



Wilmette

Public School District 39

Wilmette, Illinois

Comprehensive Annual Financial Report
Year ended June 30, 2008

COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF

**WILMETTE PUBLIC SCHOOLS
DISTRICT 39
WILMETTE, IL**

For the Fiscal Year Ended June 30, 2008

Official Issuing Report

Kevin Nohelty, Business Manager

Department Issuing Report

Business Office

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WILMETTE PUBLIC SCHOOLS DISTRICT 39

TABLE OF CONTENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	<u>Page(s)</u>
<i>Introductory Section</i>	
Transmittal Letter	i -ix
ASBO Certificate	x
GFOA Certificate	xi
Organizational Chart	xii
Principal Officers and Advisors	xiii
<i>Financial Section</i>	
Independent Auditor's Report	1 - 2
Required Supplementary Information	
Management's Discussion and Analysis (MD&A) - (Unaudited)	3 - 11
Basic Financial Statements	
<u>Government-Wide Financial Statements</u>	
Statement of Net Assets	12
Statement of Activities	13
<u>Fund Financial Statements</u>	
Balance Sheet - Governmental Funds	14 - 15
Reconciliation of the Governmental Funds - Balance Sheet to the Statement of Net Assets	16
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	17 - 18
Reconciliation of the Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	19
Statement of Fiduciary Assets and Liabilities - Agency Fund	20
Notes to Basic Financial Statements	21 - 38
Required Supplementary Information	
<u>Historical Pension Information</u>	
Illinois Municipal Retirement Fund - Schedule of Employer's Contributions and Analysis of Funding Progress	39

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WILMETTE PUBLIC SCHOOLS DISTRICT 39

TABLE OF CONTENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Page(s)

Required Supplementary Information - (Continued)

General and Major Special Revenue Funds - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual

General (Educational) Fund - Budgetary Basis	40 - 47
Operations and Maintenance Fund	48 - 49
Transportation Fund	50
Municipal Retirement/Social Security Fund	51 - 52
Working Cash Fund	53
Notes to Required Supplementary Information	54

Supplementary Information

Major Debt Service and Major Capital Projects Funds - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual

Bond and Interest Fund	55
Fire Prevention and Life Safety Fund	56
Combined Schedule of Changes in Assets and Liabilities - Agency Funds	57 - 58
Five Year Summary of Assessed Valuations, Tax Rates, Extensions and Collections	59
Operating Cost and Tuition Charge	60
General Long-term Debt - February 1, 2001	61
General Long-term Debt - March 1, 2004	62
General Long-term Debt - July 31, 2007	63
General Long-term Debt - July 31, 2007 Debt Certificates	64

Statistical Section

Net Assets by Component	65 - 66
Changes in Net Assets	67 - 68
Fund Balances of Governmental Funds	69 - 70
Governmental Funds Revenues	71 - 72
Governmental Funds Expenditures and Debt Service Ratio	73 - 74
Other Financing Sources and Uses and Net Change in Fund Balances	75 - 76
Assessed Valuation and Estimated Actual Value of Taxable Property	77 - 78
Property Tax Rates - All Direct and Overlapping Governments	79
Principal Property Taxpayers in the District	80
Property Tax Levies and Collections	81
Ratio of Outstanding Debt by Type	82

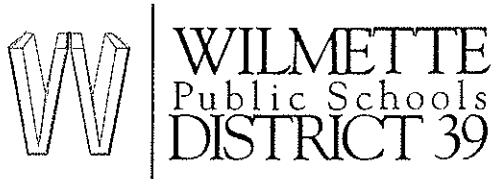
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WILMETTE PUBLIC SCHOOLS DISTRICT 39

TABLE OF CONTENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	<u>Page(s)</u>
Ratios of General Bonded Debt Outstanding	83
Computation of Direct and Overlapping Debt	84
Legal Debt Margin Information	85 - 86
Demographic and Economic Statistics	87
Principal Employers	88
Number of Employees by Type	89
Operating Indicators by Function	90 - 91
School Building Information	92 - 93
Miscellaneous Statistics	94

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December 4, 2008

President and Members of the
Board of Education
Wilmette Public Schools District 39
615 Locust Road
Wilmette, Illinois 60091

The Comprehensive Annual Financial Report of Elementary School District 39, Wilmette, Illinois, for the fiscal year ended June 30, 2008 is submitted herewith. The audit fieldwork was completed on November 14, 2008 and the report was subsequently issued. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data as presented are: (1) accurate in all material aspects, (2) presented in a manner designed to fairly set forth the financial position and results of operations of the District as shown by the disclosure of all financial activity of its various funds; and (3) that all disclosures necessary for maximum public understanding of the District's financial status have been incorporated in the report.

Generally accepted accounting principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditors' report.

BASIS OF ACCOUNTING AND REPORTING

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical. The Introductory Section includes the transmittal letter, the District's organizational chart, and a list of principal officials. The Financial Section includes the management's discussion and analysis, government-wide financial statements, the fund financial statements, required supplementary information, individual fund statements, as well as the independent auditors' report. The Statistical Section includes a number of tables of unaudited data depicting the financial history of the District for the past ten years, demographics, and other miscellaneous information.

School District 39 is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-profit Organizations." Information related to this single audit, including the schedule of federal expenditures of federal awards, findings and recommendations and independent auditors' report on the internal control structure and compliance with applicable laws and regulations are included in a separate report.

This report includes all funds of the District. The District reports on the full accrual basis of accounting for its government-wide financial statements and modified accrual for its fund financial statements. These bases are applied to the District's budget and accounting records. The Notes to Basic Financial Statements expand upon these bases as well as the District's accounting policies and procedures. All District funds are included in this report and have been audited by Virchow, Krause & Company, LLP.

Mikaelian Education Center
615 Locust Rd
Wilmette, IL 60091
847-256-2450
847-256-1920 Fax

Central School
910 Central Ave
Wilmette, IL 60091
847-251-3252
847-251-4086 Fax

Harper School
1101 Dartmouth St
Wilmette, IL 60091
847-251-6754
847-251-4176 Fax

McKenzie School
649 Prairie Ave
Wilmette, IL 60091
847-251-2295
847-251-4067 Fax

Romona School
600 Romona Rd
Wilmette, IL 60091
847-256-0211
847-251-4153 Fax

Highecrest Middle School
569 Hunter Rd
Wilmette, IL 60091
847-853-2900
847-256-0083 Fax

Wilmette Junior High School
620 Locust Rd
Wilmette, IL 60091
847-256-7280
847-256-0204 Fax

GENERAL INFORMATION

The District is located approximately 15 miles north of the Chicago Loop, bordering Lake Michigan and comprises most of the Village of Wilmette and a small portion of Glenview. The village is a residential community with a population of about 27,651. It consists of moderate to high-income residential housing and a prosperous commercial downtown area. There is no heavy industry in Wilmette. Wilmette, as a community, is built out. Changes in single-family residential units consist almost exclusively of tear-downs with rebuilds ranging from \$800,000 to well over \$1 million per residence. New multi-dwelling units are also primarily tear-downs with rebuilds ranging from \$500,000 to \$850,000 per residential unit.

District 39 was founded in 1901 and currently includes four elementary schools, one middle school, one junior high school and an administration building and had an enrollment of 3,703 in 2008. An elected 7-member Board of Education and a full-time administrative staff govern the District. The District employs 585 persons, 536 full-time and 49 part-time. Of these, 17 are administrators, 351 are teachers and 217 are non-certified personnel. Elementary students in the District continue their education at New Trier Township High School, which is recognized as one of the leading high school educational institutions in the United States.

District 39 enjoys a high level of parental participation and involvement because parents make it a priority to be involved in their children's education. Many adults are engaged in professional pursuits. The high academic level characterizing the community contributes to the respect citizens have for quality education. As a result, citizens devote substantial time and effort to ensure that excellence prevails.

Community involvement is of paramount importance to District 39. Integral to the community is the Wilmette Educational Foundation, which provides financial assistance to support individual, school, and community endeavors. Teachers, administrators, the Board of Education, and community members value the Foundation as well. Community members are also involved in the Community Review Committee that helps study and prioritize goals for the school district.

REPORTING ENTITY

The District defines its reporting entity by applying the criteria set forth in GASB 14 to potential component units. Briefly, a component unit is an organization for which the District is financially accountable or other organizations that, because of the nature or significance of their relationship with the District, would cause the District's financial statements to be misleading or incomplete if they were omitted from the reporting entity. These criteria are discussed in more detail in Note 1 to the general purpose financial statements.

Using these criteria, management has determined that the District has no component units, nor is it a component unit of any other organization.

DISTRICT FUNDS

The District's accounts are organized as separate accounting entities called funds. District resources are allocated to and accounted for in individual funds as required by the State of Illinois. Each fund has specific functions based upon the purposes for which the District's resources are to be expended. This allows for a more controlled process of spending activities. The following describes the fund types implemented in School District 39:

- 1) **General Fund** – accounts for the revenues and expenditures that are used in providing the educational program for the children of the District.
- 2) **Special Revenue Funds** – account for specific revenue sources that are legally restricted to expenditures for specified purposes (e.g., Operations and Maintenance, Transportation, Working Cash and Municipal Retirement/Social Security).
- 3) **Debt Service Fund** – accounts for the accumulation of resource for, and the payment of, general long-term debt principal, interest, and related costs. All bond issues are maintained through the Bond and Interest Fund.
- 4) **Capital Projects Fund** – accounts for financial resources to be used for the acquisition or construction of major capital facilities.
- 5) **Agency Fund** – accounts for the assets held by the District for student organizations.

ACCOUNTING SYSTEMS AND BUDGETARY CONTROL

The financial statements have been prepared in accordance with generally accepted accounting principles that are appropriate to local governmental units of this type. The presentation allows the reader to obtain an overview of the District's financial operations by viewing the basic financial statements in the front section of the report. All of the figures used in the following discussion were obtained or derived from these financial statements, attached herewith.

In developing and evaluating the District's accounting system, consideration is given to the adequacy of the internal accounting controls. Such controls are designed to provide reasonable, but not absolute, assurance for the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. We believe that our internal accounting controls adequately safeguard District assets and provide reasonable assurance of proper recording of financial data. Budgetary control is maintained at line item levels and built up into program and cost centers before being combined to create fund totals. All actual activity compared to budget is reported to the District's administrative team and to the Board of Education on a monthly basis. The monthly report compares each line item account balance to the annual budget with accumulation to the cost center, fund, and total district levels. Full disclosures are made if extraordinary variances appear during the year.

GENERAL GOVERNMENTAL ACCOUNTING FUNCTIONS

The District has three sources of revenue: local, state, and federal. By far the largest source, and the source the District is most dependent on, is the local source.

Revenues for general District functions of all Governmental Fund Types totaled \$47,068,615, and increase of 6.1% when compared to FY 2007.

