Capital Assets</b>			<b>20,388,749</b>	<b>1,378,315</b>
24	<b>CURRENT LIABILITIES (400)</b>				
25	Interfund Payables	410			
26	Intergovernmental Accounts Payable	420			
27	Other Payables	430			
28	Contracts Payable	440			
29	Loans Payable	460			
30	Salaries & Benefits Payable	470			
31	Payroll Deductions & Withholdings	480			
32	Deferred Revenues & Other Current Liabilities	490			
33	Due to Activity Fund Organizations	493	229,589		
34	<b>Total Current Liabilities</b>		<b>229,589</b>		
35	<b>LONG-TERM LIABILITIES (500)</b>				
36	Long-Term Debt Payable (General Obligation, Revenue, Other)	511			1,378,315
37	<b>Total Long-Term Liabilities</b>				<b>1,378,315</b>
38	Reserved Fund Balance	714			
39	Unreserved Fund Balance	730			
40	Investment in General Fixed Assets			20,388,749	
41	<b>Total Liabilities and Fund Balance</b>		<b>229,589</b>	<b>20,388,749</b>	<b>1,378,315</b>

**BASIC FINANCIAL STATEMENT**  
**STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER**  
**SOURCES (USES) AND CHANGES IN FUND BALANCE**  
**ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2014**

1	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
2	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
3	<b>RECEIPTS/REVENUES</b>										
4	Local Sources	1000	4,466,625	1,819,559	273,890	284,409	395,542	78,717	82,708	341,863	64,487
5	Flow-Through Receipts/Revenues from One District to Another District	2000	0	0		0	0				
6	State Sources	3000	3,759,806	50,000	0	704,905	6,247	0	0	0	0
7	Federal Sources	4000	853,120	0	0	0	0	0	0	0	0
8	<b>Total Direct Receipts/Revenues</b>		<b>9,079,551</b>	<b>1,869,559</b>	<b>273,890</b>	<b>989,314</b>	<b>401,789</b>	<b>78,717</b>	<b>82,708</b>	<b>341,863</b>	<b>64,487</b>
9	Receipts/Revenues for "On Behalf" Payments <sup>2</sup>	3998	1,873,951								
10	<b>Total Receipts/Revenues</b>		<b>10,953,502</b>	<b>1,869,559</b>	<b>273,890</b>	<b>989,314</b>	<b>401,789</b>	<b>78,717</b>	<b>82,708</b>	<b>341,863</b>	<b>64,487</b>
11	<b>DISBURSEMENTS/EXPENDITURES</b>										
12	Instruction	1000	5,992,751				138,084				
13	Support Services	2000	2,526,108	1,761,198		895,371	230,272	0		323,289	0
14	Community Services	3000	0	0		0	0				
15	Payments to Other Districts & Governmental Units	4000	376,428	0	0	0	0	0			0
16	Debt Service	5000	3,090	0	278,298	3,373	0			0	0
17	<b>Total Direct Disbursements/Expenditures</b>		<b>8,898,377</b>	<b>1,761,198</b>	<b>278,298</b>	<b>898,744</b>	<b>368,356</b>	<b>0</b>		<b>323,289</b>	<b>0</b>
18	Disbursements/Expenditures for "On Behalf" Payments <sup>2</sup>	4180	1,873,951	0	0	0	0	0		0	0
19	<b>Total Disbursements/Expenditures</b>		<b>10,772,328</b>	<b>1,761,198</b>	<b>278,298</b>	<b>898,744</b>	<b>368,356</b>	<b>0</b>		<b>323,289</b>	<b>0</b>
20	Excess of Direct Receipts/Revenues Over (Under) Direct Disbursements/Expenditures <sup>3</sup>		181,174	108,361	(4,408)	90,570	33,433	78,717	82,708	18,574	64,487
21	<b>OTHER SOURCES/USES OF FUNDS</b>										
22	<b>OTHER SOURCES OF FUNDS (7000)</b>										
23	<b>PERMANENT TRANSFER FROM VARIOUS FUNDS</b>										
24	Abolishment of the Working Cash Fund <sup>12</sup>	7110									
25	Abatement of the Working Cash Fund <sup>12</sup>	7110									
26	Transfer of Working Cash Fund Interest	7120			5,000						
27	Transfer Among Funds	7130									
28	Transfer of Interest	7140									
29	Transfer from Capital Project Fund to O&M Fund	7150									
30	Transfer of Excess Fire Prevention & Safety Tax and Interest Proceeds to O&M Fund <sup>4</sup>	7160									
	Transfer to Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund <sup>5</sup>	7170									
31											
32	<b>SALE OF BONDS (7200)</b>										
33	Principal on Bonds Sold	7210									
34	Premium on Bonds Sold	7220									
35	Accrued Interest on Bonds Sold	7230									
36	Sale or Compensation for Fixed Assets <sup>6</sup>	7300				15,300					
37	Transfer to Debt Service to Pay Principal on Capital Leases	7400			0						
38	Transfer to Debt Service to Pay Interest on Capital Leases	7500			0						
39	Transfer to Debt Service to Pay Principal on Revenue Bonds	7600			0						
40	Transfer to Debt Service Fund to Pay Interest on Revenue Bonds	7700			0						
41	Transfer to Capital Projects Fund	7800						0			
42	ISBE Loan Proceeds	7900									
43	Other Sources Not Classified Elsewhere	7990									
44	<b>Total Other Sources of Funds</b>		0	0	5,000	15,300	0	0	0	0	0
45	<b>OTHER USES OF FUNDS (8000)</b>										
46	<b>PERMANENT TRANSFER TO VARIOUS OTHER FUNDS (8100)</b>										
47	Abolishment or Abatement of the Working Cash Fund <sup>12</sup>	8110							0		
48	Transfer of Working Cash Fund Interest <sup>12</sup>	8120							5,000		
49	Transfer Among Funds	8130									
50	Transfer of Interest	8140									
51	Transfer from Capital Project Fund to O&M Fund	8150						0			

**BASIC FINANCIAL STATEMENT**  
**STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER**  
**SOURCES (USES) AND CHANGES IN FUND BALANCE**  
**ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2014**

1	A	B	C	D	E	F	G	H	I	J	K
2	Description	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
52	Transfer of Excess Fire Prevention & Safety Tax & Interest Proceeds to O&M Fund <sup>4</sup>	8160									0
53	Transfer of Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund <sup>5</sup>	8170									0
54	Taxes Pledged to Pay Principal on Capital Leases	8410									
55	Grants/Reimbursements Pledged to Pay Principal on Capital Leases	8420									
56	Other Revenues Pledged to Pay Principal on Capital Leases	8430									
57	Fund Balance Transfers Pledged to Pay Principal on Capital Leases	8440									
58	Taxes Pledged to Pay Interest on Capital Leases	8510									
59	Grants/Reimbursements Pledged to Pay Interest on Capital Leases	8520									
60	Other Revenues Pledged to Pay Interest on Capital Leases	8530									
61	Fund Balance Transfers Pledged to Pay Interest on Capital Leases	8540									
62	Taxes Pledged to Pay Principal on Revenue Bonds	8610									
63	Grants/Reimbursements Pledged to Pay Principal on Revenue Bonds	8620									
64	Other Revenues Pledged to Pay Principal on Revenue Bonds	8630									
65	Fund Balance Transfers Pledged to Pay Principal on Revenue Bonds	8640									
66	Taxes Pledged to Pay Interest on Revenue Bonds	8710									
67	Grants/Reimbursements Pledged to Pay Interest on Revenue Bonds	8720									
68	Other Revenues Pledged to Pay Interest on Revenue Bonds	8730									
69	Fund Balance Transfers Pledged to Pay Interest on Revenue Bonds	8740									
70	Taxes Transferred to Pay for Capital Projects	8810									
71	Grants/Reimbursements Pledged to Pay for Capital Projects	8820									
72	Other Revenues Pledged to Pay for Capital Projects	8830									
73	Fund Balance Transfers Pledged to Pay for Capital Projects	8840									
74	Transfer to Debt Service Fund to Pay Principal on ISBE Loans	8910									
75	Other Uses Not Classified Elsewhere	8990									
76	Total Other Uses of Funds		0	0	0	0	0	0	5,000	0	0
77	Total Other Sources/Uses of Funds		0	0	5,000	15,300	0	0	(5,000)	0	0
78	Excess of Receipts/Revenues and Other Sources of Funds (Over/Under) Expenditures/Disbursements and Other Uses of Funds		181,174	108,361	592	105,870	33,433	78,717	77,708	18,574	64,487
79	Fund Balances - July 1, 2013		1,483,087	898,718	12,370	461,213	227,164		1,253,670	364,568	62,524
80	Other Changes in Fund Balances - Increases (Decreases) (Describe & Itemize)										
81	Fund Balances - June 30, 2014		1,664,261	1,007,079	12,962	567,083	260,597	78,717	1,331,378	383,142	127,011

STATEMENT OF REVENUES RECEIVED/REVENUES  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K
2	Description	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
3	<b>RECEIPTS/REVENUES FROM LOCAL SOURCES (1000)</b>										
4	<b>AD VALOREM TAXES LEVIED BY LOCAL EDUCATION AGENCY</b>										
5	Designated Purposes Levies (1110-1120) <sup>7</sup>		3,391,668	679,321	272,978	251,236	182,217		62,806	335,280	62,806
6	Leasing Purposes Levy <sup>8</sup>	1130	62,188								
7	Special Education Purposes Levy	1140	50,246								
8	FICA/Medicare Only Purposes Levies	1150					157,688				
9	Area Vocational Construction Purposes Levy	1160									
10	Summer School Purposes Levy	1170									
11	Other Tax Levies (Describe & Itemize)	1190									
12	<b>Total Ad Valorem Taxes Levied By District</b>		<b>3,504,102</b>	<b>679,321</b>	<b>272,978</b>	<b>251,236</b>	<b>339,905</b>	<b>0</b>	<b>62,806</b>	<b>335,280</b>	<b>62,806</b>
13	<b>PAYMENTS IN LIEU OF TAXES</b>										
14	Mobile Home Privilege Tax	1210									
15	Payments from Local Housing Authorities	1220									
16	Corporate Personal Property Replacement Taxes <sup>9</sup>	1230	426,893	339,126		14,000	50,000				
17	Other Payments in Lieu of Taxes (Describe & Itemize)	1290									
18	<b>Total Payments In Lieu of Taxes</b>		<b>426,893</b>	<b>339,126</b>	<b>0</b>	<b>14,000</b>	<b>50,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
19	<b>TUITION</b>										
20	Regular - Tuition from Pupils or Parents (In State)	1311									
21	Regular - Tuition from Other Districts (In State)	1312									
22	Regular - Tuition from Other Sources (In State)	1313									
23	Regular - Tuition from Other Sources (Out of State)	1314									
24	Summer Sch - Tuition from Pupils or Parents (In State)	1321									
25	Summer Sch - Tuition from Other Districts (In State)	1322									
26	Summer Sch - Tuition from Other Sources (In State)	1323									
27	Summer Sch - Tuition from Other Sources (Out of State)	1324									
28	CTE - Tuition from Pupils or Parents (In State)	1331									
29	CTE - Tuition from Other Districts (In State)	1332									
30	CTE - Tuition from Other Sources (In State)	1333									
31	CTE - Tuition from Other Sources (Out of State)	1334									
32	Special Ed - Tuition from Pupils or Parents (In State)	1341									
33	Special Ed - Tuition from Other Districts (In State)	1342									
34	Special Ed - Tuition from Other Sources (In State)	1343									
35	Special Ed - Tuition from Other Sources (Out of State)	1344									
36	Adult - Tuition from Pupils or Parents (In State)	1351									
37	Adult - Tuition from Other Districts (In State)	1352									
38	Adult - Tuition from Other Sources (In State)	1353									
39	Adult - Tuition from Other Sources (Out of State)	1354									
40	<b>Total Tuition</b>		<b>0</b>								
41	<b>TRANSPORTATION FEES</b>										
42	Regular - Transp Fees from Pupils or Parents (In State)	1411									
43	Regular - Transp Fees from Other Districts (In State)	1412									
44	Regular - Transp Fees from Other Sources (In State)	1413				955					
45	Regular - Transp Fees from Co-curricular Activities (In State)	1415									
46	Regular Transp Fees from Other Sources (Out of State)	1416									
47	Summer Sch - Transp. Fees from Pupils or Parents (In State)	1421				1,540					
48	Summer Sch - Transp. Fees from Other Districts (In State)	1422									
49	Summer Sch - Transp. Fees from Other Sources (In State)	1423									
50	Summer Sch - Transp. Fees from Other Sources (Out of State)	1424									
51	CTE - Transp Fees from Pupils or Parents (In State)	1431									
52	CTE - Transp Fees from Other Districts (In State)	1432									
53	CTE - Transp Fees from Other Sources (In State)	1433									
54	CTE - Transp Fees from Other Sources (Out of State)	1434									
55	Special Ed - Transp Fees from Pupils or Parents (In State)	1441									