<i>Revenue Sources</i>	<i>2008 Amount (\$000)</i>	<i>Percent of Total</i>	<i>Increase (Decrease) from 2007 (\$000)</i>	<i>Percentage Increase (Decrease) from 2007</i>
<u>LOCAL REVENUES</u>				
Property Taxes	\$ 34,361	73.0%	\$ 1,552	4.7%
Personal Property				
Replacement Taxes	540	1.1%	36	7.1%
Earnings on Investments	948	2.0%	(460)	(32.7%)
Other	<u>3,294</u>	<u>7.0%</u>	<u>276</u>	<u>9.1%</u>
Total Local Revenues	<u>39,143</u>	<u>83.1%</u>	<u>1,404</u>	<u>3.7%</u>
State and Federal Sources	<u>7,926</u>	<u>16.9%</u>	<u>1,290</u>	<u>19.4%</u>
TOTAL REVENUE	<u>\$ 47,069</u>	<u>100.0%</u>	<u>\$ 2,694</u>	<u>6.1%</u>

Total Local Revenues posted a net increase of 3.7% in Fiscal Year 2008 when compared to the preceding fiscal year. The triennial reassessment of property by the county assessor, the increase in the county multiplier, and the Consumer Price Index (CPI) used in the property tax calculation all contributed to the increase. Low interest rates on investments resulted in lower than expected interest earnings for Fiscal Year 2008. Revenue received from State and Federal Sources increased by 19.4% primarily due to increased aid for special education and the on-behalf payment by the state. The on-behalf payments made by the State to the Teachers' Retirement System (TRS) increased by \$1.1 million or 52.6%.

Allocations of the 2007 property tax levy and the preceding two levy years are as follows (per \$100 of assessed value):

Fund Type	Levy Year		
	2007	2006	2005
General (Educational)	\$ 1.3899	\$ 1.7011	\$ 1.6114
Operations and Maintenance	0.2044	0.2556	0.2525
Transportation	0.0117	0.0147	0.0191
Municipal Retirement	0.0260	0.0376	0.0346
Social Security	0.0260	0.0315	0.0299
Working Cash	0.0287	0.0130	0.0312
Bond and Interest	0.0698	0.0888	0.0884
Tort Immunity	0.0364	0.0450	0.0382
Life Safety	0.0390	0.0534	0.0299
Special Education	0.0156	0.0200	0.0150
Total Tax Rate	\$ 1.8475	\$ 2.2607	\$ 2.1502
Collection/Levy	47.04%	97.84%	98.57%

The expenditures of the major functions of all governmental fund types increased by \$6,296,879 from the prior fiscal year. This represents a percentage increase of 14.0%. Variances in levels of expenditures for major functions of the District over the preceding year are shown in the following tabulation:

Expenditures	2008 Amount (\$000)	Percent of Total	Increase (Decrease) from 2007 (\$000)	Percentage Increase (Decrease) from 2007
Function				
Instruction	\$ 28,617	55.8%	\$ 2,996	11.7%
Support Services	16,358	31.9%	1,307	8.7%
Debt Service	1,624	3.2%	276	20.5%
Capital Outlay	4,490	8.8%	1,869	71.3%
Non-programmed Charges	150	0.3%	(152)	(50.3%)
TOTAL EXPENDITURES.....	\$ 51,240	100.0%	\$ 6,296	14.0%

In the instruction expenditure amount, increases associated with employee compensation packages and an increase in on-behalf payments (payments made by a third party for the benefit of the District, such as payments made by the State to the Teachers' Retirement System). These payments are made in accordance with GASB No. 24. As stated earlier, the State's contribution increased by 52.6% in Fiscal Year 2008.

The 8.7% increase in Support Services is primarily due to compensation for support staff employees and the increase in health insurance benefits as outlined in the negotiated labor contract.

Capital outlay expenditures increased 71.3% due to the completion of Phase II work at Central School that started during Fiscal Year 2007.

Tuition paid (non-programmed charges) for special education programs decreased in Fiscal Year 2008. This decrease is primarily due to the District's continued effort to bring special education services back into the District. These additional services provided will continue to decrease the out of district tuition expense in coming years.

Under separate collective bargaining agreements with the teachers' and support staff unions, salaries increased by approximately 5.0% in Fiscal Year 2008. Salaries account for 67.9% of total operating expenditures and 79.9% of General (Educational) Fund expenditures.

CAPITAL ASSETS

The capital assets of the District are those assets used in the performance of general governmental functions. As of June 30, 2008, the District's capital assets, net of accumulated depreciation, amounted to \$37.5 million. This amount represents the actual and estimated original cost of the assets and is considerably less than their present replacement value.

Depreciation of capital assets is shown in order to satisfy the compliance with Governmental Accounting Standards Board Statement Number 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments but is generally not recognized in the District's accounting system. The District utilizes the assistance of an outside appraisal service for the appraisal, control and inventory of fixed assets. The appraisal service conducted a physical inventory of the District's assets and equipment during the 2002-2003 Fiscal Year. Annual updates to the inventory report will continue until the next physical inventory occurs during the 2008-2009 Fiscal Year.

Annual appraisals are used for the updating of replacement values for insurance purposes with the District providing historical cost information. The District participates in a property casualty insurance cooperative pool comprised of more than 60 school district members. The cooperative maintains a \$250,000 self-insured retention to insure losses up to \$1,000,000. Beyond that limit, outside third party specific and aggregate coverage is purchased to protect the District from severe financial losses.

ECONOMIC OUTLOOK

The District's mature tax base is characterized by resident socioeconomic levels that are among the highest in the state and nation. In addition its strong financial operations are supported by ample reserves and manageable debt burden.

The District's fully developed and affluent tax base will continue to experience steady growth for the foreseeable future based on its desirable location on the North Shore of Lake Michigan. The District's solid tax base, currently valued at \$5.8 billion, continues to experience steady growth, mostly through residential teardowns and reassessment, averaging 12% annually over the last five years. Resident socioeconomic indicators greatly exceed state and national levels.

The District maintains strong financial operations by implementing prudent fiscal policies, conservative management and maintaining ample reserves. The District ended FY 2008 with a General Fund balance of \$17.1 million, or a healthy 44.6% of General Fund revenues. Adding to the district's financial flexibility is a FY 2008 Working Cash Fund balance of \$1.06 million, contributing to a combined operating fund balance of 21.4 million. The district receives the majority of its operating revenues from property taxes (77% of FY 2008 revenues) followed by state and federal aid (19.4%). The district maintains an operating fund balance floor (Educational, O&M, Transportation, IMRF & Social Security and Working Cash) in excess of 40% of annual expenditures, which it expects to maintain through FY 2009.

The Illinois General Assembly has imposed property tax legislation on all Cook County school districts. The legislation is designed to limit increases in property tax extensions. The limitation slows the growth of property tax revenues to school districts when property values and assessments are increasing faster than the rate of inflation. The legislation limits the levy increase to the lesser of five percent or the increase in the consumer price index (CPI) for the year preceding the levy year. This combined with the use of prior year equalized assessed valuation (EAV) generate property tax receipts. The use of the CPI and prior year EAV variables in property tax calculations is intended to "restrict" the amount of increase in a school district's levy request.

The administration in collaboration with the Board of Education will continue to provide an exemplary educational experience for all students in the District 39 community. With that being said, district officials continue to review, analyze and forecast the financial projections, which are used in prudent fiscal planning sessions with the members of the Board of Education. The long range financial forecast indicates a tax rate increase for the District's largest operating fund, the General (Educational) Fund, will be necessary in order to sustain financial viability.

MAJOR INITIATIVES

Curricular and Technological Improvements

During the 2007-2008 school year the District consolidated the AT&T wireless phone service contracts by placing them in one new government plan. The new plan includes shared minutes and takes advantage of a government discounted usage rate. The district developed a five-year replacement plan to purchase desktop and laptop computers. Phase one of this replacement plan will be implemented during the 2008-2009 school year. To prepare for the new equipment, the district updated network equipment and software during the 2007-2008 school year.

An essential component of a strong academic program is on-going assessment. Its primary purpose is to improve student learning. In District 39 our goal is to customize individual student learning based on assessment information. We are continually looking at what tools will best help us measure and improve achievement.

In order to do this, we began to look at our current assessment tools and decide if they still met our needs. After thoughtful consideration, we elected to do a three-year pilot using the Scantron Assessment Program. Now with three years of feedback, evaluation, surveys, discussion, and training, it is the administration's recommendation to replace the Iowa Test of Basic Skills (ITBS), Terra Nova Testing, and Gates Testing with the Scantron Performance Series Tests. The recommendation is based on the following feedback from staff:

- Scantron is a better instructional tool for teachers as compared to other standardized tests as it provides current and accurate information that can be used instantaneously for instructional purposes.
- Scantron allows for multiple administrations of appropriate tests within the same school year.
- Scantron immediately adjusts to each child's ability; there is less frustration for lower-achieving students and more appropriate challenges for higher-achieving students.
- Scantron is a more time efficient test than ITBS as the whole class does not have to wait for everyone to finish a subtest before anyone can proceed.
- Scantron provides excellent information as to specific skills and objectives that students have learned and allows teachers to instantly develop work pages that address student needs.

- Scantron is an excellent tool for differentiated instruction and flexible grouping – benefiting both regular education and special education students.
- Scantron involves less testing time as it stops based on student ability – allowing for more instructional time and less wasted testing time.
- Scantron has also been a helpful tool for teachers and administration in assisting in the identification and servicing of gifted and talented students.

Additionally, as the state now requires annual ISAT testing for every student in grades 3-8 in math and reading and that the state also now reports national percentiles to parents, the administration of ITBS and other standardized tests appear to be somewhat redundant. Adding to the above-mentioned considerations, teachers involved in the pilot indicated that the results gained from the Scantron tests more closely align to what they were observing in the classroom; thus, Scantron offers a truer indicator of student performance and knowledge as compared to other standardized tests.

Improvements to District Facilities

Facility project planning during Fiscal Year 2008 focused on three major projects. The three projects included window replacements at Central and McKenzie Elementary Schools, intercom upgrades at both Highcrest Middle School and McKenzie Elementary School, and asphalt replacement at the Mikaelian Education Center, Wilmette Junior High, Highcrest Middle School and Romona Elementary School.

The District's architectural and engineering firm, STR Associates, conducted a thorough evaluation of the energy savings more efficient windows would make possible, as well as the aesthetic improvement inherent in their replacement. The antiquated intercom system was not functional in all locations within the buildings and needed to be upgraded. The new intercom system provides for an efficient method of communicating with all staff and students of important information. Parking lot facilities at four of the seven district sites were in desperate need of repair and replacement of the asphalt.

After months of careful study and discussion, District 39's Board of Education approved funding for all three projects for an estimated \$3.6 million. The window replacement, intercom upgrades and asphalt replacement projects were identified under the 10-year Life Safety Survey and approved by the Illinois State Board of Education. The funds for these multi-million dollar projects have been allocated through a bond sale in July 2007.

INDEPENDENT AUDIT

The School Code of Illinois and the District's adopted policy require an annual audit of the books of accounts, financial records and transactions of all funds of the District. The audit is performed by independent certified public accountants selected by the District's Board of Education. The independent auditors' opinion has been included in the Financial Section of this report.

AWARD FOR EXCELLENCE IN FINANCIAL REPORTING

The Association of School Business Officials and Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Wilmette Public School District 39 for its comprehensive annual financial report for the fiscal year ended June 30, 2007. This was the first year Wilmette Public School District 39 received these prestigious awards. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

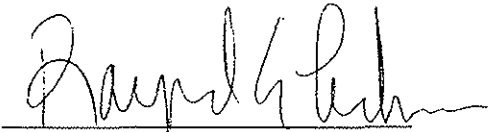
The Certificate of Excellence is valid for a period of one year only. We believe our current comprehensive financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA and the Association of School Business Officials and to determine its eligibility for another certificate for the year ended June 30, 2008.

ACKNOWLEDGEMENT

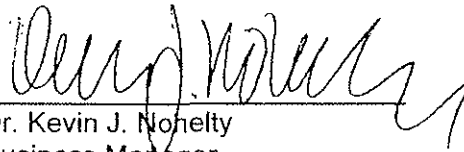
It is our belief that this Comprehensive Annual Financial Report will provide the District's management, outside investors, and interested local citizens with a most meaningful financial condition as of June 30, 2008.

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

Respectfully Submitted,



Dr. Raymond E. Lechner
Superintendent of Schools



Dr. Kevin J. Nohelty
Business Manager

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ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

WILMETTE PUBLIC SCHOOL DISTRICT 39

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2007

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

Grome E. Brendel

President

John D. Russo

Executive Director

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Certificate of Achievement for Excellence in Financial Reporting

Presented to

Wilmette Public School
District 39, Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

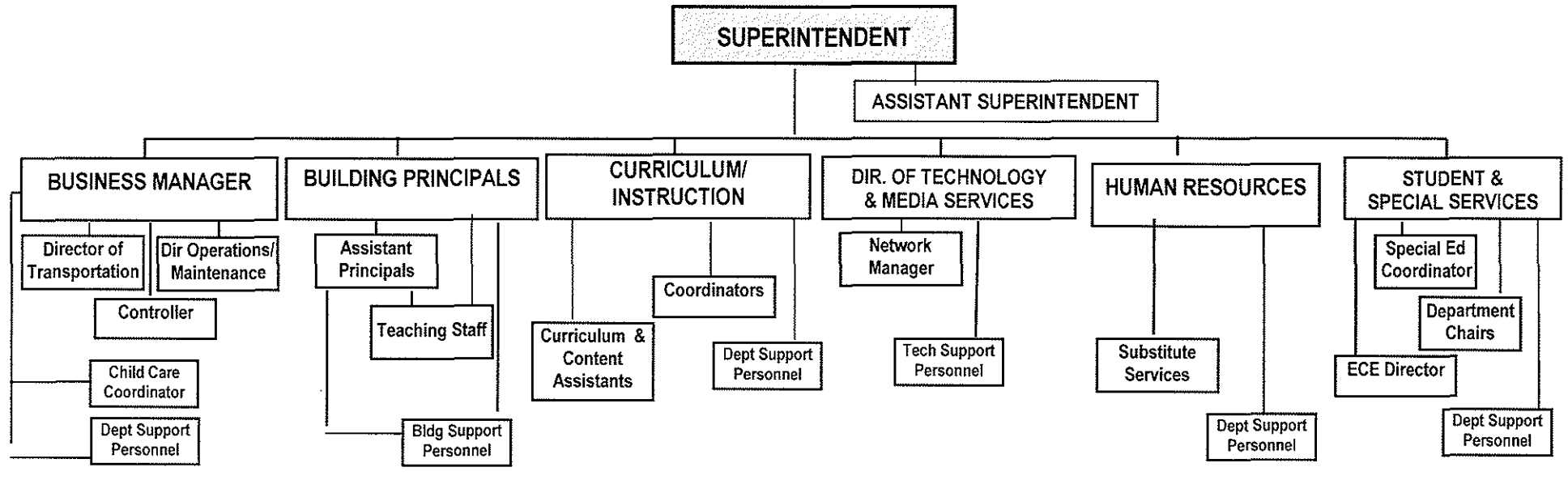
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

Wilmette Public Schools District 39



ADMINISTRATIVE FUNCTIONS Superintendent

- ◆ Provide professional leadership in education throughout the school system. Represent the district in an official or public capacity.
- ◆ Establish and maintain a sound organizational structure which provides all essential functions of the school system.
- ◆ Direct the long-term planning of the educational program including assessment, curriculum development, revision and the adoption of new programs.
- ◆ Inform and advise the Board of Education relative to the educational program and school operations, prepare agendas, and serve as Secretary to the Board.
- ◆ Coordinate and direct the preparation of the annual school budget and continually appraise school plant needs.
- ◆ Coordinate and direct the employee selection process, salary administration and personnel benefits program.

Business Manager	Building Level Administrators	Administrator for Curriculum/Instruction	Director of Technology and Media Services	Administrator for Human Resources	Administrator for Student & Special Services
<ul style="list-style-type: none"> ◆ Accounting/Auditing ◆ Accounts Receivable/ Payable ◆ Before School Child Care ◆ Budget Management ◆ Building and Grounds ◆ Food Services ◆ Investments ◆ Life/Safety Management ◆ Payroll ◆ Rentals ◆ Risk Management/ Insurance ◆ Transportation 	<ul style="list-style-type: none"> ◆ Building Level Public Relations ◆ Coordination of Building Special Services ◆ Coordination with PTA/PTO ◆ Home/School Communications ◆ Oversight of Instruction ◆ School-Improvement Planning ◆ Selection of Employees ◆ Site-based Facility Operations ◆ Student Safety ◆ Support Staff Evaluation ◆ Teacher Evaluation 	<ul style="list-style-type: none"> ◆ Assessment Program ◆ Curriculum Development ◆ Curriculum Review ◆ Gifted Education ◆ Grant Coordination ◆ Instructional Program ◆ Research Coordination ◆ School Improvement Process ◆ Staff Development 	<ul style="list-style-type: none"> ◆ Instructional Technology ◆ Technology Integration ◆ Media Services ◆ District LAN/WAN Operations ◆ District Email Services ◆ Information Systems ◆ Data Management ◆ Coordinates Building Technical Support ◆ Hardware/Software Evaluation & Maintenance ◆ Technology Planning ◆ Educational Technology Professional Development ◆ Web Site Development & Management ◆ Content Filtering 	<ul style="list-style-type: none"> ◆ Contract Management ◆ Employee Discipline/Due Process ◆ Employee Evaluation ◆ Grievance, Arbitration ◆ Induction of New Employees ◆ Personnel Planning ◆ Policy Revision ◆ Recruitment/Selection ◆ Retirement/Recognition ◆ Substitute Services ◆ Title IX Coordination 	<ul style="list-style-type: none"> ◆ Student and Special Services ◆ ISBE Approved Special Education Director ◆ Health Services ◆ ELL Services ◆ Counseling Services ◆ Home/Hospital Services ◆ Private/Parochial School Services ◆ Student Registration and Records ◆ Wilmette Board of Health ◆ Student Discipline and Truancy ◆ ADA/504 Compliance Monitor ◆ Safe Schools ◆ Special Education Finance

Revised: July 16, 2007

WILMETTE PUBLIC SCHOOL DISTRICT 39

615 Locust Road
Wilmette, Illinois 60091

Comprehensive Annual Financial Report

Year Ended June 30, 2008

List of Principal Officials

Board of Education		Term Expires
Alan R. Dolinko	President	2009
Tim Scherman	Vice-President	2009
Karen Donnan	Member	2011
Keith Dronen	Member	2011
Greg Polan	Member	2009
John Relias	Member	2009
Judy Schnecke	Member	2011

District Administration

Dr. Raymond Lechner	Superintendent
Dr. Toni Shinner	Assistant Superintendent
Dr. Kevin J. Nohelty	Business Manager
Ms. Margaret Clauson	Administrator for Human Resources
Mrs. Denise Thrasher	Administrator for Student Services
Mr. Adam Denenberg	Director of Technology and Media Services

Official Issuing Report

Dr. Kevin J. Nohelty
Business Manager

Department Issuing Report

Business Office

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Wilmette Public Schools District 39
615 Locust Road
Wilmette, IL 60091

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Wilmette Public Schools District 39, as of and for the year ended June 30, 2008, which collectively comprise Wilmette Public Schools District 39's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Wilmette Public Schools District 39's management. Our responsibility is to express opinions on these financial statements based on our audit. The prior year summarized comparative information included in the Governmental Funds Balance Sheet and the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances has been derived from Wilmette Public Schools District 39's 2007 financial statements and, in our report dated December 4, 2007, we expressed unqualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Wilmette Public Schools District 39 as of June 30, 2008, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated December 4, 2008 on our consideration of Wilmette Public Schools District 39'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 the internal control over financial reporting and compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Board of Education
Wilmette Public Schools District 39

The management's discussion and analysis, the historical pension information and the general and major special revenue funds budgetary comparison schedules, as listed in the table of contents, are not a required part of the basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Wilmette Public Schools District 39's basic financial statements. The financial information listed as supplementary information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The 2008 supplementary information has been subjected to the auditing procedures applied to the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2008, taken as a whole. We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, Wilmette Public Schools District 39's basic financial statements for the year ended June 30, 2007, which are not presented with the accompanying financial statements. In our report dated December 4, 2007, we expressed unqualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. In our opinion, the 2007 supplementary information is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2007, taken as a whole.

The introductory section and statistical section as listed in the table of contents, have, not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Oak Brook, Illinois
December 4, 2008

Vuehler, Krause & Company, LLP

Wilmette Public Schools District 39
Management's Discussion and Analysis – (Unaudited)
For the Year Ended June 30, 2008

The discussion and analysis of Wilmette Public Schools District 39's (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2008. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- For seven years in a row, the District will retain the ISBE's highest rating, *Financial Recognition*, for FY08 and its overall weighted score will fall from 4.00 to 3.65 on a 4-point scale.
- In total, net assets decreased by \$0.7. This represents a 1.51% decrease from 2007. This decrease is primarily due to an increase in Long-Term debt outstanding.
- General revenues accounted for \$37.5 in revenue or 80% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$9.7 or 20% of total revenues of \$47.2.
- The District had \$47.9 in expenses related to government activities. However, only \$9.7 of these expenses was offset by program specific charges and grants.
- The District committed just over \$4.09 for construction projects this year of which \$3.60 was expended for Life Safety.
- The District's long-term debt margin remains a healthy 86.7% for FY08 with an accessible debt capacity of \$115.2.
- There were no interfund transfers for fiscal year 2008.

Overview of the Financial Statements

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

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

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

Government-wide financial statements

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

Wilmette Public Schools District 39
Management's Discussion and Analysis – (Unaudited)
For the Year Ended June 30, 2008

The statement of net assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. District 39's net assets decreased from \$47.8 to \$47.0, or 1.67%, since the end of last fiscal year.

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

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business-type activities; that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The functions that are closest to being user supported are before school childcare, school cafeteria programs and transportation. However all of these programs still rely on subsidies from state or local sources to cover costs. Therefore, District 39's governmental activities include instructional services (regular education, special education and other), supporting services, operation and maintenance of facilities and transportation services.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds (the District maintains no proprietary funds).

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General (Educational), Operations and Maintenance, Transportation, IMRF/Social Security, Bond and Interest, Fire Prevention and Life Safety, and Working Cash Funds, all of which are considered to be major funds.

Wilmette Public Schools District 39
Management's Discussion and Analysis – (Unaudited)
For the Year Ended June 30, 2008

The District adopts an annual budget for each of the funds listed above. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with this budget. District 39 actual amounts compare favorably to budgeted figures for FY08. Overall revenues came in .134% lower than budgeted while actual expenditures were 1.41% lower than budgeted.

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

Notes to the financial statements

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

Other information

In addition to the basic financial statement and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its non-certified employees.

District-Wide Financial Analysis

The District's combined net assets decreased 1.51% from \$47.8 in June 2007 to \$47.1 as of June 30, 2008.