STATEMENT OF REVENUES RECEIVED/REVENUES  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
2	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
56	Special Ed - Transp Fees from Other Districts (In State)	1442									
57	Special Ed - Transp Fees from Other Sources (In State)	1443									
58	Special Ed - Transp Fees from Other Sources (Out of State)	1444									
59	Adult - Transp Fees from Pupils or Parents (In State)	1451									
60	Adult - Transp Fees from Other Districts (In State)	1452									
61	Adult - Transp Fees from Other Sources (In State)	1453									
62	Adult - Transp Fees from Other Sources (Out of State)	1454									
63	Total Transportation Fees					2,495					
64	<b>EARNINGS ON INVESTMENTS</b>										
65	Interest on Investments	1510	41,100	16,492	912	8,068	5,337	97	19,902	6,583	1,681
66	Gain or Loss on Sale of Investments	1520									
67	Total Earnings on Investments		41,100	16,492	912	8,068	5,337	97	19,902	6,583	1,681
68	<b>FOOD SERVICE</b>										
69	Sales to Pupils - Lunch	1611	140,214								
70	Sales to Pupils - Breakfast	1612	15,214								
71	Sales to Pupils - A la Carte	1613	112,197								
72	Sales to Pupils - Other (Describe & Itemize)	1614	772								
73	Sales to Adults	1620	9,411								
74	Other Food Service (Describe & Itemize)	1690	5,125								
75	Total Food Service		282,933								
76	<b>DISTRICT/SCHOOL ACTIVITY INCOME</b>										
77	Admissions - Athletic	1711	31,705								
78	Admissions - Other (Describe & Itemize)	1719									
79	Fees	1720	8,105	3,535							
80	Book Store Sales	1730									
81	Other District/School Activity Revenue (Describe & Itemize)	1790	13,375								
82	Total District/School Activity Income		53,185	3,535							
83	<b>TEXTBOOK INCOME</b>										
84	Rentals - Regular Textbooks	1811	53,030								
85	Rentals - Summer School Textbooks	1812									
86	Rentals - Adult/Continuing Education Textbooks	1813									
87	Rentals - Other (Describe & Itemize)	1819									
88	Sales - Regular Textbooks	1821									
89	Sales - Summer School Textbooks	1822									
90	Sales - Adult/Continuing Education Textbooks	1823									
91	Sales - Other (Describe & Itemize)	1829									
92	Other (Describe & Itemize)	1890									
93	Total Textbook Income		53,030								
94	<b>OTHER REVENUE FROM LOCAL SOURCES</b>										
95	Rentals	1910		2,710							
96	Contributions and Donations from Private Sources	1920	48,075	576,929		6,560	300				
97	Impact Fees from Municipal or County Governments	1930									
98	Services Provided Other Districts	1940									
99	Refund of Prior Years' Expenditures	1950									
100	Payments of Surplus Moneys from TIF Districts	1960									
101	Drivers' Education Fees	1970	7,500								
102	Proceeds from Vendors' Contracts	1980									
103	School Facility Occupation Tax Proceeds	1983						78,620			



STATEMENT OF REVENUES RECEIVED/REVENUES  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K	
2	Description	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety	
104	Payment from Other Districts	1991										
105	Sale of Vocational Projects	1992										
106	Other Local Fees (Describe & Itemize)	1993										
107	Other Local Revenues (Describe & Itemize)	1999	49,807	1,446		2,050						
108	Total Other Revenue from Local Sources		105,382	581,085	0	8,610	300	78,620	0	0	0	
109	Total Receipts/Revenues from Local Sources	1000	4,466,625	1,819,559	273,890	284,409	395,542	78,717	82,708	341,863	64,487	
110	<b>FLOW-THROUGH RECEIPTS/REVENUES FROM ONE DISTRICT TO ANOTHER DISTRICT (2000)</b>											
111	Flow-through Revenue from State Sources	2100										
112	Flow-through Revenue from Federal Sources	2200										
113	Other Flow-Through (Describe & Itemize)	2300										
114	Total Flow-Through Receipts/Revenues from One District to Another District	2000	0	0		0	0					
115	<b>RECEIPTS/REVENUES FROM STATE SOURCES (3000)</b>											
116	<b>UNRESTRICTED GRANTS-IN-AID</b>											
117	General State Aid- Sec. 18-8.05	3001	3,083,928									
118	General State Aid - Hold Harmless/Supplemental	3002										
119	Reorganization Incentives (Accounts 3005-3021)	3005										
120	Other Unrestricted Grants-In-Aid from State Sources (Describe & Itemize)	3099										
121	Total Unrestricted Grants-In-Aid		3,083,928	0	0	0	0	0		0	0	
122	<b>RESTRICTED GRANTS-IN-AID</b>											
123	<b>SPECIAL EDUCATION</b>											
124	Special Education - Private Facility Tuition	3100	10									
125	Special Education - Extraordinary	3105	212,789									
126	Special Education - Personnel	3110	285,129									
127	Special Education - Orphanage - Individual	3120										
128	Special Education - Orphanage - Summer	3130										
129	Special Education - Summer School	3145	1,495									
130	Special Education - Other (Describe & Itemize)	3199										
131	Total Special Education		499,423	0		0						
132	<b>CAREER AND TECHNICAL EDUCATION (CTE)</b>											
133	CTE - Technical Education - Tech Prep	3200										
134	CTE - Secondary Program Improvement (CTE)	3220	17,356									
135	CTE - WECEP	3225										
136	CTE - Agriculture Education	3235	2,319									
137	CTE - Instructor Practicum	3240										
138	CTE - Student Organizations	3270										
139	CTE - Other (Describe & Itemize)	3299										
140	Total Career and Technical Education		19,675	0								
141	<b>BILINGUAL EDUCATION</b>											
142	Bilingual Ed - Downstate - TPJ and TBE	3305										
143	Bilingual Education Downstate - Transitional Bilingual Education	3310										
144	Total Bilingual Ed		0									
145	State Free Lunch & Breakfast	3360	6,307									
146	School Breakfast Initiative	3365										
147	Driver Education	3370	18,492									
148	Adult Ed (from ICCB)	3410										
149	Adult Ed - Other (Describe & Itemize)	3499										

STATEMENT OF REVENUES RECEIVED/REVENUES  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K
2	Description	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
150	<b>TRANSPORTATION</b>										
151	Transportation - Regular/Vocational	3500				512,404					
152	Transportation - Special Education	3510				164,338					
153	Transportation - Other (Describe & Itemize)	3599									
154	Total Transportation		0	0		676,742	0				
155	Learning Improvement - Change Grants	3610									
156	Scientific Literacy	3660									
157	Truant Alternative/Optional Education	3695									
158	Early Childhood - Block Grant	3705	131,027			28,163	6,247				
159	Reading Improvement Block Grant	3715									
160	Reading Improvement Block Grant - Reading Recovery	3720									
161	Continued Reading Improvement Block Grant	3725									
162	Continued Reading Improvement Block Grant (2% Set Aside)	3726									
163	Chicago General Education Block Grant	3766									
164	Chicago Educational Services Block Grant	3767									
165	School Safety & Educational Improvement Block Grant	3775									
166	Technology - Learning Technology Centers	3780									
167	State Charter Schools	3815									
168	Extended Learning Opportunities - Summer Bridges	3825									
169	Infrastructure Improvements - Planning/Construction	3920									
170	School Infrastructure - Maintenance Projects	3925									
171	Other Restricted Revenue from State Sources (Describe & Itemize)	3999	954	50,000							
172	Total Restricted Grants-In-Aid		675,878	50,000	0	704,905	6,247	0	0	0	0
173	Total Receipts from State Sources	3000	3,759,806	50,000	0	704,905	6,247	0	0	0	0
174	<b>RECEIPTS/REVENUES FROM FEDERAL SOURCES (4000)</b>										
175	<b>UNRESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT</b>										
176	Federal Impact Aid	4001									
177	Other Unrestricted Grants-In-Aid Received Directly from the Fed Govt (Describe & Itemize)	4009									
178	Total Unrestricted Grants-In-Aid Received Directly from the Federal Govt		0	0	0	0	0	0	0	0	0
179	<b>RESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT</b>										
180	Head Start	4045									
181	Construction (Impact Aid)	4050									
182	MAGNET	4060									
183	Other Restricted Grants-In-Aid Received Directly from the Federal Govt (Describe & Itemize)	4090									
184	Total Restricted Grants-In-Aid Received Directly from Federal Govt		0	0		0	0	0			0
185	<b>RESTRICTED GRANTS-IN-AID RECEIVED FROM FEDERAL GOVT THRU THE STATE</b>										
186	<b>TITLE V</b>										
187	Title V - Innovation and Flexibility Formula	4100									
188	Title V - District Projects	4105									
189	Title V - Rural & Low Income Schools	4107									
190	Title V - Other (Describe & Itemize)	4199									
191	Total Title V		0	0		0	0				
192	<b>FOOD SERVICE</b>										
193	Breakfast Start-Up	4200									
194	National School Lunch Program	4210	250,712								
195	Special Milk Program	4215									
196	School Breakfast Program	4220	70,105								
197	Summer Food Service Admin/Program	4225									
198	Child & Adult Care Food Program	4226									

STATEMENT OF REVENUES RECEIVED/REVENUES  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K
	Description	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
199	Fresh Fruits & Vegetables	4240									
200	Food Service - Other (Describe & Itemize)	4299									
201	Total Food Service		320,817				0				
202	TITLE I										
203	Title I - Low Income	4300	211,874								
204	Title I - Low Income - Neglected, Private	4305									
205	Title I - Comprehensive School Reform	4332									
206	Title I - Reading First	4334									
207	Title I - Even Start	4335									
208	Title I - Reading First SEA Funds	4337									
209	Title I - Migrant Education	4340									
210	Title I - Other (Describe & Itemize)	4399									
211	Total Title I		211,874	0		0	0				
212	TITLE IV										
213	Title IV - Safe & Drug Free Schools - Formula	4400									
214	Title IV - 21st Century	4421									
215	Title IV - Other (Describe & Itemize)	4499									
216	Total Title IV		0	0		0	0				
217	FEDERAL - SPECIAL EDUCATION										
218	Fed - Spec Education - Preschool Flow-Through	4600									
219	Fed - Spec Education - Preschool Discretionary	4605									
220	Fed - Spec Education - IDEA - Flow Through/Low Incidence	4620	178,853								
221	Fed - Spec Education - IDEA - Room & Board	4625									
222	Fed - Spec Education - IDEA - Discretionary	4630									
223	Fed - Spec Education - IDEA - Other (Describe & Itemize)	4699									
224	Total Federal - Special Education		178,853	0		0	0				
225	CTE - PERKINS										
226	CTE - Perkins - Title IIE - Tech Prep	4770									
227	CTE - Other (Describe & Itemize)	4799									
228	Total CTE - Perkins		0	0			0				
229	Federal - Adult Education	4810									
230	ARRA - General State Aid - Education Stabilization	4850									
231	ARRA - Title I - Low Income	4851									
232	ARRA - Title I - Neglected, Private	4852									
233	ARRA - Title I - Delinquent, Private	4853									
234	ARRA - Title I - School Improvement (Part A)	4854									
235	ARRA - Title I - School Improvement (Section 1003g)	4855									
236	ARRA - IDEA - Part B - Preschool	4856									
237	ARRA - IDEA - Part B - Flow-Through	4857									
238	ARRA - Title IID - Technology-Formula	4860									
239	ARRA - Title IID - Technology-Competitive	4861									
240	ARRA - McKinney - Vento Homeless Education	4882									
241	ARRA - Child Nutrition Equipment Assistance	4863									
242	Impact Aid Formula Grants	4864									
243	Impact Aid Competitive Grants	4865									
244	Qualified Zone Academy Bond Tax Credits	4866									
245	Qualified School Construction Bond Credits	4867									
246	Build America Bond Tax Credits	4868									
247	Build America Bond Interest Reimbursement	4869									
248	ARRA - General State Aid - Other Govt Services Stabilization	4870									
249	Other ARRA Funds - II	4871									
250	Other ARRA Funds - III	4872									
251	Other ARRA Funds - IV	4873									
252	Other ARRA Funds - V	4874									
253	ARRA - Early Childhood	4875									

The Notes are an Integral Part of these Statements

STATEMENT OF REVENUES RECEIVED/REVENUES  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
2	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
254	Other ARRA Funds VII	4876									
255	Other ARRA Funds VIII	4877									
256	Other ARRA Funds IX	4878									
257	Other ARRA Funds X	4879									
258	Other ARRA Funds XI	4880									
259	Total Stimulus Programs		0	0	0	0	0	0		0	0
260	Race to the Top Program	4901									
261	Advanced Placement Fee/International Baccalaureate	4904									
262	Emergency Inmigrant Assistance	4905									
263	Title III - English Language Acquisition	4909									
264	Learn & Serve America	4910									
265	McKinney Education for Homeless Children	4920									
266	Title II - Eisenhower Professional Development Formula	4930									
267	Title II - Teacher Quality	4932	90,997								
268	Federal Charter Schools	4960									
269	Medicaid Matching Funds - Administrative Outreach	4991	21,514								
270	Medicaid Matching Funds - Fee-for-Service Program	4992	25,933								
271	Other Restricted Revenue from Federal Sources (Describe & Itemize)	4998	3,132								
272	Total Restricted Grants-In-Aid Received from the Federal Govt Thru the State		853,120	0	0	0	0	0		0	0
273	Total Receipts/Revenues from Federal Sources	4000	853,120	0	0	0	0	0	0	0	0
274	Total Direct Receipts/Revenues		9,079,551	1,869,559	273,690	989,314	401,789	78,717	62,708	341,863	64,487