Table 1
Condensed Statements of Net Assets
(in millions of dollars)

	<u>2008</u>	<u>2007</u>
Assets:		
Current and other assets	\$50.2	\$45.1
Deferred charges	0.2	0.1
Capital assets	<u>37.6</u>	<u>35.2</u>
Total assets	<u>88.0</u>	<u>80.4</u>
Liabilities:		
Current liabilities	23.3	21.5
Long-term debt outstanding	<u>17.6</u>	<u>11.1</u>
Total liabilities	<u>41.0</u>	<u>32.6</u>
Net assets:		
Invested in capital assets, net of related debt	25.4	24.9
Restricted	4.6	1.4
Unrestricted	<u>17.1</u>	<u>21.5</u>
Total net assets	<u>\$47.1</u>	<u>\$47.8</u>

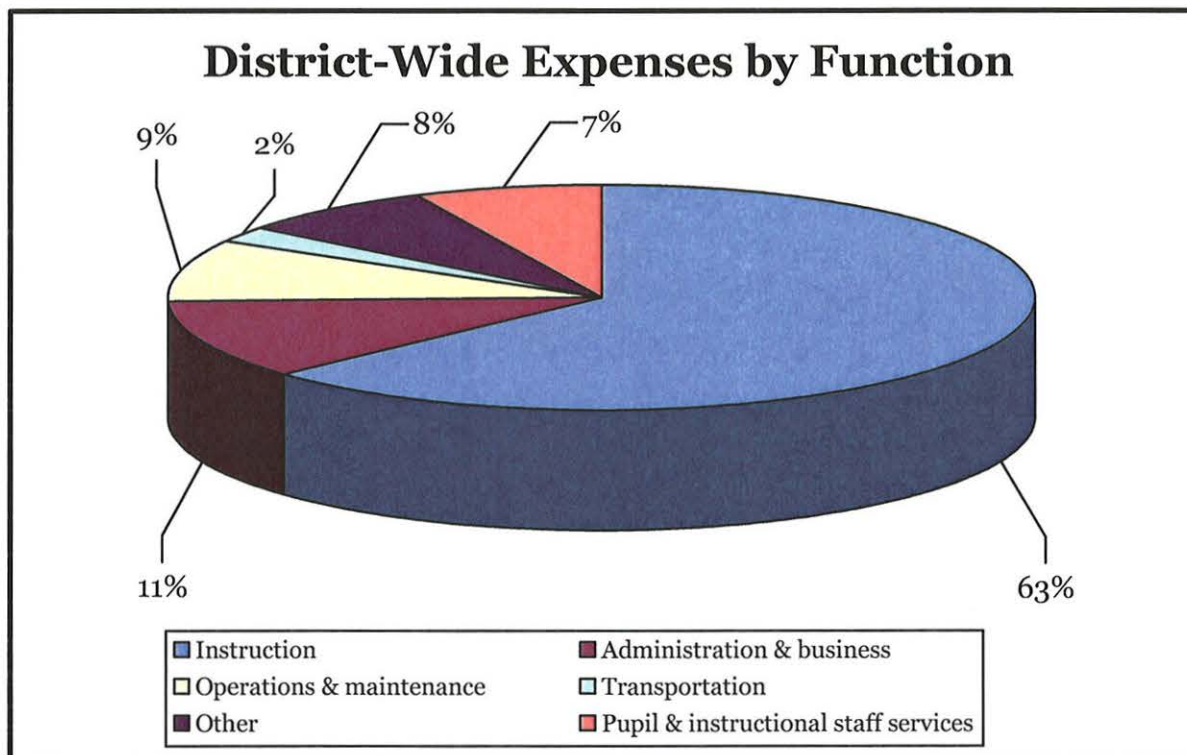
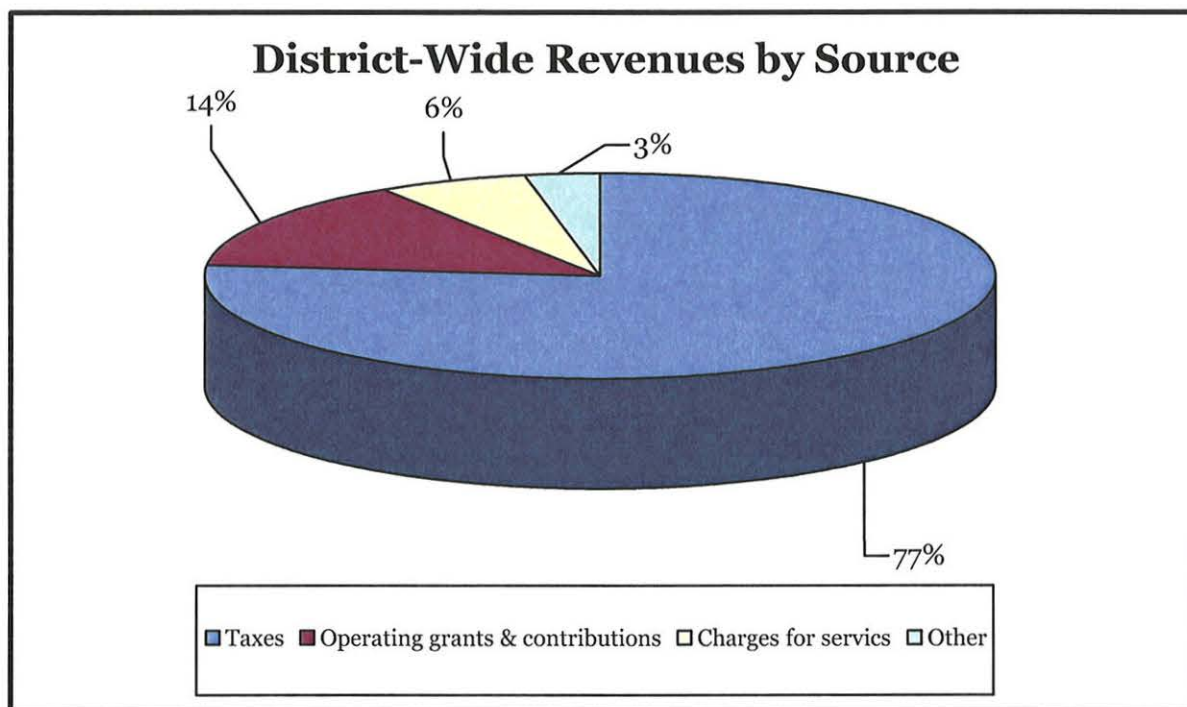
Wilmette Public Schools District 39
Management's Discussion and Analysis – (Unaudited)
For the Year Ended June 30, 2008

Table 2
Changes in Net Assets
(in millions of dollars)

	<u>2008</u>	<u>2007</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$2.9	\$2.7
Operating grants & contributions	6.8	5.5
<i>General revenues:</i>		
Taxes	34.9	33.3
General state aid	1.2	1.1
Other	<u>1.4</u>	<u>1.8</u>
Total revenues	<u>47.2</u>	<u>44.4</u>
Expenses:		
Instruction	30.2	27.2
Pupil & instructional staff services	3.4	3.0
Administration & business	5.4	5.0
Transportation	1.0	1.0
Operations & maintenance	4.3	4.0
Other	<u>3.6</u>	<u>3.5</u>
Total expenses	<u>47.9</u>	<u>43.7</u>
Excess (deficiency) of revenues over expenses before special items	<u>(0.7)</u>	<u>0.7</u>
Increase (decrease) in net assets	<u>\$ (0.7)</u>	<u>\$0.7</u>

Wilmette Public Schools District 39
Management's Discussion and Analysis – (Unaudited)
For the Year Ended June 30, 2008

The District's total revenues were \$47.2. Local taxes account for most of the District's revenue, contributing 74 cents for every dollar received. The remainder of revenues came from state, federal grants and other sources.



Wilmette Public Schools District 39
Management's Discussion and Analysis – (Unaudited)
For the Year Ended June 30, 2008

The District's total expenses were \$47.9 of which 70% was allocated to instruction and direct pupil support services. Other expenses include support, administration, and business services, student transportation, and the operation and upkeep of school facilities.

Fund by Fund Analysis

General (Educational) Fund

FY08 Educational Fund expenditures exceeded revenues by \$1.1. Local revenues increased by \$1.0 or 3.37% compared to last year. State educational aid increased by 6.2% and federal aid increased 4.0% over 2007. Overall expenditures contributed to the enhancements of the instructional programs, negotiated certified staff salary increases, rising costs in health insurance premiums, and technology improvements. The increase in General (Educational) Fund expenditures were held to 7.16% resulting in a year-end fund balance of \$17.1.

Operations and Maintenance Fund

In FY 08, the Operations and Maintenance Fund revenues were \$4.13 and expenditures were \$4.47 resulting to a year-end fund balance of \$2.75. Expenditures included \$0.49 in capital outlay for facilities improvement projects that fall outside the scope of designated Life Safety projects.

Transportation Fund

Overall, the FY08 Transportation Fund expenditures exceeded revenues by \$0.03. Revenue decreased by 1.2% primarily due to a decrease in tax receipts and interest income. Expenditures increased by 3.77% primarily due the purchase of two new buses and the replacement of bus radio communication equipment.

Illinois Municipal Retirement Fund

The Municipal Retirement / Social Security Fund expended \$0.21 more in obligations than were received in revenue. This was a planned effort to spend-down of accumulated reserves. The end-of-year fund balance represents negative \$.02 due to a decrease in tax levy receipts in FY08.

Working Cash Fund

The Working Cash Fund received \$0.388 in tax levy proceeds and interest income. The District uses Working Cash Funds to help support operations through inter-fund transfers and loans when necessary. The ending fund balance for FY08 was \$1.06.

Bond and Interest Fund

The Bond and Interest Fund had an excess of revenues and other financing sources over expenditures of \$0.13 and ended with a balance of \$1.26.

Fire Prevention and Life Safety Fund

The issuance of long-term debt provided the Fire Prevention and Life Safety Fund over \$7.16 in financing for FY08. These funds will be used for designated Life Safety Projects identified through the 10-year Life Safety Survey. The fund balance was just under \$4.1.

Wilmette Public Schools District 39
Management's Discussion and Analysis – (Unaudited)
For the Year Ended June 30, 2008

Capital Asset and Debt Administration

Capital Assets

By the end of 2008, the District compiled a total investment of just over \$57.0 (\$37.6 net of accumulated depreciation) in a broad range of capital assets, including school buildings, vehicles and equipment. Total depreciation expense for the year was \$2.2. More detailed information about capital assets can be found in Note 5 of the basic financial statements.

Table 3 Capital Assets (net of depreciation) (in millions of dollars)		
	<u>2008</u>	<u>2007</u>
Land	\$0.6	\$0.6
Construction in Progress	2.6	0.2
Land Improvements	0.4	0.4
Buildings and Improvements	31.8	31.8
Vehicles	0.5	0.4
Equipment	<u>1.7</u>	<u>1.8</u>
Total	<u>\$37.6</u>	<u>\$35.2</u>

Long-term debt

The District retired \$1.93 in bonds and issued bonds and debt certificates totaling \$8.5 in 2008. Capital leases and other were decreased by \$0.1. At the end of fiscal 2008, the District had a debt margin of \$115.2. More detailed information on long-term debt can be found in Note 7 of the basic financial statements.

Table 4 Outstanding Long-Term Debt (in millions of dollars)		
	<u>2008</u>	<u>2007</u>
General Obligation Bonds	\$12.6	\$11.0
Capital Leases and Other	<u>5.0</u>	<u>0.1</u>
Total	<u>\$17.6</u>	<u>\$11.1</u>

Wilmette Public Schools District 39
Management's Discussion and Analysis – (Unaudited)
For the Year Ended June 30, 2008

ISBE Financial Profile

The Illinois State Board of Education evaluates the financial integrity of all public school districts based on five standard indicators: operational balance-to-revenue ratio, operational expenditure-to-revenue ratio, operational cash-on-hand, short term debt capacity and long term debt capacity. These scores are weighted and summed to yield a total profile score.

Projected District 39 FY 2008 ISBE Financial Profile Calculations					
Indicator	Value	Rating	Weighting	District Score	Max Possible
balance to revenue	52.9%	4	0.35	1.40	1.40
expenses to revenue:	1.027%	4	0.35	1.05	1.40
cash on hand:	210.53	4	0.1	0.40	0.40
short term debt:	100%	4	0.1	0.40	0.40
long term debt:	86.82%	4	0.1	0.40	0.40
Total:				3.65	4.0

The District's total profile score last year was 4.00 out of a possible 4.00. The projected score for FY08 is 3.65 out of a possible 4.00. Based on this state formula, District 39 will continue to be placed in the ISBE's highest category, "Recognition", for financial integrity. In the previous 7 years, District 39 has scored 4.00 in all but FY04, FY06 and FY08 when it received a 3.65.

Factors Bearing on the District's Future

- Since 1995, the District has been subject to tax cap legislation. This legislation severely limits the ability of the District to increase revenues proportionate to the increase in expenditures. The increase in expenditures are due to such factors as the expansion of instructional programming to meet the needs of the students, rising health care costs, continued implementation of technology and facility needs. Balancing future budgets will continue to be a difficult challenge.
- The District's certified staff contract went into effect in FY04 and will directly affect instructional expenditures through FY08.
- The Support Staff Union negotiated a new contract that took effect in FY06. The five-year contract will directly influence expenditure patterns through FY 10.
- Refunds from property tax appeals continue to have a negative affect on net local property tax revenue receipts.
- The gradual diminishing of reserves may necessitate enhancement of the tax rate within the next two years in order to sustain financial viability.

Wilmette Public Schools District 39
Management's Discussion and Analysis – (Unaudited)
For the Year Ended June 30, 2008

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

Dr. Kevin J. Nohelty, Business Manager
Wilmette Public School District 39
Mikaelian Education Center
615 Locust Road
Wilmette, IL 60091

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WILMETTE PUBLIC SCHOOLS DISTRICT 39

STATEMENT OF NET ASSETS

JUNE 30, 2008

	GOVERNMENTAL ACTIVITIES
Assets	
Cash	\$ 29,687,627
Receivables (net of allowance for uncollectibles):	
Interest	142,952
Property taxes	18,473,251
Replacement taxes	81,373
Intergovernmental	967,057
Accounts	127,036
Prepaid items	817,683
Other current assets	12,187
Deferred charges	194,220
Capital assets:	
Land	610,765
Construction in progress	2,579,145
Depreciable buildings, property and equipment, net	<u>34,369,831</u>
Total assets	<u>88,063,127</u>
Liabilities	
Accounts payable	1,227,707
Salaries and wages payable	3,363,932
Payroll deductions payable	21,535
Other current liabilities	16,399
Interest payable	47,494
Unearned revenue	18,767,839
Long-term liabilities:	
Other long-term liabilities - due within one year	1,405,132
Other long-term liabilities - due after one year	<u>16,159,755</u>
Total liabilities	<u>41,009,793</u>
Net assets	
Invested in capital assets, net of related debt	25,401,374
Restricted for:	
Debt service	1,211,710
Unrestricted	<u>20,440,250</u>
Total net assets	<u>\$ 47,053,334</u>

See Notes to Basic Financial Statements

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WILMETTE PUBLIC SCHOOLS DISTRICT 39

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2008

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES) REVENUE AND CHANGES IN NET ASSETS
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
Governmental activities				
Instruction:				
Regular programs	\$ 19,216,915	\$ 847,506	\$ 98,721	\$ (18,270,688)
Special programs	7,010,484	157,031	2,738,965	(4,114,488)
Other instructional programs	731,267	221,471	208,677	(301,119)
State retirement contributions	3,310,777	-	3,310,777	-
Support Services:				
Pupils	2,411,912	-	7,430	(2,404,482)
Instructional staff	956,322	-	25,500	(930,822)
General administration	1,233,534	-	-	(1,233,534)
School administration	1,841,356	-	-	(1,841,356)
Business	2,374,723	1,175,819	158,570	(1,040,334)
Transportation	965,830	509,451	206,806	(249,573)
Operations and maintenance	4,278,779	15,882	-	(4,262,897)
Central	2,337,801	-	-	(2,337,801)
Other supporting services	461,553	-	-	(461,553)
Community services	83,063	-	-	(83,063)
Nonprogrammed charges - excluding special education	66,636	-	-	(66,636)
Interest and fees	657,101	-	-	(657,101)
Total governmental activities	<u>\$ 47,938,053</u>	<u>\$ 2,927,160</u>	<u>\$ 6,755,446</u>	<u>(38,255,447)</u>
General revenues:				
Taxes:				
Real estate taxes, levied for general purposes				26,147,593
Real estate taxes, levied for specific purposes				6,889,164
Real estate taxes, levied for debt service				1,324,036
Personal property replacement taxes				539,807
State aid-formula grants				1,237,734
Investment income				1,024,889
Miscellaneous				<u>373,092</u>
Total general revenues				<u>37,536,315</u>
Change in net assets				(719,132)
Net assets, beginning of year				<u>47,772,466</u>
Net assets, end of year				<u>\$ 47,053,334</u>

See Notes to Basic Financial Statements

WILMETTE PUBLIC SCHOOLS DISTRICT 39
GOVERNMENTAL FUNDS

BALANCE SHEET

JUNE 30, 2008

WITH COMPARATIVE TOTALS FOR JUNE 30, 2007

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash and investments	\$ 19,462,309	\$ 2,955,779	\$ 800,403	\$ -
Receivables (net allowance for uncollectibles):				
Interest	93,593	14,233	3,854	-
Property taxes	14,417,995	2,043,416	116,907	519,557
Replacement taxes	81,373	-	-	-
Intergovernmental	914,537	-	52,520	-
Accounts	127,036	-	-	-
Prepaid items	99,983	-	-	-
Other current assets	12,187	-	-	-
Total assets	<u>\$ 35,209,013</u>	<u>\$ 5,013,428</u>	<u>\$ 973,684</u>	<u>\$ 519,557</u>
Liabilities and fund balance				
Cash deficit	\$ -	\$ -	\$ -	\$ 25,276
Accounts payable	170,569	224,926	14,582	-
Salaries and wages payable	3,355,371	5,744	2,817	-
Payroll deductions payable	21,535	-	-	-
Other current liabilities	-	-	16,399	-
Deferred revenue	14,602,634	2,031,998	390,246	514,700
Total liabilities	<u>18,150,109</u>	<u>2,262,668</u>	<u>424,044</u>	<u>539,976</u>
Fund balance				
Reserved fund balance:				
Reserved for prepaid expenditures	99,983	-	-	-
Unreserved fund balance:				
Undesignated	16,958,921	2,750,760	549,640	(20,419)
Total fund balance (deficit)	<u>17,058,904</u>	<u>2,750,760</u>	<u>549,640</u>	<u>(20,419)</u>
Total liabilities and fund balance	<u>\$ 35,209,013</u>	<u>\$ 5,013,428</u>	<u>\$ 973,684</u>	<u>\$ 519,557</u>

See Notes to Basic Financial Statements

WORKING CASH FUND	BOND AND INTEREST FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2008	2007
\$ 1,059,044	\$ 1,252,751	\$ 4,182,617	\$ 29,712,903	\$ 27,153,391
5,100	6,032	20,140	142,952	-
287,433	698,268	389,675	18,473,251	17,609,394
-	-	-	81,373	89,046
-	-	-	967,057	201,495
-	-	-	127,036	43,730
-	-	717,700	817,683	99,983
-	-	-	12,187	12,187
<u>\$ 1,351,577</u>	<u>\$ 1,957,051</u>	<u>\$ 5,310,132</u>	<u>\$ 50,334,442</u>	<u>\$ 45,209,226</u>
\$ -	\$ -	\$ -	\$ 25,276	\$ 93,466
-	2,750	814,880	1,227,707	435,117
-	-	-	3,363,932	3,029,796
-	-	-	21,535	53,506
-	-	-	16,399	32,798
<u>286,951</u>	<u>695,097</u>	<u>396,519</u>	<u>18,918,145</u>	<u>17,952,897</u>
<u>286,951</u>	<u>697,847</u>	<u>1,211,399</u>	<u>23,572,994</u>	<u>21,597,580</u>
-	-	717,700	817,683	99,983
<u>1,064,626</u>	<u>1,259,204</u>	<u>3,381,033</u>	<u>25,943,765</u>	<u>23,511,663</u>
<u>1,064,626</u>	<u>1,259,204</u>	<u>4,098,733</u>	<u>26,761,448</u>	<u>23,611,646</u>
<u>\$ 1,351,577</u>	<u>\$ 1,957,051</u>	<u>\$ 5,310,132</u>	<u>\$ 50,334,442</u>	<u>\$ 45,209,226</u>

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WILMETTE PUBLIC SCHOOLS DISTRICT 39
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2008

Total fund balances - governmental funds			\$ 26,761,448
Amounts reported for governmental activities in the Statement of Net Assets are different because:			
Net capital assets used in governmental activities and included in the Statement of Net Assets do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.			
			37,559,741
Certain revenues receivable by the District and recognized in the Statement of Net Assets do not provide current financial resources and are deferred in the governmental funds balance sheet, as follows:			
Interest revenue	\$	77,141	
Federal grant revenue		<u>73,165</u>	
			150,306
Long-term liabilities included in the Statement of Net Assets are not due and payable in the current period and, therefore, are not reported in the governmental funds balance sheet.			
			(17,564,887)
Deferred charges included in the Statement of Net Assets are not available to pay for current period expenditures and, therefore, are not included in the governmental funds balance sheet.			
			194,220
Interest on long-term liabilities accrued in the Statement of Net Assets will not be paid with current financial resources and, therefore, is not recognized in the governmental funds balance sheet.			
			<u>(47,493)</u>
Net assets of governmental activities			<u>\$ 47,053,335</u>

See Notes to Basic Financial Statements

WILMETTE PUBLIC SCHOOLS DISTRICT 39
GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2008
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2007