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K	L
2	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
3	<b>10 - EDUCATIONAL FUND (ED)</b>											
4	<b>INSTRUCTION (ED)</b>											
5	Regular Programs	1100	3,070,533	459,783	17,842	84,249	775	85			3,633,267	3,700,140
6	Tuition Payment to Charter Schools	1115									0	
7	Pre-K Programs	1125	105,169	15,352	537	1,793					122,851	120,535
8	Special Education Programs (Functions 1200-1220)	1200	853,418	171,132	70,439	1,520					1,096,509	1,070,652
9	Special Education Programs Pre-K	1225	36,912	5,097							42,009	38,692
10	Remedial and Supplemental Programs K-12	1250	150,151	63,846	3,336						217,333	243,697
11	Remedial and Supplemental Programs Pre-K	1275									0	
12	Adult/Continuing Education Programs	1300									0	
13	CTE Programs	1400	204,893	27,207	812	13,455				1,850	248,217	234,758
14	Interscholastic Programs	1500	381,877	27,907	60,608	40,965	25,596	75			537,028	501,021
15	Summer School Programs	1600	4,643	60		480					5,183	
16	Gifted Programs	1650									0	
17	Driver's Education Programs	1700	68,947	13,107	2,727	573					85,354	85,573
18	Bilingual Programs	1800									0	
19	Truant Alternative & Optional Programs	1900			5,000						5,000	5,000
20	Pre-K Programs - Private Tuition	1910									0	
21	Regular K-12 Programs - Private Tuition	1911									0	
22	Special Education Programs K-12 - Private Tuition	1912									0	
23	Special Education Programs Pre-K - Tuition	1913									0	
24	Remedial/Supplemental Programs K-12 - Private Tuition	1914									0	
25	Remedial/Supplemental Programs Pre-K - Private Tuition	1915									0	
26	Adult/Continuing Education Programs - Private Tuition	1916									0	
27	CTE Programs - Private Tuition	1917									0	
28	Interscholastic Programs - Private Tuition	1918									0	
29	Summer School Programs - Private Tuition	1919									0	
30	Gifted Programs - Private Tuition	1920									0	
31	Bilingual Programs - Private Tuition	1921									0	
32	Truants Alternative/Optional Ed Progra - Private Tuition	1922									0	
33	Total Instruction <sup>10</sup>	1000	4,676,543	783,491	161,301	143,035	26,371	160	0	1,850	5,992,751	6,000,068
34	<b>SUPPORT SERVICES (ED)</b>											
35	<b>SUPPORT SERVICES - PUPILS</b>											
36	Attendance & Social Work Services	2110				44					44	90
37	Guidance Services	2120	113,455	18,817	20	741					133,033	128,792
38	Health Services	2130	62,494	12,735	1,859	848					77,936	78,001
39	Psychological Services	2140			51,331	45					51,376	45,270
40	Speech Pathology & Audiology Services	2150	116,279	13,444		31					131,022	139,511
41	Other Support Services - Pupils (Describe & Itemize)	2190	9,697	43	2,051						11,791	15,518
42	Total Support Services - Pupils	2100	301,925	45,039	56,529	1,709	0	0	0	0	405,202	407,182
43	<b>SUPPORT SERVICES - INSTRUCTIONAL STAFF</b>											
44	Improvement of Instruction Services	2210	37,839	32,533	10,834						81,206	50,192
45	Educational Media Services	2220	212,046	42,825	78,664	66,946	46,393				446,874	473,267
46	Assessment & Testing	2230			12,426						12,426	15,000
47	Total Support Services - Instructional Staff	2200	249,885	75,358	101,924	66,946	46,393	0	0	0	540,506	538,459
48	<b>SUPPORT SERVICES - GENERAL ADMINISTRATION</b>											
49	Board of Education Services	2310	55,243	5,531	31,184	2,669		250			94,877	107,437
50	Executive Administration Services	2320	105,715	10,953	2,638	579	886	1,328			122,099	126,405
51	Special Area Administration Services	2330									0	
52	Tort Immunity Services	2360 - 2370									0	
53	Total Support Services - General Administration	2300	160,958	16,484	33,822	3,248	886	1,578	0	0	216,976	233,842

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STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K	L
2	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
54	<b>SUPPORT SERVICES - SCHOOL ADMINISTRATION</b>											
55	Office of the Principal Services	2410	570,067	66,307	942	2,431		1,340			641,087	628,813
56	Other Support Services - School Admin (Describe & Itemize)	2490									0	
57	<b>Total Support Services - School Administration</b>	<b>2400</b>	<b>570,067</b>	<b>66,307</b>	<b>942</b>	<b>2,431</b>	<b>0</b>	<b>1,340</b>	<b>0</b>	<b>0</b>	<b>641,087</b>	<b>628,813</b>
58	<b>SUPPORT SERVICES - BUSINESS</b>											
59	Direction of Business Support Services	2510			38,951						38,951	43,960
60	Fiscal Services	2520	46,257	6,053	3,125	1,041					56,476	64,573
61	Operation & Maintenance of Plant Services	2540			49,387		9,800				59,187	63,300
62	Pupil Transportation Services	2550									0	
63	Food Services	2560	158,287	48,280	4,652	354,520	1,984				567,723	541,662
64	Internal Services	2570									0	
65	<b>Total Support Services - Business</b>	<b>2500</b>	<b>204,544</b>	<b>54,333</b>	<b>96,115</b>	<b>355,561</b>	<b>11,784</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>722,337</b>	<b>713,495</b>
66	<b>SUPPORT SERVICES - CENTRAL</b>											
67	Direction of Central Support Services	2610									0	
68	Planning, Research, Development, & Evaluation Services	2620									0	
69	Information Services	2630									0	
70	Staff Services	2640									0	
71	Data Processing Services	2660									0	
72	<b>Total Support Services - Central</b>	<b>2600</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
73	Other Support Services (Describe & Itemize)	2900									0	
74	<b>Total Support Services</b>	<b>2000</b>	<b>1,487,379</b>	<b>257,521</b>	<b>289,332</b>	<b>429,895</b>	<b>59,063</b>	<b>2,918</b>	<b>0</b>	<b>0</b>	<b>2,526,108</b>	<b>2,521,791</b>
75	<b>COMMUNITY SERVICES (ED)</b>											
76	<b>PAYMENTS TO OTHER DISTRICTS &amp; GOVT UNITS (ED)</b>											
77	<b>PAYMENTS TO OTHER GOVT UNITS (IN-STATE)</b>											
78	Payments for Regular Programs	4110									0	
79	Payments for Special Education Programs	4120			47,840			20,052			67,892	67,000
80	Payments for Adult/Continuing Education Programs	4130									0	
81	Payments for CTE Programs	4140									0	
82	Payments for Community College Programs	4170									0	
83	Other Payments to In-State Govt Units (Describe & Itemize)	4190									0	
84	<b>Total Payments to Dist &amp; Other Govt Units (In-State)</b>	<b>4100</b>			<b>47,840</b>			<b>20,052</b>			<b>67,892</b>	<b>67,000</b>
85	Payments for Regular Programs - Tuition	4210									0	
86	Payments for Special Education Programs - Tuition	4220						298,264			298,264	305,000
87	Payments for Adult/Continuing Education Programs - Tuition	4230									0	
88	Payments for CTE Programs - Tuition	4240									0	
89	Payments for Community College Programs - Tuition	4270									0	
90	Payments for Other Programs - Tuition	4280									0	
91	Other Payments to In-State Govt Units	4290									0	
92	<b>Total Payments to Other District &amp; Govt Units -Tuition (In State)</b>	<b>4200</b>						<b>298,264</b>			<b>298,264</b>	<b>305,000</b>
93	Payments for Regular Programs - Transfers	4310									0	
94	Payments for Special Education Programs - Transfers	4320									0	
95	Payments for Adult/Continuing Ed Programs - Transfers	4330									0	

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K	L
2	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
96	Payments for CTE Programs - Transfers	4340									0	
97	Payments for Community College Program - Transfers	4370									0	
98	Payments for Other Programs - Transfers	4380									0	
99	Other Payments to In-State Govt Units - Transfers	4390						10,272			10,272	10,272
100	Total Payments to Other District & Govt Units - Transfers (In-State)	4300			0			10,272			10,272	10,272
101	Payments to Other Dist & Govt Units (Out-of-State)	4400									0	
102	Total Payments to Other District & Govt Units	4000			47,840			328,588			376,428	382,272
103	<b>DEBT SERVICES (ED)</b>											
104	<b>DEBT SERVICES - INTEREST ON SHORT-TERM DEBT</b>											
105	Tax Anticipation Warrants	5110									0	
106	Tax Anticipation Notes	5120									0	
107	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
108	State Aid Anticipation Certificates	5140									0	
109	Other Interest on Short-Term Debt	5150									0	
110	Total Interest on Short-Term Debt	5100						0			0	0
111	Debt Services - Interest on Long-Term Debt	5200						3,090			3,090	
112	Total Debt Services	5000						3,090			3,090	0
113	<b>PROVISIONS FOR CONTINGENCIES (ED)</b>											
114	Total Direct Disbursements/Expenditures		6,363,922	1,041,012	498,473	572,930	85,434	334,756	0	1,850	8,898,377	8,904,131
115	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										181,174	
116												
117	<b>20 - OPERATIONS &amp; MAINTENANCE FUND (O&amp;M)</b>											
118	<b>SUPPORT SERVICES (O&amp;M)</b>											
119	<b>SUPPORT SERVICES - PUPILS</b>											
120	Other Support Services - Pupils (Describe & Itemize)	2190									0	
121	<b>SUPPORT SERVICES - BUSINESS</b>											
122	Direction of Business Support Services	2510									0	
123	Facilities Acquisition & Construction Services	2530			40,811	11,404	633,721				685,936	741,664
124	Operation & Maintenance of Plant Services	2540	413,141	82,810	123,134	369,455	86,722				1,075,262	1,122,244
125	Pupil Transportation Services	2550									0	
126	Food Services	2560									0	
127	Total Support Services - Business	2500	413,141	82,810	163,945	380,859	720,443	0	0	0	1,761,198	1,863,908
128	Other Support Services (Describe & Itemize)	2900									0	
129	Total Support Services	2000	413,141	82,810	163,945	380,859	720,443	0	0	0	1,761,198	1,863,908
130	<b>COMMUNITY SERVICES (O&amp;M)</b>											
131	<b>PAYMENTS TO OTHER DIST &amp; GOVT UNITS (O&amp;M)</b>											
132	<b>PAYMENTS TO OTHER GOVT UNITS (IN-STATE)</b>											
133	Payments for Special Education Programs	4120									0	
134	Payments for CTE Programs	4140									0	
135	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	
136	Total Payments to Other Govt. Units (In-State)	4100			0			0			0	0
137	Payments to Other Govt. Units (Out of State)	4400									0	
138	Total Payments to Other Dist & Govt Units	4000			0			0			0	0
139	<b>DEBT SERVICES (O&amp;M)</b>											
140	<b>DEBT SERVICES - INTEREST ON SHORT-TERM DEBT</b>											
141	Tax Anticipation Warrants	5110									0	
142	Tax Anticipation Notes	5120									0	

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K	L
2	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
143	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
144	State Aid Anticipation Certificates	5140									0	
145	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
146	Total Debt Service - Interest on Short-Term Debt	5100						0			0	0
147	DEBT SERVICE - INTEREST ON LONG-TERM DEBT	5200									0	
148	Total Debt Services	5000						0			0	0
149	PROVISIONS FOR CONTINGENCIES (O&M)	6000										
150	Total Direct Disbursements/Expenditures		413,141	82,810	163,945	380,859	720,443	0	0	0	1,761,198	1,863,908
151	Excess (Deficiency) of Receipts/Revenues/Over										108,361	
152												
153	<b>30 - DEBT SERVICES (DS)</b>											
154	PAYMENTS TO OTHER DIST & GOVT UNITS (DS)	4000									0	
155	DEBT SERVICES (DS)	5000										
156	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
157	Tax Anticipation Warrants	5110									0	
158	Tax Anticipation Notes	5120									0	
159	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
160	State Aid Anticipation Certificates	5140									0	
161	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
162	Total Debt Services - Interest On Short-Term Debt	5100						0			0	0
163	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200						47,498			47,498	57,600
	DEBT SERVICES - PAYMENTS OF PRINCIPAL ON LONG-TERM DEBT (Lease/Purchase Principal Retired) <sup>11</sup>	5300									230,000	225,000
164								230,000			230,000	225,000
165	DEBT SERVICES - OTHER (Describe & Itemize)	5400						800			800	800
166	Total Debt Services	5000			0			278,298			278,298	283,400
167	PROVISION FOR CONTINGENCIES (DS)	6000										
168	Total Disbursements/ Expenditures				0			278,298			278,298	283,400
169	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(4,408)	
170												
171	<b>40 - TRANSPORTATION FUND (TR)</b>											
172	SUPPORT SERVICES (TR)											
173	SUPPORT SERVICES - PUPILS											
174	Other Support Services - Pupils (Describe & Itemize)	2190									0	
175	SUPPORT SERVICES - BUSINESS											
176	Pupil Transportation Services	2550	217,385	12,196	366,941	132,716	155,425				884,663	888,127
177	Other Support Services (Describe & Itemize)	2900	10,310	398							10,708	10,716
178	Total Support Services	2000	227,695	12,594	366,941	132,716	155,425	0	0	0	895,371	898,843
179	COMMUNITY SERVICES (TR)	3000									0	
180	PAYMENTS TO OTHER DIST & GOVT UNITS (TR)											
181	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)											
182	Payments for Regular Programs	4110									0	
183	Payments for Special Education Programs	4120									0	
184	Payments for Adult/Continuing Education Programs	4130									0	
185	Payments for CTE Programs	4140									0	
186	Payments for Community College Programs	4170									0	
187	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	
188	Total Payments to Other Govt. Units (In-State)	4100			0			0			0	0



STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K	L
2	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
189	PAYMENTS TO OTHER GOVT UNITS (OUT-OF-STATE)	4400									0	
190	Total Payments to Other Dist & Govt Units	4000			0			0			0	0
191	<b>DEBT SERVICES (TR)</b>											
192	<b>DEBT SERVICE - INTEREST ON SHORT-TERM DEBT</b>											
193	Tax Anticipation Warrants	5110									0	
194	Tax Anticipation Notes	5120									0	
195	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
196	State Aid Anticipation Certificates	5140									0	
197	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
198	Total Debt Services - Interest On Short-Term Debt	5100						0			0	0
199	<b>DEBT SERVICES - INTEREST ON LONG-TERM DEBT</b>	<b>5200</b>						3,373			3,373	
200	<b>DEBT SERVICE - PAYMENTS OF PRINCIPAL ON LONG-TERM DEBT (Lease/Purchase Principal Retired) **</b>	<b>5300</b>									0	
201	<b>DEBT SERVICES - OTHER (Describe &amp; Itemize)</b>	<b>5400</b>									0	
202	Total Debt Services							3,373			3,373	0
203	<b>PROVISION FOR CONTINGENCIES (TR)</b>											
204	Total Disbursements/ Expenditures		227,695	12,594	366,941	132,716	155,425	3,373	0	0	898,744	898,843
205	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										90,570	
206	<b>50 - MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND (MR/SS)</b>											
207	<b>INSTRUCTION (MR/SS)</b>											
208	Regular Programs	1100		43,104							43,104	46,096
210	Pre-K Programs	1125		5,021							5,021	5,200
211	Special Education Programs (Functions 1200-1220)	1200		62,461							62,461	66,660
212	Special Education Programs - Pre-K	1225		1,883							1,883	2,850
213	Remedial and Supplemental Programs - K-12	1250		11,935							11,935	12,900
214	Remedial and Supplemental Programs - Pre-K	1275									0	
215	Adult/Continuing Education Programs	1300									0	
216	CTE Programs	1400		2,955							2,955	2,800
217	Interscholastic Programs	1500		9,664							9,664	11,700
218	Summer School Programs	1600		67							67	
219	Gifted Programs	1650									0	
220	Driver's Education Programs	1700		994							994	1,000
221	Bilingual Programs	1800									0	
222	Truants' Alternative & Optional Programs	1900									0	
223	Total Instruction	1000		138,084							138,084	149,206
224	<b>SUPPORT SERVICES (MR/SS)</b>											
225	<b>SUPPORT SERVICES - PUPILS</b>											
226	Attendance & Social Work Services	2110									0	
227	Guidance Services	2120		4,193							4,193	3,878
228	Health Services	2130		5,323							5,323	5,400
229	Psychological Services	2140									0	
230	Speech Pathology & Audiology Services	2150		1,633							1,633	1,760
231	Other Support Services - Pupils (Describe & Itemize)	2190		1,270							1,270	1,250
232	Total Support Services - Pupils	2100		12,419							12,419	12,288
233	<b>SUPPORT SERVICES - INSTRUCTIONAL STAFF</b>											
234	Improvement of Instruction Services	2210		549							549	
235	Educational Media Services	2220		24,695							24,695	24,670
236	Assessment & Testing	2230									0	
237	Total Support Services - Instructional Staff	2200		25,244							25,244	24,670

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K	L
2	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
238	<b>SUPPORT SERVICES - GENERAL ADMINISTRATION</b>											
239	Board of Education Services	2310		8,076							8,076	8,550
240	Executive Administration Services	2320		1,520							1,520	1,527
241	Service Area Administrative Services	2330									0	
242	Claims Paid from Self Insurance Fund	2361									0	
243	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362									0	
244	Unemployment Insurance Payments	2363									0	
245	Insurance Payments (Regular or Self-Insurance)	2364									0	
246	Risk Management and Claims Services Payments	2365									0	
247	Judgment and Settlements	2366									0	
248	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367		295							295	297
249	Reciprocal Insurance Payments	2368									0	
250	Legal Services	2369									0	
251	<b>Total Support Services - General Administration</b>	<b>2300</b>		<b>9,891</b>							<b>9,891</b>	<b>10,374</b>
252	<b>SUPPORT SERVICES - SCHOOL ADMINISTRATION</b>											
253	Office of the Principal Services	2410		31,829							31,829	32,528
254	Other Support Services - School Administration (Describe & Itemize)	2490									0	
255	<b>Total Support Services - School Administration</b>	<b>2400</b>		<b>31,829</b>							<b>31,829</b>	<b>32,528</b>
256	<b>SUPPORT SERVICES - BUSINESS</b>											
257	Direction of Business Support Services	2510									0	
258	Fiscal Services	2520		8,073							8,073	9,300
259	Facilities Acquisition & Construction Services	2530									0	
260	Operation & Maintenance of Plant Services	2540		74,568							74,568	72,500
261	Pupil Transportation Services	2550		39,563							39,563	42,450
262	Food Services	2560		28,537							28,537	29,200
263	Internal Services	2570									0	
264	<b>Total Support Services - Business</b>	<b>2500</b>		<b>150,741</b>							<b>150,741</b>	<b>153,450</b>
265	<b>SUPPORT SERVICES - CENTRAL</b>											
266	Direction of Central Support Services	2610									0	
267	Planning, Research, Development, & Evaluation Services	2620									0	
268	Information Services	2630									0	
269	Staff Services	2640									0	
270	Data Processing Services	2660									0	
271	<b>Total Support Services - Central</b>	<b>2600</b>		<b>0</b>							<b>0</b>	<b>0</b>
272	Other Support Services (Describe & Itemize)	2900		148							148	150
273	<b>Total Support Services</b>	<b>2000</b>		<b>230,272</b>							<b>230,272</b>	<b>233,460</b>
274	<b>COMMUNITY SERVICES (MR/SS)</b>											
275	<b>PAYMENTS TO OTHER DIST &amp; GOVT UNITS (MR/SS)</b>											
276	Payments for Special Education Programs	4120									0	
277	Payments for CTE Programs	4140									0	
278	<b>Total Payments to Other Dist &amp; Govt Units</b>	<b>4000</b>		<b>0</b>							<b>0</b>	<b>0</b>
279	<b>DEBT SERVICES (MR/SS)</b>											
280	<b>DEBT SERVICE - INTEREST ON SHORT-TERM DEBT</b>											
281	Tax Anticipation Warrants	5110									0	
282	Tax Anticipation Notes	5120									0	
283	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K	L
2	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
284	State Aid Anticipation Certificates	5140									0	
285	Other (Describe & Itemize)	5150									0	
286	Total Debt Services - Interest	5000						0			0	0
287	PROVISION FOR CONTINGENCIES (MR/SS)	6000										
288	Total Disbursements/Expenditures			368,356				0			368,356	382,666
289	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										33,433	
290												
291	<b>60 - CAPITAL PROJECTS (CP)</b>											
292	SUPPORT SERVICES (CP)											
293	SUPPORT SERVICES - BUSINESS										0	72,000
294	Facilities Acquisition and Construction Services	2530									0	
295	Other Support Services (Describe & Itemize)	2900									0	
296	Total Support Services	2000	0	0	0	0	0	0	0	0	0	72,000
297	PAYMENTS TO OTHER DIST & GOVT UNITS (CP)											
298	PAYMENTS TO OTHER GOVT UNITS (In-State)										0	
299	Payments to Other Govt Units (In-State)	4100									0	
300	Payments for Special Education Programs	4120									0	
301	Payments for CTE Programs	4140									0	
302	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	
303	Total Payments to Other Dist & Govt Units	4000			0			0			0	0
304	PROVISION FOR CONTINGENCIES (S&C/C1)	6000										
305	Total Disbursements/Expenditures		0	0	0	0	0	0	0	0	0	72,000
306	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										78,717	
307												
308	<b>70 - WORKING CASH (WC)</b>											
309												
310	<b>80 - TORT FUND (TF)</b>											
311	SUPPORT SERVICES - GENERAL ADMINISTRATION										0	74,500
312	Claims Paid from Self Insurance Fund	2361										
313	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362			59,254						59,254	58,000
314	Unemployment Insurance Payments	2363			13,841						13,841	12,000
315	Insurance Payments (Regular or Self-Insurance)	2364			77,055						77,055	77,000
316	Risk Management and Claims Services Payments	2365			91,061						91,061	20,000
317	Judgment and Settlements	2366									0	
318	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367	20,475	790	23,708						44,973	32,265
319	Reciprocal Insurance Payments	2368									0	
320	Legal Services	2369			37,105						37,105	51,175
321	Property Insurance (Buildings & Grounds)	2371									0	
322	Vehicle Insurance (Transportation)	2372									0	
323	Total Support Services - General Administration	2000	20,475	790	302,024	0	0	0	0	0	323,289	324,940
324	DEBT SERVICES (TF)	5000										
325	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
326	Tax Anticipation Warrants	5110									0	
327	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2014

1	A	B	C	D	E	F	G	H	I	J	K	L
2	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
328	Other Interest or Short-Term Debt	5150									0	
329	Total Debt Services - Interest on Short-Term Debt	5000						0			0	0
330	PROVISIONS FOR CONTINGENCIES (TF)	6000										
331	Total Disbursements/Expenditures		20,475	790	302,024	0	0	0	0	0	323,289	324,940
332	Excess (Deficiency) of Receipts/Revenues Over										18,574	
333												
334	<b>90 - FIRE PREVENTION &amp; SAFETY FUND (FP&amp;S)</b>											
335	SUPPORT SERVICES (FP&S)											
336	SUPPORT SERVICES - BUSINESS											
337	Facilities Acquisition & Construction Services	2530									0	
338	Operation & Maintenance of Plant Services	2540									0	
339	Total Support Services - Business	2500	0	0	0	0	0	0	0	0	0	0
340	Other Support Services (Describe & Itemize)	2900									0	
341	Total Support Services	2000	0	0	0	0	0	0	0	0	0	0
342	PAYMENTS TO OTHER DIST & GOVT UNITS (FP&S)											
343	Other Payments to In-State Govt. Units (Describe & Itemize)	4100									0	
344	Total Payments to Other Dist & Govt Units	4000						0			0	0
345	DEBT SERVICES (FP&S)											
346	DEBT SERVICES-INTEREST ON SHORT-TERM DEBT											
347	Tax Anticipation Warrants	5110									0	
348	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
349	Total Debt Service - Interest on Short-Term Debt	5100						0			0	0
350	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5300									0	
351	Debt Service - Payments of Principal on Long-Term Debt (Lease/Purchase Principal Retired)	5300									0	
352	Total Debt Service	5000						0			0	0
353	PROVISION FOR CONTINGENCIES (FP&S)	6000										
354	Total Disbursements/Expenditures		0	0	0	0	0	0	0	0	0	0
355	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										64,487	

FEDERAL STIMULUS - AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) of 2009  
(Detailed Schedule of Receipts and Disbursements)

1	2	3	RECEIPTS			DISBURSEMENTS						
			ARRA Receipts	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total Expenditures
District's Accounting Basis is CASH												
	ARRA Revenue Source Code	Acct #										
4	Beginning Balance July 1, 2013											
5	ARRA - General State Aid	4850	0									0
6	ARRA - Title I Low Income	4851	0									0
7	ARRA - Title I Neglected - Private	4852	0									0
8	ARRA - Title I Delinquent - Private	4853	0									0
9	ARRA - Title I School Improvement (Part A)	4854	0									0
10	ARRA - Title I School Improvement (Section 1003g)	4855	0									0
11	ARRA - IDEA Part B Preschool	4856	0									0
12	ARRA - IDEA Part B Flow Through	4857	0									0
13	ARRA - Title II D Technology Formula	4860	0									0
14	ARRA - Title II D Technology Competitive	4861	0									0
15	ARRA - McKinney - Vento Homeless Education	4862	0									0
16	ARRA - Child Nutrition Equipment Assistance	4863	0									0
17	Impact Aid Construction Formula	4864	0									0
18	Impact Aid Construction Competitive	4865	0									0
19	QZAB Tax Credits	4866	0									0
20	QSCB Tax Credits	4867	0									0
21	Build America Bonds Tax Credits	4868	0									0
22	Build America Bonds Interest Reimbursement	4869	0									0
23	ARRA - General State Aid - Other Govt Services Stabilization	4870	0									0
24	ARRA - Other II	4871	0									0
25	ARRA - Other III	4872	0									0
26	ARRA - Other IV	4873	0									0
27	ARRA - Other V	4874	0									0
28	ARRA - Early Childhood	4875	0									0
29	ARRA - Other VII	4876	0									0
30	ARRA - Other VIII	4877	0									0
31	ARRA - Other IX	4878	0									0
32	ARRA - Other X	4879	0									0
33	ARRA - Other XI	4880	0									0
34	Total ARRA Programs		0	0	0	0	0	0	0	0		0
35	Ending Balance June 30, 2014		0									

1. Were any funds from the State Fiscal Stabilization Fund Program (SFSF) General State-Aid Accounts 4850, line 5 & 4870, line 23 used for the following non-allowable purposes:
- Payments of maintenance costs;
  - Stadiums or other facilities used for athletic contests, exhibitions or other events for which admission is charged to the general public;
  - Purchase or upgrade of vehicles;
  - Improvements of stand-alone facilities whose purpose is not the education of children such as central office administrative buildings;
  - Financial assistance to students to attend private elementary or secondary schools unless the funds are used to provide special education and related services to children with disabilities as authorized by the IDEA Act;
  - School modernization, renovation, or repair that is inconsistent with State Law.