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 26,830,752	\$ 3,842,094	\$ 220,301	\$ 1,009,862
Corporate personal property replacement taxes	495,321	-	-	44,486
State aid	6,728,749	-	206,806	-
Federal aid	989,982	-	-	-
Investment income	630,953	83,678	21,847	1,385
Other	<u>2,572,089</u>	<u>208,603</u>	<u>514,038</u>	<u>-</u>
Total revenues	<u>38,247,846</u>	<u>4,134,375</u>	<u>962,992</u>	<u>1,055,733</u>
Expenditures				
Current:				
Instruction:				
Regular programs	17,399,516	-	-	234,482
Special programs	6,673,083	-	-	285,169
Other instructional programs	693,897	-	-	20,418
State retirement contributions	3,310,777	-	-	-
Support Services:				
Pupils	2,234,715	-	-	96,829
Instructional staff	919,179	-	-	35,672
General administration	1,174,210	-	-	21,010
School administration	1,687,278	-	-	63,507
Business	2,117,855	-	-	107,821
Transportation	-	-	808,053	61,471
Operations and maintenance	-	3,925,397	-	269,100
Central	2,093,848	-	-	65,220
Other supporting services	399,280	-	-	-
Community services	76,905	-	-	6,158
Nonprogrammed charges	66,636	-	-	-
Debt Service:				
Principal	44,860	27,037	-	-
Interest and other	4,128	2,488	-	-
Capital outlay	<u>466,967</u>	<u>511,229</u>	<u>186,768</u>	<u>-</u>
Total expenditures	<u>39,363,134</u>	<u>4,466,151</u>	<u>994,821</u>	<u>1,266,857</u>
Excess (deficiency) of revenues over expenditures	<u>(1,115,288)</u>	<u>(331,776)</u>	<u>(31,829)</u>	<u>(211,124)</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Principal on bonds sold	-	-	-	-
Premium on bonds sold	-	-	-	-
Accrued interest on bonds sold	-	-	-	-
Sale or compensation for capital assets	4,816	-	-	-
Capital lease proceeds	-	-	-	-
Discount on bonds sold	-	-	-	-
Payment to escrow for defeased bonds	-	-	-	-
Total other financing sources (uses)	<u>4,816</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(1,110,472)	(331,776)	(31,829)	(211,124)
Fund balance (deficit), beginning of year	<u>18,169,376</u>	<u>3,082,536</u>	<u>581,469</u>	<u>190,705</u>
Fund balance (deficit), end of year	<u>\$ 17,058,904</u>	<u>\$ 2,750,760</u>	<u>\$ 549,640</u>	<u>\$ (20,419)</u>

See Notes to Basic Financial Statements

WORKING CASH FUND	BOND AND INTEREST FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2008	2007
\$ 362,220	\$ 1,324,036	\$ 771,528	\$ 34,360,793	\$ 32,809,179
-	-	-	539,807	504,375
-	-	-	6,935,555	5,606,804
-	-	-	989,982	1,029,548
26,631	33,257	149,997	947,748	1,407,436
-	-	-	3,294,730	3,017,564
<u>388,851</u>	<u>1,357,293</u>	<u>921,525</u>	<u>47,068,615</u>	<u>44,374,906</u>
-	-	-	17,633,998	16,100,710
-	-	-	6,958,252	6,625,439
-	-	-	714,315	725,330
-	-	-	3,310,777	2,169,789
-	-	-	2,331,544	2,154,143
-	-	-	954,851	823,239
-	-	-	1,195,220	1,102,170
-	-	-	1,750,785	1,578,924
-	-	-	2,225,676	2,028,729
-	-	-	869,524	890,907
-	-	278,018	4,472,515	3,825,788
-	-	-	2,159,068	2,183,608
-	-	-	399,280	463,910
-	-	-	83,063	104,922
-	-	-	66,636	196,635
-	750,000	-	821,897	808,801
-	695,781	99,700	802,097	538,666
-	-	3,325,488	4,490,452	2,621,361
-	<u>1,445,781</u>	<u>3,703,206</u>	<u>51,239,950</u>	<u>44,943,071</u>
<u>388,851</u>	<u>(88,488)</u>	<u>(2,781,681)</u>	<u>(4,171,335)</u>	<u>(568,165)</u>
-	-	-	-	750,000
-	-	-	-	(750,000)
-	1,343,661	7,166,339	8,510,000	-
-	12,030	-	12,030	-
-	12,228	16,283	28,511	-
-	-	-	4,816	500
-	-	-	-	215,829
-	(36,166)	-	(36,166)	-
-	<u>(1,198,054)</u>	<u>-</u>	<u>(1,198,054)</u>	<u>-</u>
-	<u>133,699</u>	<u>7,182,622</u>	<u>7,321,137</u>	<u>216,329</u>
388,851	45,211	4,400,941	3,149,802	(351,836)
<u>675,775</u>	<u>1,213,993</u>	<u>(302,208)</u>	<u>23,611,646</u>	<u>23,963,482</u>
<u>\$ 1,064,626</u>	<u>\$ 1,259,204</u>	<u>\$ 4,098,733</u>	<u>\$ 26,761,448</u>	<u>\$ 23,611,646</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2008

Net change in fund balances - total governmental funds		\$ 3,149,802
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay (\$4,565,089) exceeds depreciation expense (\$2,234,901) in the current period.		2,330,188
Certain revenues included in the Statement of Activities do not provide current financial resources and, therefore, are deferred in the fund statements:		
Interest revenue	\$ 77,141	
Grant revenue	<u>73,165</u>	
		150,306
The issuance of long-term debt (bonds, capital leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net assets. This is the amount by which proceeds from current year long-term financing arrangements exceeded current year principal repayments.		(6,533,103)
Governmental funds report the effects of issuance costs, premiums, discounts and similar items when the debt is issued. However, these amounts are deferred and amortized in the Statement of Activities. This is the amount of the current year, net effect of these differences.		
Deferred refunding	\$ 27,039	
Premiums and discounts	68,911	
Deferred charges	<u>85,215</u>	
		181,165
In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:		
Interest payable	\$ <u>2,510</u>	<u>2,510</u>
Change in net assets of governmental activities		<u>\$ (719,132)</u>

See Notes to Basic Financial Statements

WILMETTE PUBLIC SCHOOLS DISTRICT 39
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2008

	<u>AGENCY STUDENT ACTIVITY FUND</u>
<hr/>	
Assets	
Cash and investments	\$ 138,902
Total assets	<u>\$ 138,902</u>
Liabilities	
Due to student groups	\$ 138,902
Total liabilities	<u>\$ 138,902</u>

See Notes to Basic Financial Statements

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WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Wilmette Public Schools District 39 (the "District") operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District:

Reporting Entity

Accounting principles generally accepted in the United States of America require that the financial statements of the reporting entity include: (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided in Government Accounting Standards Board Statement No. 14 have been considered and there are no agencies or entities which should be presented with the District. Using the same criteria, the District is not included as a component unit of any other governmental entity.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government. This report does not contain any component units.

Basis of Presentation

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity has been removed from these statements and there are no internal payments between funds. The District's operating activities are all considered "governmental activities", that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered "business activities".

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) amounts paid by the recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Governmental Funds Financial Statements

Governmental funds financial statements are organized and operated on the basis of funds and are used to account for the District's general governmental activities. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, reserves, fund balance, revenues and expenditures. The minimum number of funds is maintained consistent with legal and managerial requirements.

Separate financial statements are provided for all governmental funds and fiduciary funds; the fiduciary funds are excluded from the government-wide financial statements.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus, while the fiduciary fund statements do not have a measurement focus. The government-wide financial statements and the fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Major Governmental Funds

General Fund - (Educational Fund) the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid.

Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes, other than those accounted for in the Debt Service Fund, Capital Projects Funds or Fiduciary Funds.

Operations and Maintenance Fund - accounts for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes.

Transportation Fund - accounts for all revenue and expenditures made for student transportation. Revenue is derived primarily from fees, local property taxes and state reimbursement grants.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

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

Working Cash Fund - accounts for financial resources held by the District to be used as temporary interfund loans for working capital requirements to the General (Educational) Fund and the Special Revenue Fund's Operation and Maintenance and Transportation Funds. Money loaned by the Working Cash Fund to other funds must be repaid within one year. As allowed by the School Code of Illinois, this fund may be permanently abolished and become a part of the General (Educational) Fund or it may be partially abated to the General (Educational) Fund, Special Revenue Funds, Debt Service Funds or the Fire Prevention and Life Safety Fund.

Debt Service Fund - (*Bond and Interest Fund*) accounts for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service.

Capital Project Fund - accounts for the financial resources to be used for the acquisition or construction of, and/or additions to, major capital facilities.

Fire Prevention and Life Safety Fund - accounts for State-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes.

Other Fund Types

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

Agency Funds - include Student Activity Funds, Convenience Accounts and Other Agency Funds. These funds are custodial in nature and do not present results of operations or have a measurement focus. Although the Board of Education has the ultimate responsibility for Activity Funds, they are not local education agency funds. Student Activity Funds account for assets held by the District which are owned, operated and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational or cultural purposes. Convenience Accounts account for assets that are normally maintained by a local education agency as a convenience for its faculty, staff, etc.

In accordance with GASB No. 24, on-behalf payments (payments made by a third party for the benefit of the district, such as payments made by the state to the Teachers' Retirement System) have been recognized in the financial statements.

Property taxes, replacement taxes, certain state and federal aid, and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and recognized as revenue at that time.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred revenues until earned.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Assets, Liabilities and Net Assets or Equity

Deposits and Investments

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. Investments are stated at fair value. Changes in fair value of investments are included as investment income.

Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". These amounts are eliminated in the governmental activities column in the statement of net assets. Receivables are expected to be collected within one year.

Deferred Revenue

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<i>Unavailable</i>	<i>Unearned</i>	<i>Totals</i>
Property taxes receivable for subsequent year	\$ -	\$ 18,297,429	\$ 18,297,429
Interest income receivable	77,141	-	77,141
Local receipts receivable	-	470,410	470,410
State and federal aid receivable	73,165	-	73,165
Total	<u>\$ 150,306</u>	<u>\$ 18,767,839</u>	<u>\$ 18,918,145</u>

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2007 levy resolution was approved during the December 17, 2007 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2007 and 2006 tax levies were 2.5% and 3.4%, respectively.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Property taxes are collected by the Cook County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two installments: the first due on March 1 and the second due on the later of August 1 or 30 days after the second installment tax bill is mailed (typically, this is due in late August or early September). The first installment is an estimated bill, and is one-half of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Property taxes are normally collected by the District within 60 days of the due date.

The 2007 property tax levy is recognized as a receivable in fiscal 2008, net of estimated uncollectible amounts approximating 1%. The District considers that the first installment of the 2007 levy is to be used to finance operations in fiscal 2008. The District has determined that the second installment of the 2007 levy is to be used to finance operations in fiscal 2009 and has deferred the corresponding receivable.

Personal Property Replacement Taxes

Personal property replacement taxes are first allocated to the Municipal Retirement / Social Security Fund, and the balance is allocated to the remaining funds at the discretion of the District.

Other Assets

In governmental funds, debt issuance costs are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized over the term of the debt issue..

Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid assets.

Capital Assets

Capital assets, which include land, land improvements, buildings, building improvements, vehicles, equipment and construction in progress are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$1,500 and an estimated useful life of 1 year or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. In 2003, the District engaged an appraisal company to estimate historical cost of its capital assets acquired prior to that date.

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

<i>Assets</i>	<i>Years</i>
Buildings and improvements	20-75
Land improvements	20-75
Vehicles	5-20
Equipment	5-20

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Compensated Absences

Under terms of employment, employees are granted vacation time in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation time pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation time will be made at rates in effect when the benefits are used. Accumulated vacation and time liabilities at June 30, 2008 are determined on the basis of current salary rates and include salary related payments.

As of June 30, 2003, the District no longer compensates employees for vacation time.

Long-Term Obligations

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the period incurred. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Equity Classifications

Equity is classified as net assets and displayed in three components:

Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less than any unspent debt proceeds.

Restricted net assets - Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

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

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Reserved Fund Balances

In the governmental funds financial statements, the District reserves those portions of fund balances which are legally segregated for a specific purpose or do not represent amounts available for other appropriations.

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2007, from which such summarized information was derived.

Eliminations and Reclassifications

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Excess of Expenditures over Budget

For the year ended June 30, 2008, expenditures exceeded budget in the Operations and Maintenance Fund and the Bond and Interest Fund by \$394,123 and \$42,348, respectively. These excesses were funded by available fund balances.

Deficit Fund Equity

The IMRF Fund had a deficit fund balance of \$20,419 as of June 30, 2008. District management expects to fund this deficit through future property tax collections.

NOTE 3 - DEPOSITS AND INVESTMENTS

At year end, the District's cash and investments was comprised of the following:

	<i>Government- wide</i>	<i>Fiduciary</i>	<i>Total</i>
Cash and investments	<u>\$ 29,687,627</u>	<u>\$ 138,902</u>	<u>\$ 29,826,529</u>
Total	<u>\$ 29,687,627</u>	<u>\$ 138,902</u>	<u>\$ 29,826,529</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39**NOTES TO BASIC FINANCIAL STATEMENTS**

JUNE 30, 2008

NOTE 3 - DEPOSITS AND INVESTMENTS - (CONTINUED)

For disclosure purposes, this amount is segregated into the following components: 1) cash on hand 2) deposits with financial institutions, which include amounts held in demand accounts, savings accounts and non-negotiable certificates of deposit; and 3) other investments, which consist of all investments other than certificates of deposit, as follows:

	<i>Cash and investments</i>
Cash on hand	\$ 500
Deposits with financial institutions	14,810,283
Other investments	<u>15,015,746</u>
Total	<u>\$ 29,826,529</u>

At year end, the District had the following investments:

<i>Investment Type</i>	<i>Fair Value</i>	<i>Maturity</i>	<i>% of Portfolio</i>	<i>Interest Rate</i>
IIIT - Cash Management Funds	\$ 402,487	Various	2.68 %	N/A
Illinois Funds	576,399	Various	3.84 %	5.19%
ISDLAF	45,250	Various	0.30 %	Variable
Fannie Mae Discount Note	4,997,000	7/11/2008	33.28 %	N/A
FHLMC Discount Note	1,001,385	11/14/2008	6.67 %	2.72%
Corporate Paper - Esrte Finance LLC	999,287	7/10/2008	6.65 %	N/A
Corporate Paper - Sumitomo Corp of America	998,200	7/25/2008	6.65 %	N/A
Corporate Paper - Bank of America Corp	5,000,000	8/22/2008	33.30 %	N/A
Discount Coupon	995,738	8/22/2008	6.63 %	N/A
Corporate Paper - Unicred ITAL Bank Ireland	<u>995,738</u>		<u>6.63 %</u>	
Total	<u>\$ 15,015,746</u>		<u>100.00 %</u>	

Interest Rate Risk. The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they come due. A portion of the portfolio is required to be invested in readily available funds to ensure appropriate liquidity.

Credit Risk. State Statutes limits the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The District's investment policy authorizes investments in any type of security as permitted by Sections 2 through 6 the Illinois Public ratings, respectively, with Standard & Poor's rating agency. State Statutes limits the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). As of June 30, 2008, the District's applicable investments had "AAA" and "A-1+" ratings, respectively, with Standard & Poor's rating agency.

WILMETTE PUBLIC SCHOOLS DISTRICT 39
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 3 - DEPOSITS AND INVESTMENTS - (CONTINUED)

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) and the Illinois Institutional Investors Fund (IIIT) are not-for-profit investment trusts formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. Neither is registered with the SEC as an investment company. Investments are each rated AAA and are valued at share price, which is the price for which the investment could be sold.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are rated AAA and are valued at Illinois Funds' share price, which is the price for which the investment could be sold.

Concentration of Credit Risk. The District's investment policy requires diversification of the investment portfolio to minimize risk of loss resulting from over-concentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity and rate of return. At June 30, 2008, the District's FNMA investment, the FHLMC investment, and all of the Commercial Paper investments as listed in the table above were each in excess of 5% of the District's total investment portfolio.

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2008, the bank balance of the District's deposit with financial institutions totaled \$15,190,035; the entire amount was collateralized and insured.

Custodial Credit Risk - Investments. With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring all investments be secured by private insurance or collateral. As of year end, no investments were exposed to custodial credit risk.

Separate cash and investment accounts are not maintained for all District funds; instead, the individual funds maintain their invested and uninvested balances in the common checking and investment accounts, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund.

Occasionally certain funds participating in the common bank accounts will incur overdrafts (deficits) in the account. The overdrafts result from expenditures that have been approved by the Board of Education.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the District for the year ended June 30, 2008, was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<u>Capital assets not being depreciated:</u>				
Land	\$ 610,765	\$ -	\$ -	\$ 610,765
Construction in progress	<u>182,798</u>	<u>2,579,145</u>	<u>182,798</u>	<u>2,579,145</u>
Total capital assets not being depreciated	<u>793,563</u>	<u>2,579,145</u>	<u>182,798</u>	<u>3,189,910</u>
<u>Capital assets being depreciated:</u>				
Land improvements	658,261	-	-	658,261
Buildings	46,489,656	1,697,791	-	48,187,447
Equipment	3,556,759	331,529	-	3,888,288
Vehicles	<u>991,011</u>	<u>139,422</u>	<u>-</u>	<u>1,130,433</u>
Total capital assets being depreciated	<u>51,695,687</u>	<u>2,168,742</u>	<u>-</u>	<u>53,864,429</u>
<u>Less Accumulated Depreciation for:</u>				
Land improvements	241,487	18,807	-	260,294
Buildings	14,703,914	1,695,174	-	16,399,088
Equipment	1,750,741	442,766	-	2,193,507
Vehicles	<u>563,555</u>	<u>78,154</u>	<u>-</u>	<u>641,709</u>
Total accumulated depreciation	<u>17,259,697</u>	<u>2,234,901</u>	<u>-</u>	<u>19,494,598</u>
Net capital assets being depreciated	<u>34,435,990</u>	<u>(66,159)</u>	<u>-</u>	<u>34,369,831</u>
Net governmental activities capital assets	<u>\$ 35,229,553</u>	<u>\$ 2,512,986</u>	<u>\$ 182,798</u>	<u>\$ 37,559,741</u>

Depreciation expense was recognized in the operating activities of the District as follows:

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 1,492,135
Special programs	52,232
Other instructional programs	16,952
Pupils	79,305
Instructional staff	98,674
General administration	38,314
School administration	89,715
Business	149,046
Transportation	95,105
Operations and maintenance	84,429
Other supporting services	<u>38,994</u>
Total depreciation expense - governmental activities	<u>\$ 2,234,901</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 5 - OPERATING LEASES

The District leases equipment under noncancelable operating leases. Total costs for such leases were \$196,209 for the year ended June 30, 2008. At June 30, 2008, future minimum lease payments for these leases are as follows:

	<i>Year Ending June 30,</i>	<i>Amount</i>
2009		\$ 108,868
2010		66,217
2011		58,030
2012		<u>28,113</u>
Total		<u>\$ 261,228</u>

NOTE 6 - LONG TERM LIABILITIES

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2008:

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>	<i>Due Within One Year</i>
General obligation bonds	\$ 10,885,000	\$ 3,625,000	\$ 1,905,000	\$ 12,605,000	\$ 710,000
Deferred refunding	(59,747)	(37,209)	(10,170)	(86,786)	-
Unamortized premium	164,896	12,030	48,579	128,347	-
Unamortized discount	(9,443)	(36,166)	(3,804)	(41,805)	-
Total bonds payable	<u>10,980,706</u>	<u>3,563,655</u>	<u>1,939,605</u>	<u>12,604,756</u>	<u>710,000</u>
Debt certificates	-	4,885,000	-	4,885,000	620,000
Capital leases	<u>147,028</u>	<u>-</u>	<u>71,897</u>	<u>75,131</u>	<u>75,132</u>
Total long-term liabilities - governmental activities	<u>\$ 11,127,734</u>	<u>\$ 8,448,655</u>	<u>\$ 2,011,502</u>	<u>\$ 17,564,887</u>	<u>\$ 1,405,132</u>

General Obligation Bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

<i>Purpose</i>	<i>Interest Rates</i>	<i>Original Indebtedness</i>	<i>Face Amount</i>	<i>Carrying Amount</i>
Series Refunding Life Safety dated February 21, 2001 are due in annual installments through	3.5%-5.75%	\$ 10,150,000	\$ 6,750,000	\$ 6,750,000
Series Refunding and Working Cash dated March 1, 2004 are due in annual installments through	3.55%-3.75%	2,370,000	2,230,000	2,230,000
Series Refunding & Life Safety dated July 1, 2007 are due in annual installments through	4.00%-4.20%	<u>3,625,000</u>	<u>3,625,000</u>	<u>3,625,000</u>
Total		<u>\$ 16,145,000</u>	<u>\$ 12,605,000</u>	<u>\$ 12,605,000</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

During the year, the District issued \$3,625,000 in General Obligation Bonds with an average interest rate of 4.05% to advance refund \$1,155,000 of outstanding 2001 and 2004 Series bonds with an average interest rate of 4.21% and fund capital projects. The net proceeds of \$3,513,787 (after payment of underwriting fees, insurance, and other insurance costs) were used for various capital projects, and \$1,198,055 was to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for a portion of the future debt service payments on the 2001 and 2004 Series bonds. As a result, a portion of the 2001 and 2004 Series bonds are considered to be defeased and the liability for those bonds has been removed from the Statement of Net Assets.

The District advance refunded the 2001 and 2004 Series bonds to reduce its total debt service payments and extend the repayment period of their bonds. This transaction will decrease cash outflow by \$571,912 and resulted in an economic loss (difference between the present values of the debt service payments on the old and new debt) of \$44,898.

At June 30, 2008, \$1,675,000 of bonds outstanding are considered defeased.