2. If any above boxes are checked provide the total amount of questioned costs and provide an explanation below:

	A	B	C	D	E	F
1	<b>SCHEDULE OF AD VALOREM TAX RECEIPTS</b>					
2	<b>Description</b>	<b>Taxes Received 7-1-13 Thru 6-30-14 (from 2012 Levy &amp; Prior Levies) *</b>	<b>Taxes Received (from the 2013 Levy)</b>	<b>Taxes Received (from 2012 &amp; Prior Levies)  (Column B - C)</b>	<b>Total Estimated Taxes (from the 2013 Levy)</b>	<b>Estimated Taxes Due (from the 2013 Levy)  (Column E - C)</b>
3						
4	Educational	3,391,668		3,391,668	3,562,283	3,562,283
5	Operations & Maintenance	879,321		879,321	923,555	923,555
6	Debt Services **	272,978		272,978	277,708	277,708
7	Transportation	251,236		251,236	263,873	263,873
8	Municipal Retirement	182,217		182,217	191,704	191,704
9	Capital Improvements	0		0		0
10	Working Cash	62,806		62,806	65,968	65,968
11	Tort Immunity	335,280		335,280	386,574	386,574
12	Fire Prevention & Safety	62,806		62,806	65,968	65,968
13	Leasing Levy	62,188		62,188	65,968	65,968
14	Special Education	50,246		50,246	52,775	52,775
15	Area Vocational Construction	0		0		0
16	Social Security/Medicare Only	157,888		157,688	164,657	164,657
17	Summer School	0		0		0
18	Other (Describe & Itemize)	0		0		0
19	<b>Totals</b>	<b>5,708,434</b>	<b>0</b>	<b>5,708,434</b>	<b>6,021,033</b>	<b>6,021,033</b>
20						
21	* The formulas in column B are unprotected to be overridden when reporting on a ACCRUAL basis.					
22	** All tax receipts for debt service payments on bonds must be recorded on line 6 (Debt Services).					

	A	B	C	D	E	F	G	H	I	J
1	<b>SCHEDULE OF SHORT-TERM DEBT</b>									
2	Description	Outstanding Beginning 07/01/13	Issued 07/01/13 Through 06/30/14	Retired 07/01/13 Through 06/30/14	Outstanding Ending 06/30/14					
3	<b>CORPORATE PERSONAL PROPERTY REPLACEMENT TAX ANTICIPATION NOTES (CPPRT)</b>									
4	Total CPPRT Notes				0					
5	<b>TAX ANTICIPATION WARRANTS (TAW)</b>									
6	Educational Fund				0					
7	Operations & Maintenance Fund				0					
8	Debt Services - Construction				0					
9	Debt Services - Working Cash				0					
10	Debt Services - Refunding Bonds				0					
11	Transportation Fund				0					
12	Municipal Retirement/Social Security Fund				0					
13	Fire Prevention & Safety Fund				0					
14	Other - (Describe & Itemize)				0					
15	Total TAWs	0	0	0	0					
16	<b>TAX ANTICIPATION NOTES (TAN)</b>									
17	Educational Fund				0					
18	Operations & Maintenance Fund				0					
19	Fire Prevention & Safety Fund				0					
20	Other - (Describe & Itemize)				0					
21	Total TANs	0	0	0	0					
22	<b>TEACHERS' EMPLOYEES' ORDERS (T/EO)</b>									
23	Total T/EOs (Educational, Operations & Maintenance, & Transportation Funds)				0					
24	<b>GENERAL STATE-AID ANTICIPATION CERTIFICATES (GSAAC)</b>									
25	Total GSAACs (All Funds)				0					
26	<b>OTHER SHORT-TERM BORROWING</b>									
27	Total Other Short-Term Borrowing (Describe & Itemize)				0					
28										
29	<b>SCHEDULE OF LONG-TERM DEBT</b>									
30	Identification or Name of Issue	Date of Issue (mm/dd/yy)	Amount of Original Issue	Type of Issue *	Outstanding 07/1/13	Issued 7/1/13 thru 6/30/14	Any differences described and itemized	Retired 7/1/13 thru 6/30/14	Outstanding 6/30/14	Amount to be Provided for Payment on Long-Term Debt
31	General Obligation Building Bonds, Series 2005	03/01/05	1,430,000	3	1,150,000			150,000	1,000,000	990,596
32									0	
33	General Obligation Life Safety Bonds, Series 2007	09/26/07	500,000	4	165,000			80,000	85,000	84,201
34									0	
35	2010 Bus Lease Purchase	07/09/09	309,074	7	65,768			65,768	0	
36									0	
37	2011 Technology Lease/Purchase	08/22/11	136,656	8	58,282			18,891	39,391	39,020
38									0	
39	2012 Technology Lease/Purchase	07/05/12	70,694	8	41,705			13,430	28,275	28,009
40									0	
41	2014 Bus Lease Purchase	08/15/13	285,808	7		285,808		60,159	225,649	223,527
42									0	
43									0	
44									0	
45									0	
46									0	
47									0	
48									0	
49			2,732,232		1,480,755	285,808	0	388,248	1,378,315	1,365,353
50										
51	* Each type of debt issued must be identified separately with the amount:									
52	1. Working Cash Fund Bonds		4. Fire Prevent, Safety, Environmental and Energy Bonds		7. Other	Bus Lease				
53	2. Funding Bonds		5. Tort Judgment Bonds		8. Other	Technology Lease				
54	3. Refunding Bonds		6. Building Bonds		9. Other					

Schedule of Restricted Local Tax Levies and Selected Revenues Sources  
Schedule of Tort Immunity Expenditures

	A	B	C	D	E	F	G	H	I	J	K
1	<b>SCHEDULE OF RESTRICTED LOCAL TAX LEVIES AND SELECTED REVENUE SOURCES</b>										
2	Description		Account No		Tort Immunity <sup>a</sup>	Special Education	Area Vocational Construction	School Facility Occupation Taxes <sup>b</sup>	Driver Education		
3	Cash Basis Fund Balance as of July 1, 2013										
4	<b>RECEIPTS:</b>										
5	Ad Valorem Taxes Received by District		10, 20, 40 or 50-1100			50,246					
6	Earnings on Investments		10, 20, 40, 50 or 60-1500			50					
7	Drivers' Education Fees		10-1970						7,500		
8	School Facility Occupation Tax Proceeds		30 or 60-1983								
9	Driver Education		10 or 20-3370						18,492		
10	Other Receipts (Describe & Itemize on tab "Itemization 32")		--								
11	Sale of Bonds		10, 20, 40 or 60-7200								
12	<b>Total Receipts</b>				0	50,296	0	0	25,992		
13	<b>DISBURSEMENTS:</b>										
14	Instruction		10 or 50-1000			50,296			25,992		
15	Facilities Acquisition & Construction Services		20 or 60-2530								
16	Tort Immunity Services		10, 20, 40-2360-2370								
17	<b>DEBT SERVICE</b>										
18	Debt Services - Interest on Long-Term Debt		30-5200								
19	Debt Services - Payments of Principal on Long-Term Debt (Lease/Purchase Principal Retired)		30-5300								
20	Debt Services Other (Describe & Itemize on tab "Itemization 32")		30-5400								
21	<b>Total Debt Services</b>							0			
22	Other Disbursements (Describe & Itemize on tab "Itemization 32")		--								
23	<b>Total Disbursements</b>				0	50,296	0	0	25,992		
24	<b>Ending Cash Basis Fund Balance as of June 30, 2014</b>										
25	Reserved Fund Balance		714			0	0	0	0		
26	Unreserved Fund Balance		730		0	0	0	0	0		

28	<b>SCHEDULE OF TORT IMMUNITY EXPENDITURES<sup>a</sup></b>										
30	Yes <input type="checkbox"/> No <input type="checkbox"/> Has the entity established an insurance reserve pursuant to 745 ILCS 10/9-1037										
31	If yes, list in the aggregate the following:										
32											Total Claims Payments:
33											Total Reserve Remaining:
34	Using the following categories, list all other Tort Immunity expenditures not included in line 30 above. Include the total dollar amount for each category.										
35	<b>Expenditures:</b>										
36	Workers' Compensation Act and/or Workers' Occupational Disease Act										
37	Unemployment Insurance Act										
38	Insurance (Regular or Self-Insurance)										
39	Risk Management and Claims Service										
40	Judgments/Settlements										
41	Educational, Inspectional, Supervisory Services Related to Loss Prevention and/or Reduction										
42	Reciprocal Insurance Payments (Insurance Code 72, 76, and 81)										
43	Legal Services										
44	Principal and Interest on Tort Bonds										
46	<sup>a</sup> Schedules for Tort Immunity are to be completed <u>only</u> if expenditures have been reported in any fund other than the Tort Immunity Fund (80) during the fiscal year as a result of existing (restricted) fund balances in those other funds that are being spent down. Cell G6 above should include interest earnings only from these restricted tort immunity monies and only if reported in a fund <u>other</u> than Tort Immunity Fund (80).										
48	<sup>b</sup> 55 ILCS 5/5-1006.7										



	A	B	C	D	E	F	G	H	I	J	K	L	
1													
2													
3	<b>Schedule of Capital Outlay and Depreciation</b>												
4	<b>Description of Assets</b>	<b>Acct #</b>	<b>Cost 7-1-13</b>	<b>Add: Additions 2013-14</b>	<b>Less: Deletions 2013-14</b>	<b>Cost 6-30-14</b>	<b>Life In Years</b>	<b>Accumulated Depreciation 7-1-13</b>	<b>Add: Depreciation Allowable 2013-14</b>	<b>Less: Depreciation Deletions 2013-14</b>	<b>Accumulated Depreciation 6-30-14</b>	<b>Balance Undepreciated 6-30-14</b>	
5	Works of Art & Historical Treasures	210				0					0	0	
6	Land	220											
7	Non-Depreciable Land	221	200,040	35,657		235,697						235,697	
8	Depreciable Land	222				0	50				0	0	
9	Buildings	230											
10	Permanent Buildings	231	14,087,917	538,152		14,626,069	50	7,778,972	229,825		8,008,797	6,617,272	
11	Temporary Buildings	232				0	25				0	0	
12	Improvements Other than Buildings (Infrastructure)	240	3,093,147			3,093,147	20	738,007	152,740		890,747	2,202,400	
13	Capitalized Equipment	250											
14	10 Yr Schedule	251	1,053,470	232,068	99,135	1,186,403	10	620,421	114,454	99,135	635,740	550,663	
15	5 Yr Schedule	252	1,092,008	155,425		1,247,433	5	935,198	90,950		1,026,148	221,285	
16	3 Yr Schedule	253				0	3				0	0	
17	Construction in Progress	260				0	-					0	
18	<b>Total Capital Assets</b>	<b>200</b>	<b>19,526,582</b>	<b>961,302</b>	<b>99,135</b>	<b>20,388,749</b>		<b>10,072,598</b>	<b>587,969</b>	<b>99,135</b>	<b>10,561,432</b>	<b>9,827,317</b>	
19	Non-Capitalized Equipment	700				0	10		0				
20	<b>Allowable Depreciation</b>								<b>587,969</b>				

	A	B	C	D	E	F
1	ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2013-14)					
2	<i>This schedule is completed for school districts only.</i>					
3						
4	<b>Fund</b>	<b>Sheet Row</b>	<b>ACCOUNT NO - TITLE</b>			<b>Amount</b>
5						
6	<b>OPERATING EXPENSE PER PUPIL</b>					
7	<b>EXPENDITURES:</b>					
8	ED	Expenditures 15-22, L113	Total Expenditures		\$	8,898,377
9	O&M	Expenditures 15-22, L149	Total Expenditures			1,761,198
10	DS	Expenditures 15-22, L187	Total Expenditures			278,298
11	TR	Expenditures 15-22, L203	Total Expenditures			898,744
12	MR/SS	Expenditures 15-22, L287	Total Expenditures			368,356
13	TORT	Expenditures 15-22, L330	Total Expenditures			323,289
14				Total Expenditures	\$	12,528,262
15						
16	<b>LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:</b>					
17						
18	TR	Revenues 9-14, L43, Col F	1412 Regular - Transp Fees from Other Districts (In State)		\$	0
19	TR	Revenues 9-14, L47, Col F	1421 Summer Sch - Transp. Fees from Pupils or Parents (In State)			1,540
20	TR	Revenues 9-14, L48, Col F	1422 Summer Sch - Transp. Fees from Other Districts (In State)			0
21	TR	Revenues 9-14, L49, Col F	1423 Summer Sch - Transp. Fees from Other Sources (In State)			0
22	TR	Revenues 9-14, L50 Col F	1424 Summer Sch - Transp. Fees from Other Sources (Out of State)			0
23	TR	Revenues 9-14, L52, Col F	1432 CTE - Transp Fees from Other Districts (In State)			0
24	TR	Revenues 9-14, L58, Col F	1442 Special Ed - Transp Fees from Other Districts (In State)			0
25	TR	Revenues 9-14, L59, Col F	1451 Adult - Transp Fees from Pupils or Parents (In State)			0
26	TR	Revenues 9-14, L60, Col F	1452 Adult - Transp Fees from Other Districts (In State)			0
27	TR	Revenues 9-14, L61, Col F	1453 Adult - Transp Fees from Other Sources (In State)			0
28	TR	Revenues 9-14, L62, Col F	1454 Adult - Transp Fees from Other Sources (Out of State)			0
29	O&M	Revenues 9-14, L148, Col D	3410 Adult Ed (from ICCB)			0
30	O&M-TR	Revenues 9-14, L149, Col D & F	3499 Adult Ed - Other (Describe & Itemize)			0
31	O&M-TR	Revenues 9-14, L218, Col D,F	4600 Fed - Spec Education - Preschool Flow-Through			0
32	O&M-TR	Revenues 9-14, L219, Col D,F	4605 Fed - Spec Education - Preschool Discretionary			0
33	O&M	Revenues 9-14, L229, Col D	4810 Federal - Adult Education			0
34	ED	Expenditures 15-22, L6, Col K - (G+I)	1125 Pre-K Programs			122,851
35	ED	Expenditures 15-22, L8, Col K - (G+I)	1225 Special Education Programs Pre-K			42,009
36	ED	Expenditures 15-22, L10, Col K - (G+I)	1275 Remedial and Supplemental Programs Pre-K			0
37	ED	Expenditures 15-22, L11, Col K - (G+I)	1300 Adult/Continuing Education Programs			0
38	ED	Expenditures 15-22, L14, Col K - (G+I)	1600 Summer School Programs			5,183
39	ED	Expenditures 15-22, L19, Col K	1910 Pre-K Programs - Private Tuition			0
40	ED	Expenditures 15-22, L20, Col K	1911 Regular K-12 Programs - Private Tuition			0
41	ED	Expenditures 15-22, L21, Col K	1912 Special Education Programs K-12 - Private Tuition			0
42	ED	Expenditures 15-22, L22, Col K	1913 Special Education Programs Pre-K - Tuition			0
43	ED	Expenditures 15-22, L23, Col K	1914 Remedial/Supplemental Programs K-12 - Private Tuition			0
44	ED	Expenditures 15-22, L24, Col K	1915 Remedial/Supplemental Programs Pre-K - Private Tuition			0
45	ED	Expenditures 15-22, L25, Col K	1916 Adult/Continuing Education Programs - Private Tuition			0
46	ED	Expenditures 15-22, L26, Col K	1917 CTE Programs - Private Tuition			0
47	ED	Expenditures 15-22, L27, Col K	1918 interscholastic Programs - Private Tuition			0
48	ED	Expenditures 15-22, L28, Col K	1919 Summer School Programs - Private Tuition			0
49	ED	Expenditures 15-22, L29, Col K	1920 Gifted Programs - Private Tuition			0
50	ED	Expenditures 15-22, L30, Col K	1921 Bilingual Programs - Private Tuition			0
51	ED	Expenditures 15-22, L31, Col K	1922 Truants Alternative/Optional Ed Progrms - Private Tuition			0
52	ED	Expenditures 15-22, L74, Col K - (G+I)	3000 Community Services			0
53	ED	Expenditures 15-22, L101, Col K	4000 Total Payments to Other District & Govt Units			376,428
54	ED	Expenditures 15-22, L113, Col G	- Capital Outlay			85,434
55	ED	Expenditures 15-22, L113, Col I	- Non-Capitalized Equipment			0
56	O&M	Expenditures 15-22, L129, Col K - (G+I)	3000 Community Services			0
57	O&M	Expenditures 15-22, L137, Col K	4000 Total Payments to Other Dist & Govt Units			0
58	O&M	Expenditures 15-22, L149, Col G	- Capital Outlay			720,443
59	O&M	Expenditures 15-22, L149, Col I	- Non-Capitalized Equipment			0
60	DS	Expenditures 15-22, L153, Col K	4000 Payments to Other Dist & Govt Units			0
61	DS	Expenditures 15-22, L163, Col K	5300 Debt Service - Payments of Principal on Long-Term Debt			230,000
62	TR	Expenditures 15-22, L178, Col K - (G+I)	3000 Community Services			0
63	TR	Expenditures 15-22, L189, Col K	4000 Total Payments to Other Dist & Govt Units			0
64	TR	Expenditures 15-22, L199, Col K	5300 Debt Service - Payments of Principal on Long-Term Debt			0
65	TR	Expenditures 15-22, L203, Col G	- Capital Outlay			155,425
66	TR	Expenditures 15-22, L203, Col I	- Non-Capitalized Equipment			0
67	MR/SS	Expenditures 15-22, L209, Col K	1125 Pre-K Programs			5,021
68	MR/SS	Expenditures 15-22, L211, Col K	1225 Special Education Programs - Pre-K			1,883
69	MR/SS	Expenditures 15-22, L213, Col K	1275 Remedial and Supplemental Programs - Pre-K			0
70	MR/SS	Expenditures 15-22, L214, Col K	1300 Adult/Continuing Education Programs			0
71	MR/SS	Expenditures 15-22, L217, Col K	1600 Summer School Programs			67
72	MR/SS	Expenditures 15-22, L273, Col K	3000 Community Services			0
73	MR/SS	Expenditures 15-22, L277, Col K	4000 Total Payments to Other Dist & Govt Units			0
74						
75				Total Deductions	\$	1,746,284
76				Total Operating Expenses (Regular K-12)		10,781,978
77				9 Mo ADA (See the General State Aid Claim for 2013-2014 (ISBE 54-33, L12)		1,263,23
78				Estimated OEPP *	\$	8,535,25
79						

ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2013-14)					
<i>This schedule is completed for school districts only.</i>					
Fund	Sheet	Row	ACCOUNT NO - TITLE	Amount	
<b>PER CAPITA TUITION CHARGE</b>					
<b>LESS OFFSETTING RECEIPTS/REVENUES:</b>					
TR	Revenues 9-14, L42, Col F	1411	Regular -Transp Fees from Pupils or Parents (In State)	\$	0
TR	Revenues 9-14, L44, Col F	1413	Regular - Transp Fees from Other Sources (In State)		955
TR	Revenues 9-14, L45, Col F	1415	Regular - Transp Fees from Co-curricular Activities (In State)		0
TR	Revenues 9-14, L46, Col F	1416	Regular Transp Fees from Other Sources (Out of State)		0
TR	Revenues 9-14, L51, Col F	1431	CTE - Transp Fees from Pupils or Parents (In State)		0
TR	Revenues 9-14, L53, Col F	1433	CTE - Transp Fees from Other Sources (In State)		0
TR	Revenues 9-14, L54, Col F	1434	CTE - Transp Fees from Other Sources (Out of State)		0
TR	Revenues 9-14, L55, Col F	1441	Special Ed - Transp Fees from Pupils or Parents (In State)		0
TR	Revenues 9-14, L57, Col F	1443	Special Ed - Transp Fees from Other Sources (In State)		0
TR	Revenues 9-14, L58, Col F	1444	Special Ed - Transp Fees from Other Sources (Out of State)		0
ED	Revenues 9-14, L75, Col C	1600	Total Food Service		262,933
ED-O&M	Revenues 9-14, L82, Col C,D	1700	Total District/School Activity Income		56,720
ED	Revenues 9-14, L84, Col C	1811	Rentals - Regular Textbooks		53,030
ED	Revenues 9-14, L87, Col C	1819	Rentals - Other (Describe & Itemize)		0
ED	Revenues 9-14, L88, Col C	1821	Sales - Regular Textbooks		0
ED	Revenues 9-14, L91, Col C	1829	Sales - Other (Describe & Itemize)		0
ED	Revenues 9-14, L92, Col C	1890	Other (Describe & Itemize)		0
ED-O&M	Revenues 9-14, L95, Col C,D	1910	Rentals		2,710
ED-O&M-TR	Revenues 9-14, L98, Col C,D,F	1940	Services Provided Other Districts		0
ED-O&M-DS-TR-MR/SS	Revenues 9-14, L104, Col C,D,E,F,G	1991	Payment from Other Districts		0
ED	Revenues 9-14, L106, Col C	1993	Other Local Fees (Describe & Itemize)		0
ED-O&M-TR	Revenues 9-14, L131, Col C,D,F	3100	Total Special Education		499,423
ED-O&M-MR/SS	Revenues 9-14, L140, Col C,D,G	3200	Total Career and Technical Education		19,675
ED-MR/SS	Revenues 9-14, L144, Col C,G	3300	Total Bilingual Ed		0
ED	Revenues 9-14, L145, Col C	3360	State Free Lunch & Breakfast		6,307
ED-O&M-MR/SS	Revenues 9-14, L146, Col C,D,G	3365	School Breakfast Initiative		0
ED-O&M	Revenues 9-14, L147, Col C,D	3370	Driver Education		18,492
ED-O&M-TR-MR/SS	Revenues 9-14, L154, Col C,D,F,G	3500	Total Transportation		676,742
ED	Revenues 9-14, L155, Col C	3610	Learning Improvement - Change Grants		0
ED-O&M-TR-MR/SS	Revenues 9-14, L156, Col C,D,F,G	3660	Scientific Literacy		0
ED-TR-MR/SS	Revenues 9-14, L157, Col C,F,G	3695	Truant Alternative/Optional Education		0
ED-TR-MR/SS	Revenues 9-14, L159, Col C,F,G	3715	Reading Improvement Block Grant		0
ED-TR-MR/SS	Revenues 9-14, L160, Col C,F,G	3720	Reading Improvement Block Grant - Reading Recovery		0
ED-TR-MR/SS	Revenues 9-14, L161, Col C,F,G	3725	Continued Reading Improvement Block Grant		0
ED-TR-MR/SS	Revenues 9-14, L162, Col C,F,G	3726	Continued Reading Improvement Block Grant (2% Set Aside)		0
ED-O&M-TR-MR/SS	Revenues 9-14, L163, Col C,D,F,G	3766	Chicago General Education Block Grant		0
ED-O&M-TR-MR/SS	Revenues 9-14, L164, Col C,D,F,G	3767	Chicago Educational Services Block Grant		0
ED-O&M-DS-TR-MR/SS	Revenues 9-14, L165, Col C,D,E,F,G	3775	School Safety & Educational Improvement Block Grant		0
ED-O&M-DS-TR-MR/SS	Revenues 9-14, L166, Col C,D,E,F,G	3780	Technology - Learning Technology Centers		0
ED-TR	Revenues 9-14, L167, Col C,F	3815	State Charter Schools		0
O&M	Revenues 9-14, L170, Col D	3925	School Infrastructure - Maintenance Projects		0
ED-O&M-DS-TR-MR/SS-Tort	Revenues 9-14, L171, Col C-G,J	3999	Other Restricted Revenue from State Sources		50,954
ED	Revenues 9-14, L180, Col C	4045	Head Start (Subtract)		0
ED-O&M-TR-MR/SS	Revenues 9-14, L184, Col C,D,F,G	-	Total Restricted Grants-In-Aid Received Directly from Federal Govt		0
ED-O&M-TR-MR/SS	Revenues 9-14, L191, Col C,D,F,G	-	Total Title V		0
ED-MR/SS	Revenues 9-14, L201, Col C,G	-	Total Food Service		320,817
ED-O&M-TR-MR/SS	Revenues 9-14, L211, Col C,D,F,G	-	Total Title I		211,874
ED-O&M-TR-MR/SS	Revenues 9-14, L216, Col C,D,F,G	-	Total Title IV		0
ED-O&M-TR-MR/SS	Revenues 9-14, L220, Col C,D,F,G	4620	Fed - Spec Education - IDEA - Flow Through/Low Incidence		178,853
ED-O&M-TR-MR/SS	Revenues 9-14, L221, Col C,D,F,G	4625	Fed - Spec Education - IDEA - Room & Board		0
ED-O&M-TR-MR/SS	Revenues 9-14, L222, Col C,D,F,G	4630	Fed - Spec Education - IDEA - Discretionary		0
ED-O&M-TR-MR/SS	Revenues 9-14, L223, Col C,D,F,G	4699	Fed - Spec Education - IDEA - Other (Describe & Itemize)		0
ED-O&M-MR/SS	Revenues 9-14, L228, Col C,D,G	4700	Total CTE - Perkins		0
ED-O&M-DS-TR-MR/SS-Tort	Revenue Adjustments within range of C231 thru J258	4800	Total ARRA Program Adjustments		0
ED	Revenues 9-14, L260, Col C	4901	Race to the Top		0
ED,O&M,MR/SS	Revenues 9-14, L261, Col C,D,G	4904	Advanced Placement Fee/International Baccalaureate		0
ED-TR-MR/SS	Revenues 9-14, L262, Col C,F,G	4905	Emergency Immigrant Assistance		0
ED-TR-MR/SS	Revenues 9-14, L263, Col C,F,G	4909	Title III - English Language Acquisition		0
ED-TR-MR/SS	Revenues 9-14, L264, Col C,F,G	4910	Learn & Serve America		0
ED-O&M-TR-MR/SS	Revenues 9-14, L265, Col C,D,F,G	4920	McKinney Education for Homeless Children		0
ED-O&M-TR-MR/SS	Revenues 9-14, L266, Col C,D,F,G	4930	Title II - Eisenhower Professional Development Formula		0
ED-O&M-TR-MR/SS	Revenues 9-14, L267, Col C,D,F,G	4932	Title II - Teacher Quality		90,997
ED-O&M-TR-MR/SS	Revenues 9-14, L268, Col C,D,F,G	4960	Federal Charter Schools		0
ED-O&M-TR-MR/SS	Revenues 9-14, L269, Col C,D,F,G	4991	Medicaid Matching Funds - Administrative Outreach		21,514
ED-O&M-TR-MR/SS	Revenues 9-14, L270, Col C,D,F,G	4992	Medicaid Matching Funds - Fee-for-Service Program		25,933
ED-O&M-TR-MR/SS	Revenues 9-14, L271, Col C,D,F,G	4998	Other Restricted Revenue from Federal Sources (Describe & Itemize)		3,132
				<b>Total Allowance for PCTC Computation</b>	<b>\$ 2,521,061</b>
				<b>Net Operating Expense for PCTC Computation</b>	<b>8,260,917</b>
				<b>Total Depreciation Allowance (from page 27, Col I)</b>	<b>587,969</b>
				<b>Total Allowance for PCTC Computation</b>	<b>8,848,886</b>
				<b>9 Mo ADA</b>	<b>1,283,23</b>
				<b>Total Estimated PCTC *</b>	<b>\$ 7,004.97</b>

\* The total OEPP/PCTC may change based on the data provided. The final amounts will be calculated by ISBE

## ESTIMATED INDIRECT COST DATA

	A	B	C	D	E	F	G	H
1	<b>ESTIMATED INDIRECT COST RATE DATA</b>							
2	<b>SECTION I</b>							
3	<b>Financial Data To Assist Indirect Cost Rate Determination</b>							
4	<i>(Source document for the computation of the Indirect Cost Rate is found in the "Expenditures 15-22" tab.)</i>							
5	ALL OBJECTS EXCLUDE CAPITAL OUTLAY. With the exception of line 11, enter the disbursements/expenditures included within the following functions charged directly to and reimbursed from federal grant programs. Also, include all amounts paid to or for other employees within each function that work with specific federal grant programs in the same capacity as those charged to and reimbursed from the same federal grant programs. For example, if a district received funding for a Title I clerk, all other salaries for Title I clerks performing like duties in that function must be included. Include any benefits and/or purchased services paid on or to persons whose salaries are classified as direct costs in the function listed.							
6	<b>Support Services - Direct Costs (1-2000) and (5-2000)</b>							
7	Direction of Business Support Services (1-2510) and (5-2510)							
8	Fiscal Services (1-2520) and (5-2520)							
9	Operation and Maintenance of Plant Services (1, 2, and 5-2540)							
10	Food Services (1-2560) <i>Must be less than (P16, Col E-F, L62)</i>							
11	Value of Commodities Received for Fiscal Year 2014 <i>(Include the value of commodities when determining if an A-133 is required)</i>							
12	Internal Services (1-2570) and (5-2570)							
13	Staff Services (1-2640) and (5-2640)							
14	Data Processing Services (1-2660) and (5-2660)							
15	<b>SECTION II</b>							
16	<b>Estimated Indirect Cost Rate for Federal Programs</b>							
17								
18			<b>Restricted Program</b>		<b>Unrestricted Program</b>			
19	<b>Instruction</b>	<b>Function</b>	<b>Indirect Costs</b>	<b>Direct Costs</b>	<b>Indirect Costs</b>	<b>Direct Costs</b>		
20	Support Services:	1000		6,104,464		6,104,464		
21	Pupil	2100		417,621		417,621		
22	Instructional Staff	2200		519,357		519,357		
23	General Admin.	2300		549,270		549,270		
24	School Admin	2400		672,916		672,916		
25	Business:							
26	Direction of Business Spt. Srv.	2510	38,951	0	38,951	0		
27	Fiscal Services	2520	64,549	0	64,549	0		
28	Oper. & Maint. Plant Services	2540		1,112,495	1,112,495	0		
29	Pupil Transportation	2550		768,801		768,801		
30	Food Services	2560		252,035		252,035		
31	Internal Services	2570	0	0	0	0		
32	Central:							
33	Direction of Central Spt. Srv.	2610		0		0		
34	Plan, Rsrch, Dvlp, Eval. Srv.	2620		0		0		
35	Information Services	2630		0		0		
36	Staff Services	2640	0	0	0	0		
37	Data Processing Services	2660	0	0	0	0		
38	Other:	2900		10,856		10,856		
39	Community Services	3000		0		0		
40	<b>Total</b>			<b>103,500</b>	<b>10,407,815</b>	<b>1,215,995</b>	<b>9,295,320</b>	
41				<b>Restricted Rate</b>		<b>Unrestricted Rate</b>		
42				Total Indirect Costs:	103,500	Total Indirect costs:	1,215,995	
43				Total Direct Costs:	10,407,815	Total Direct Costs:	9,295,320	
44				=	0.99%	=	13.08%	
45								

A

B

C

D

E

# REPORT ON SHARED SERVICES OR OUTSOURCING

School Code, Section 17-1.1 (Public Act 97-0357)

Fiscal Year Ending June 30, 2014

Complete the following for attempts to improve fiscal efficiency through shared services or outsourcing in the prior, current and next fiscal years. For additional information, please see the following website: <http://www.isbe.net/slms/afr/afr.htm>.

Mercer County School District #404  
27-066-4040-26

<input type="checkbox"/> Check if the schedule is not applicable.		Prior Fiscal Year	Current Fiscal Year	Next Fiscal Year	Name of the Local Education Agency (LEA) Participating in the Joint Agreement, Cooperative or Shared Service.
8					
9	Indicate with an (X) if Deficit Reduction Plan Is Required for Annual Budget →				
10	<b>Service or Function (Check all that apply)</b>			Barriers to Implementation	(Limit text to 200 characters, for additional space use line 33 and 38)
11	Curriculum Planning				
12	Custodial Services				
13	Educational Shared Programs	x	x		PASS - Alternative HS through ROE #27
14	Employee Benefits				
15	Energy Purchasing				
16	Food Services	X	x		US/Hawkeye Foods
17	Grant Writing				
18	Grounds Maintenance Services				
19	Insurance				
20	Investment Pools				
21	Legal Services				
22	Maintenance Services				
23	Personnel Recruitment				
24	Professional Development				
25	Shared Personnel				
26	Special Education Cooperatives	x	x		Blackhawk Area Special Ed
27	STEM (science, technology, engineering and math) Program Offerings				
28	Supply & Equipment Purchasing	x	x		Western Area Purchasing
29	Technology Services				
30	Transportation	x	x		Johannes Bus Service
31	Vocational Education Cooperatives	x	x		Quad City Area Vo Tech
32	All Other Joint/Cooperative Agreements				
33	Other				
34					
35	Additional space for Column (D) - Barriers to Implementation:				
36					
37					
38					
40	Additional space for Column (E) - Name of LEA:				
41					
42					
43					
44					

**ILLINOIS STATE BOARD OF EDUCATION**  
 School Business Services Division (N-330)  
 100 North First Street  
 Springfield, IL 62777-0001

**LIMITATION OF ADMINISTRATIVE COSTS WORKSHEET**  
 (Section 17-1.5 of the School Code)

School District Name: Mercer County School District #404  
 RCDT Number: 27-066-4040-26

Description	Funct. No.	Actual Expenditures, Fiscal Year 2014			Budgeted Expenditures, Fiscal Year 2015		
		(10) Educational Fund	(20) Operations & Maintenance Fund	Total	(10) Educational Fund	(20) Operations & Maintenance Fund	Total
1. Executive Administration Services	2320	122,099		122,099	128,200		128,200
2. Special Area Administration Services	2330	0		0			0
3. Other Support Services - School Administration	2490	0		0			0
4. Direction of Business Support Services	2510	38,951	0	38,951	40,895		40,895
5. Internal Services	2570	0		0			0
6. Direction of Central Support Services	2610	0		0			0
7. Deduct - Early Retirement or other pension obligations required by state law and included above.				0			0
8. Totals		161,050	0	161,050	169,095	0	169,095
9. Percent Increase (Decrease) for FY2015 (Budgeted) over FY2014 (Actual)							5%

**CERTIFICATION**

I certify that the amounts shown above as "Actual Expenditures, Fiscal Year 2014" agree with the amounts on the district's Annual Financial Report for Fiscal Year 2014.

I also certify that the amounts shown above as "Budgeted Expenditures, Fiscal Year 2015" agree with the amounts on the budget adopted by the Board of Education.

\_\_\_\_\_  
 (Date)

\_\_\_\_\_  
 Signature of Superintendent

**If line 9 is greater than 5% please check one box below.**

- The District is ranked by ISBE in the lowest 25th percentile of like districts in administrative expenditures per student (4th quartile) and will waive the limitation by board action, subsequent to a public hearing. Waiver resolution must be adopted no later than June 30.
- The district is unable to waive the limitation by board action and will be requesting a waiver from the General Assembly pursuant to the procedures in Chapter 105 ILCS 5/2-3.25g. Waiver applications must be postmarked by August 15, 2014 to ensure inclusion in the Fall 2014 report, postmarked by January 16, 2015 to ensure inclusion in the Spring 2014 report, or postmarked by August 14, 2015 to ensure inclusion in the Fall 2015 report. Information on the waiver process can be found at [www.isbe.net/isbewaivers/default.htm](http://www.isbe.net/isbewaivers/default.htm).
- The district will amend their budget to become in compliance with the limitation. Budget amendments must be adopted no later than June 30.

This page is provided for detailed itemizations as requested within the body of the report.  
Type Below.

1. The Schedule of Long-Term Debt on page 25 includes payments on bus lease/purchases and technology lease/purchases which are posted as capital outlay in the year the payment is made out of the Transportation Fund and Education Fund.

**Education Fund**

Food Service #1614, Line 72, Page 10, Sales to Pupils - Other  
\$772 Vending

District/School Activity Income #1790, Line 81, Page 10, Other School District Activity Revenues  
\$13,375 Sports Participation Fees

Other Local Revenues #1999, Line 107, Page 11  
\$18 Jury Duty  
\$4,938 Expense Reimbursements  
\$44,851 E-Rate Grant

Other Restricted Revenue from State Sources #3999, Line 171, Page 12  
\$954 #3800 State Library Grant - FY 2014

Other Restricted Revenue from Federal Sources #4998, Line 271, Page 14  
\$3,132 #4950 STEP

Other Support Services - Pupils #2190, Line 41, Page 15  
\$11,791 Special Program Support Service

**Operations and Maintenance Fund**

Other Local Revenues #1999, Line 107, Page 11  
\$1,446 Expense Reimbursements

Other Restricted Revenue from State Sources #3999, Line 171, Page 12  
\$50,000 State of Illinois School Building Grant, High School Roof

**Debt Service Fund**

Debt Service other #5400, Line 165, Page 18  
\$800 Service Fees

**Transportation Fund**

Other Local Revenues #1999, Line 107, Page 11  
\$2,050 Trip Reimbursements

Other Support Services #2900, Line 177, Page 18  
\$10,708 Administrative Salaries

**Municipal Retirement Fund**

Other Support Services - Pupils #2190, Line 231, Page 19  
\$1,270 Special Program Support Service

Other Support Services #2900, Line 272, Page 20  
\$148 Transportation Supervisor

	A	B	C	D	E	F	G	H
1	<b>DEFICIT ANNUAL FINANCIAL REPORT (AFR) SUMMARY INFORMATION</b>							
2	<b>New Provisions in the School Code, Section 17-1 (105 ILCS 5/17-1)</b>							
3	<p><i>Instructions: If the Annual Financial Report (AFR) reflects that a "deficit reduction plan" is required as calculated below, then the school district is to complete the "deficit reduction plan" in the annual budget and submit the plan to Illinois State Board of Education (ISBE) within 30 days after accepting the audit report. This may require the FY2014 annual budget to be amended to include a "deficit reduction plan" and narrative.</i></p>							
4	<p><i>The "deficit reduction plan" is developed using ISBE guidelines and format in the School District Budget Form 50-36. A plan is required when the operating funds listed below result in direct revenues (line 7) being less than direct expenditures (line 8) by an amount equal to or greater than one-third (1/3) of the ending fund balance (line 10). That is, if the ending fund balance is less than three times the deficit spending, the district must adopt and submit an original budget/amended budget with ISBE that provides a "deficit reduction plan" to balance the shortfall within the next three years.</i></p>							
5	<p><b>DEFICIT AFR SUMMARY INFORMATION - Operating Funds Only</b>  <i>(All AFR pages must be completed to generate the following calculation)</i></p>							
6		<b>EDUCATIONAL</b>	<b>OPERATIONS &amp; MAINTENANCE</b>	<b>TRANSPORTATION</b>	<b>WORKING CASH</b>	<b>TOTAL</b>		
7	<b>Direct Revenues</b>	9,079,551	1,869,559	989,314	82,708	12,021,132		
8	<b>Direct Expenditures</b>	8,898,377	1,761,198	898,744		11,558,319		
9	<b>Difference</b>	181,174	108,361	90,570	82,708	462,813		
10	<b>Fund Balance - June 30, 2014</b>	1,664,261	1,007,079	567,083	1,331,378	4,569,801		
11								
12	<b>Balanced - no deficit reduction plan is required.</b>							
13								
14								



**ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)**  
**DISTRICT/JOINT AGREEMENT**  
**Year Ending June 30, 2014**

DISTRICT/JOINT AGREEMENT NAME <b>Mercer County School District #404</b>	RCDT NUMBER <b>27-066-4040-26</b>	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER <b>60.008476</b>	
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable) <b>Alan Boucher</b>		NAME AND ADDRESS OF AUDIT FIRM <b>Cavanaugh, Davies, Blackman &amp; Cramblet</b> <b>1021 N. Main Street, PO Box 318</b>	
ADDRESS OF AUDITED ENTITY (Street and/or P.O. Box, City, State, Zip Code)  <b>1002 SW 6th Street</b>  <b>Aledo</b> <b>61231</b>		<b>Monmouth</b>	<b>IL 61462</b>
		E-MAIL ADDRESS <b>cdbccpas@frontiernet.net</b>	
		NAME OF AUDIT SUPERVISOR <b>Rod Davies</b>	
		CPA FIRM TELEPHONE NUMBER <b>309-734-2330</b>	FAX NUMBER <b>309-734-2349</b>

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

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

**THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:**

- Copy of Federal Data Collection Form § .320 (b)
- Copy(ies) of Management Letter(s)

Mercer County School District #404  
27-066-4040-26

RECONCILIATION OF FEDERAL REVENUES

Annual Financial Report to Schedule of Expenditures of Federal Awards

TOTAL FEDERAL REVENUE IN AFR

Account Summary 7-8, Line 7	Account 4000	\$ 853,120
Flow-through Federal Revenues		
Revenues 9-14, Line 112	Account 2200	-
Value of Commodities		
Indirect Cost Info 30, Line 11		57,870
Less: Medicaid Fee-for-Service		
Revenues 9-14, Line 270	Account 4992	(25,933)
<b>AFR TOTAL FEDERAL REVENUES:</b>		<b>\$ 885,057</b>

ADJUSTMENTS TO AFR FEDERAL REVENUE AMOUNTS:

Reason for Adjustment:

-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
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ADJUSTED AFR FEDERAL REVENUES \$ 885,057

Total Current Year Federal Revenues Reported on SEFA:  
Federal Revenues Column D \$ 885,953

Adjustments to SEFA Federal Revenues:

Reason for Adjustment:

Medicaid Admin Assessment Fee Withheld	\$ (896)
-----	-----
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-----	-----
-----	-----

ADJUSTED SEFA FEDERAL REVENUE: \$ 885,057

DIFFERENCE: \$ -

**Mercer County School District #404**  
**27-066-4040-26**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2014**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number <sup>2</sup> (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements <sup>4</sup>		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/12-6/30/13 (C)	Year 7/1/13-6/30/14 (D)	Year 7/1/12-6/30/13 (E)	Year 7/1/13-6/30/14 (F)			
US Department of Education - Pass Through from Illinois State Board of Education									
Title I - Low Income (M)	84.01 0	4300-2014		142,060		206,103	25,399	231,502	272,737
Title I - Low Income (M)	84.010	4300-2013	130,697	69,814	183,177	17,334		200,511	238,892
Title II - Teacher Quality	84.367	4932-2014		43,703		74,790		74,790	74,790
Title II - Teacher Quality	84.367	4932-2013	27,977	47,294	75,271			75,271	77,503
Total US Department of Education - Pass Through from Illinois State Board of Education			158,674	302,871	258,448	298,227	25,399	582,074	
US Department of Education - Pass Through from Blackhawk Area Special Education District									
Fed Sp Ed - IDEA - Flow Through	84.027	4620-2014		178,853		189,423	21,859	211,282	223,992
Fed Sp Ed - IDEA - Flow Through	84.027	4620-2013	184,390		184,390			184,390	184,390
STEP - DORS	84.126	4950-2014		3,132		3,132		3,132	n/a
STEP - DORS	84.126	4950-2013	816		816			816	n/a
Total US Department of Education - Pass Through from Blackhawk Area Special Education District			185,206	181,985	185,206	192,555	21,859	399,620	
Total US Department of Education			343,880	484,856	443,654	490,782	47,258	981,694	

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

The accompanying notes are an integral part of this schedule.

<sup>1</sup> To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.

<sup>2</sup> When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.

<sup>3</sup> When awards are received as a subrecipient, the identifying number assigned by the pass-through entity should be included in the schedule.

<sup>4</sup> Circular A-133 requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, Circular A-133 states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

**Mercer County School District #404**  
**27-066-4040-26**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2014**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number <sup>2</sup> (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements <sup>4</sup>		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/12-6/30/13 (C)	Year 7/1/13-6/30/14 (D)	Year 7/1/12-6/30/13 (E)	Year 7/1/13-6/30/14 (F)			
Department of Agriculture - Pass Through from Illinois State Board of Education									
National School Lunch (M)	10.555	4210-2014		213,766		213,766		213,766	n/a
National School Lunch (M)	10.555	4210-2013	183,724	36,946	183,724	36,946		220,670	n/a
National School Breakfast	10.553	4220-2014		60,313		60,313		60,313	n/a
National School Breakfast	10.553	4220-2013	51,993	9,792	51,993	9,792		61,785	n/a
Food Commodities (noncash)	10.555	27066-404026		41,911		41,911		41,911	n/a
Department of Defense - Fresh Fruits & Vegetables	10.555	27066-404026		15,959		15,959		15,959	n/a
Total Department of Agriculture - Pass Through from Illinois State Board of Education			235,717	378,687	235,717	378,687		614,404	
Department of Health & Human Services - Pass Through from Illinois Department of Healthcare & Family Services									
Medicaid Admin Outreach	93.778	4991-2014		16,078		21,928		21,928	n/a
Medicaid Admin Outreach	93.778	4991-2013	17,081	6,332	23,413			23,413	n/a
Total Department of Health & Human Services - Pass Through from Illinois Department of Healthcare & Family Services			17,081	22,410	23,413	21,928		45,341	
Total All Pages			596,678	885,953	702,784	891,397	47,258	1,641,439	

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

The accompanying notes are an integral part of this schedule.

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

Mercer County School District #404  
27-066-4040-26

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)  
Year Ending June 30, 2014

Note 1: Basis of Presentation<sup>5</sup>

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Mercer County School District #404 and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2: Subrecipients<sup>6</sup>

Of the federal expenditures presented in the schedule, Mercer County School District #404 provided federal awards to subrecipients as follows:

Program Title/Subrecipient Name	Federal CFDA Number	Amount Provided to Subrecipients
None		

Note 3: Non-Cash Assistance

The following amounts were expended in the form of non-cash assistance by Mercer County School District #404 and are included in the Schedule of Expenditures of Federal Awards:

NON-CASH COMMODITIES (CFDA 10.555)**:	<u>\$57,870</u>
OTHER NON-CASH ASSISTANCE	<u>\$0</u>

Note 4: Other Information

Insurance provided by Federal agencies in effect during the fiscal year:	
Property	<u>\$0</u>
Auto	<u>\$0</u>
General Liability	<u>\$0</u>
Workers Compensation	<u>\$0</u>
Loans/Loan Guarantees Outstanding at June 30:	<u>\$0</u>
District had Federal grants requiring matching expenditures	<u>No</u>
	(Yes/No)

\*\* The amount reported here should match the value reported for non-cash Commodities on the Indirect Cost Rate Computation page.

<sup>5</sup> This note is included to meet the Circular A-133 requirement that the schedule include notes that describe the significant accounting policies used in preparing the schedule.

<sup>6</sup> Circular A-133 requires the Schedule of Expenditures of Federal Awards to include, to the extent practical, an identification of the total amount provided to subrecipients, from each federal program. Although this example includes the required subrecipie information in the notes to the schedule, the information may be included on the face of the schedule as a separate column or section, if that is preferred by the auditee.

**Mercer County School District #404**  
**27-066-4040-26**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ending June 30, 2014**

**SECTION I - SUMMARY OF AUDITOR'S RESULTS**

**FINANCIAL STATEMENTS**

Type of auditor's report issued: Adverse  
 (Unmodified, Qualified, Adverse, Disclaimer)

**INTERNAL CONTROL OVER FINANCIAL REPORTING:**

- Material weakness(es) identified?        YES   X   None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)?   X   YES        None Reported
- Noncompliance material to financial statements noted?        YES   X   NO

**FEDERAL AWARDS**

**INTERNAL CONTROL OVER MAJOR PROGRAMS:**

- Material weakness(es) identified?        YES   X   None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)?        YES   X   None Reported

Type of auditor's report issued on compliance for major programs: Unqualified  
 (Unmodified, Qualified, Adverse, Disclaimer<sup>7</sup>)

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, § .510(a)?        YES   X   NO

**IDENTIFICATION OF MAJOR PROGRAMS:<sup>8</sup>**

CFDA NUMBER(S) <sup>9</sup>	NAME OF FEDERAL PROGRAM or CLUSTER <sup>10</sup>
10.555	National School Lunch
84.010	Title I - Low Income

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000.00

Auditee qualified as low-risk auditee?        YES   X   NO

<sup>7</sup> If the audit report for one or more major programs is other than unmodified, indicate the type of report issued for each program. Example: "Unmodified for all major programs except for [name of program], which was modified and [name of program], which was a disclaimer."

<sup>8</sup> Major programs should generally be reported in the same order as they appear on the SEFA.

<sup>9</sup> When the CFDA number is not available, include other identifying number, if applicable.

<sup>10</sup> The name of the federal program or cluster should be the same as that listed in the SEFA. For clusters, auditors are only required to list the name of the cluster.

**Mercer County School District #404**  
**27-066-4040-26**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ending June 30, 2014**

**SECTION II - FINANCIAL STATEMENT FINDINGS**

1. FINDING NUMBER:<sup>11</sup>      2014- 001      2. THIS FINDING IS:       New       Repeat from Prior Year?  
Year originally reported?      2011

3. Criteria or specific requirement  
Statement on Auditing Standard 115 has prescribed definitions for significant deficiencies and material weaknesses in an entity's internal control structure. Internal controls are designed to allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements and safeguard assets. A concept in a good system of internal control is adequate segregation of duties.

4. Condition  
A limited number of employees have the primary responsibility for performing most of the accounting duties including key functions of recording, reconciling, and reporting cash transactions. This structure reduces certain aspects of the internal control system which rely on adequate segregation of duties.

5. Context<sup>12</sup>  
All District accounting financial records are maintained by a limited number of employees.

6. Effect  
Certain individuals have the ability to complete and record accounting functions which ideally would be segregated. The accounting and control of the Activity and Imprest Funds are maintained by a limited number of employees.

7. Cause

8. Recommendation  
Segregation of duties is normally difficult to accomplish within a small governmental entity. This corrective action is not practical in the circumstances, because the cost of implementing internal control procedures should not exceed the benefit derived.

9. Management's response<sup>13</sup>  
It is not economically feasible for the District to hire extra bookkeeping personnel at this time.

<b>For ISBE Review</b>	
Date: _____	Resolution Criteria Code Number _____
Initials: _____	Disposition of Questioned Costs Code Letter _____

<sup>11</sup> A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2014 would be assigned a reference number of 2014-001, 2014-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

<sup>12</sup> Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

<sup>13</sup> See paragraphs 5.18 through 5.20 and 7.38 through 7.42 of Government Auditing Standards for additional guidance on reporting management's response.





**Mercer County School District #404**  
**27-066-4040-26**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS<sup>19</sup>**  
**Year Ending June 30, 2014**

[If there are no prior year audit findings, please submit schedule and indicate NONE]

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status<sup>20</sup></u>
2013-1	Inadequate Segregation of Duties	Repeat Finding
2013-2	Economic Interest Statements were not Filed Timely	All Timely Filed in Current Fiscal Year

When possible, all prior findings should be on the same page

<sup>19</sup> See the instructions in the Guide to Auditing and Reporting for Illinois Public Local Education Agencies for an explanation of this schedule.

<sup>20</sup> Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.

**Mercer County School District #404**  
**27-066-4040-26**  
**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS<sup>21</sup>**  
**Year Ending June 30, 2014**

**Corrective Action Plan**

Finding No.: **2014- 001**

Condition:  
**Inadequate Segregation of Duties**

Plan:  
It is not feasible for the District to hire additional personnel as the cost of implementing internal control procedures should not exceed the benefit derived.

Anticipated Date of Completion: **Unknown**

Name of Contact Person: **Mr. Alan Boucher, Superintendent**

Management Response: **The superintendent will monitor the activity of District personnel and monthly financial statements for any unusual activity.**

<sup>21</sup> See the instructions in the Guide to Auditing and Reporting for Illinois Public Local Education Agencies for an explanation of this schedule.