Annual debt service requirements to maturity for general obligation bonds are as follows for governmental type activities:

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2009	\$ 710,000	\$ 555,020	\$ 1,265,020
2010	740,000	524,200	1,264,200
2011	770,000	491,735	1,261,735
2012	805,000	457,470	1,262,470
2013	840,000	415,610	1,255,610
2014 - 2018	4,965,000	1,320,847	6,285,847
2019 - 2023	<u>3,775,000</u>	<u>255,783</u>	<u>4,030,783</u>
Total	<u>\$ 12,605,000</u>	<u>\$ 4,020,665</u>	<u>\$ 16,625,665</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2008, the statutory debt limit for the District was \$132,794,430, providing a debt margin of \$115,229,290. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2008, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

Debt Certificates During the year, the District issued \$4,885,000 in Debt Certificates with an average interest rate of 4.05%. The net proceeds of \$4,879,118 (after payment of underwriting fees, insurance, and other insurance costs) were used for various projects for fire protection and safety. The debt certificates will be repaid from the Bond and Interest Fund.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

Annual debt service requirements to maturity for debt certificates are as follows:

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2009	\$ 620,000	\$ 183,000	\$ 803,000
2010	645,000	157,700	802,700
2011	670,000	131,400	801,400
2012	695,000	104,100	799,100
2013	725,000	75,700	800,700
2014 - 2018	<u>1,530,000</u>	<u>61,600</u>	<u>1,591,600</u>
Total	<u>\$ 4,885,000</u>	<u>\$ 713,500</u>	<u>\$ 5,598,500</u>

Capital Leases. The District has entered into a lease agreement as lessee for financing the acquisition of equipment. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. At June 30, 2008, \$228,427 of amounts included in capital assets were acquired via capital leases. The obligations for the capital leases will be repaid from the General (Educational) Fund and the Operations and Maintenance Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2008, are as follows:

	<i>Amount</i>
2009	<u>\$ 78,512</u>
Total minimum lease payments	78,512
Less: amount representing interest	<u>(3,381)</u>
Present value of minimum lease payments	<u>\$ 75,131</u>

NOTE 7 - RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following public entity risk pools: SSCIP for its general liability and property coverage and School Employees Loss Fund (SELF) for workers' compensation claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools. There have been no significant reductions in insurance coverage from coverage in any of the past three fiscal years.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. Premiums have been recorded as expenditures in the appropriate funds. There have been no significant reductions in insurance coverage from coverage in the prior years. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS

Retiree Insurance Coverage

The District provides post employment benefits to administrators aged 55 years and older with a minimum of ten years full-time employment who retire under the provisions of the Illinois Teachers' Retirement. The Board reimburses the retirees for the individual coverage. The District also provides similar benefits for support staff, teachers and non-union retirees. For support staff age 55 or older, the District will pay for an individual medical insurance for retirees with 8 years of full-time service. In addition, teachers aged 50 years or older, with a minimum of 10 years full-time employment in the District who retire under the provisions of the TRS may receive reimbursement for the individual coverage plan not to exceed \$170 per month. Non-Union employees aged 55 or older with 8 years in the District can continue insurance with reimbursement up to \$150 for life. At June 30, 2008, there were 155 participants. During the year ended June 30, 2008, expenditures of \$236,402 were recognized by the District for this benefit.

Teachers' Health Insurance Security

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

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

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

On Behalf Contributions to 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 0.84 percent of pay during the year ended June 30, 2008. State of Illinois contributions were \$199,359, and the District recognized revenues and expenditures of this amount during the year. State contributions intended to match active member contributions during the years ended June 30, 2007 and 2006, were 0.80 percent of pay. State contributions on behalf of District employees were \$184,663 and \$168,241, respectively.

Employer Contributions to THIS Fund. The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.63 percent during the year ended June 30, 2008 and 0.60 percent during the years ended June 30, 2007 and 2006. For the year ended June 30, 2008, the District paid \$149,519 to the THIS Fund. For the years ended June 30, 2007 and 2006, the District paid \$138,497 and \$126,181 to the THIS Fund, respectively, which was 100 percent of the required contribution.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

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

NOTE 9 - RETIREMENT SYSTEMS

The retirement plans of the District include the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Most funding for TRS is provided through payroll withholdings of certified employees and contributions made by the State of Illinois on-behalf of the District. IMRF is funded through property taxes and a perpetual lien of the District's corporate personal property replacement tax. Each retirement system is discussed below.

Teachers' Retirement System

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing, multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the governor's approval. The State of Illinois maintains primary responsibility for the funding of the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the System's administration.

Members of TRS include all active nonannuitants that are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2008, was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of the employees by the employer, are submitted to TRS by the District. The District's payroll for the year ended June 30, 2008, included \$23,733,166 reported as creditable earnings to TRS. The active member contribution rate was also 9.4 percent for the years ended June 30, 2007 and 2006.

On Behalf Contributions. The State of Illinois also makes contributions directly to TRS on behalf of the District's TRS-covered employees. For the year ended June 30, 2008, State of Illinois contributions were based on 13.11 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$3,111,418 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2007 and 2006, the State of Illinois contributions rates as percentages of creditable earnings not paid from federal funds were 9.78 percent (\$2,169,789) and 7.06 percent (\$1,484,730), respectively. The state contributions to TRS for the years ended June 30, 2008 were based on an actuarial formula. The state contributions for the years ended June 30, 2007 and June 30 2006 were based on dollar amounts specified by the statute and were not actuarially determined.

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

2.2 Formula Contributions. For the years ended June 30, 2008, 2007 and 2006, the District contributed 0.58 percent of creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for those years were \$137,652, \$128,679 and \$121,975, respectively. This contribution was 100 percent of the required contributions.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 9 - RETIREMENT SYSTEMS - (CONTINUED)

Federal and Trust Fund Contributions. When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay an additional TRS contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective in the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS. For the year ended June 30, 2008, the employer pension contribution was 13.11 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2007 and 2006, the employer pension contribution was 9.78 and 7.06 percent, respectively, of salaries paid from those funds. For the year ended June 30, 2008, salaries totaling \$600,870 were paid from federal and special trust funds that required employer contributions of \$78,774, which was equal to the District's actual contribution. For the years ended June 30, 2007 and 2006, required District contributions were \$66,784 and \$47,703, respectively. This contribution was equal to the District's actual contributions.

Early Retirement Option. The District is also required to make one-time employer contributions to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the age and salary of the member and under which ERO program the member retires. Under Public Act 94-0004, a "Pipeline ERO" program is provided for members to retire under the same terms as the ERO program that expired June 30, 2005, provided they meet certain conditions and retire on or before July 1, 2007. If members do not meet these conditions, they can retire under the "Modified ERO" program which requires higher member and employer contributions to TRS. Also, under Modified ERO, Public Act 94-0004 eliminates the waiver of member and employer ERO contributions that had been in effect for members with 34 years of service (unless the member qualifies for the Pipeline ERO). Under the Pipeline ERO, the maximum District contribution was 100 percent of the member's highest salary used in the final average salary calculation. Under the Modified ERO, the maximum District contribution is 117.5 percent. Both the 100 percent and the 117.5 percent maximums apply when the member is age 55 at retirement. For the year ending June 30, 2008, the District paid \$537,037 to TRS for District contributions under the ERO programs, which was 100 percent of the required contributions. For the years ended June 30, 2007 and 2006, the District paid \$201,932 and \$26,376, respectively, in ERO contributions. This contribution was 100 percent of the required contributions.

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, 2008 the District paid \$6,736 to TRS for employer contributions due on salary increases in excess of 6 percent.. For the years ended June 30, 2007 and June 30, 2006 the District was not required to make any contributions to TRS. This contribution was 100 percent of the required contributions.

If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (17.62 percent of salary during the year ended June 30, 2008). For the year ended June 30, 2008 the District paid \$17,620 to TRS for sick leave days granted in excess of normal annual allotment. For the years ended June 30, 2007 and June 30, 2006 the District was not required to make any contributions to TRS. This contribution was 100 percent of the required contributions.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 9 - RETIREMENT SYSTEMS - (CONTINUED)

TRS financial information, an explanation of TRS's 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, 2007. The report for the year ended June 30, 2008, is expected to be available in late 2008. 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 www.trs.illinois.gov.

Illinois Municipal Retirement Fund

The District's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2007 was 7.87 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2007 was 25 years.

For December 31, 2007, December 31, 2006 and December 31, 2005 the District's annual pension cost of \$458,155, \$534,487 and \$248,571, respectively, was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2005, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

As of December 31, 2007, the most recent actuarial valuation date, the Regular plan was 111.30 percent funded. The actuarial accrued liability for benefits was \$9,917,498 and the actuarial value of assets was \$11,038,342 resulting in an underfunded actuarial accrued liability (UAAL) of \$(1,120,844). The covered payroll (annual payroll of active employees covered by the plan) was \$5,821,533 and the ratio of the UAAL to the covered payroll was 0.00 percent.

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

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

NOTE 10 - CONSTRUCTION COMMITMENTS

As of June 30, 2008, the District is committed to approximately \$891,877 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balances and building bonds already issued.

NOTE 11 - STATE AND FEDERAL AID CONTINGENCIES

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

WILMETTE PUBLIC SCHOOLS DISTRICT 39
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND ANALYSIS OF FUNDING PROGRESS
JUNE 30, 2008

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/07	\$ 458,155	100%	\$ -
12/31/06	534,487	100%	-
12/31/05	248,571	100%	-
12/31/04	251,424	100%	-
12/31/03	263,913	100%	-
12/31/02	268,470	100%	-

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)
12/31/07	\$ 11,038,342	\$ 9,917,498	\$ (1,120,844)	111.30%	\$ 5,821,533	0.00%
12/31/06	10,620,141	9,953,558	(666,583)	106.70%	5,728,688	0.00%
12/31/05	9,389,116	8,118,993	(1,270,123)	115.64%	4,628,878	0.00%
12/31/04	8,455,880	8,133,152	(322,728)	103.97%	4,949,295	0.00%
12/31/03	8,096,206	7,460,109	(636,097)	108.53%	4,942,190	0.00%
12/31/02	9,075,164	7,468,008	(1,607,156)	121.52%	4,734,921	0.00%

Digest of Changes

Assumptions

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

The principal changes were:

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

WILMETTE PUBLIC SCHOOLS DISTRICT 39

GENERAL (EDUCATIONAL) FUND

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

FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 26,204,402	\$ 25,852,020	\$ (352,382)	\$ 24,637,600
Tort immunity levy	701,643	683,159	(18,484)	617,115
Special education levy	326,340	295,573	(30,767)	258,426
Corporate personal property replacement taxes	397,314	495,321	98,007	482,375
Regular tuition from pupils or parents	56,000	107,839	51,839	56,050
Summer school tuition from pupils or parents	213,000	221,471	8,471	269,066
Special education tuition from other LEA's	40,000	151,509	111,509	60,741
Investment income	901,982	630,953	(271,029)	1,108,725
Sales to pupils - lunch	1,110,000	1,170,385	60,385	1,104,362
Sales to pupils - breakfast	9,500	5,434	(4,066)	9,237
Admissions - athletic	50,000	63,120	13,120	51,223
Fees	122,000	76,444	(45,556)	135,793
Contributions and donations from private sources	100,000	91,018	(8,982)	160,371
Local fees	495,000	600,103	105,103	491,968
Other	86,000	84,766	(1,234)	90,118
Total local sources	30,813,181	30,529,115	(284,066)	29,533,170
State sources				
General State Aid	1,147,400	1,237,734	90,334	1,147,353
Special Education - Private Facility Tuition	205,297	171,686	(33,611)	205,297
Special Education - Extraordinary	608,467	608,467	-	608,467
Special Education - Personnel	995,552	1,104,988	109,436	969,161
Special Education - Summer School	3,039	4,171	1,132	3,019
Vocational Education - Elem. Career Development Program	-	-	-	3,359
Bilingual Education - Downstate - TPI	31,583	20,213	(11,370)	19,719
Reading Improvement Block Grant	123,337	123,337	-	123,293
School Safety & Educational Improvement Block Grant	132,854	119,242	(13,612)	130,249
State Library Grant	4,607	2,634	(1,973)	4,607
Other Restricted Revenue from State Sources	-	25,500	25,500	4,104
Total state sources	3,252,136	3,417,972	165,836	3,218,628
Federal sources				
Title V - Innovation and Flexibility Formula	4,808	6,311	1,503	5,471
Special Milk Program	40,000	39,328	(672)	36,458
Title I - Low Income	-	75,775	75,775	-
Title IV - Safe & Drug Free Schools - Formula	7,452	7,430	(22)	7,405
Federal - Special Education - Preschool Flow- Through	32,012	35,715	3,703	40,150
Federal - Special Education - IDEA - Flow- Through/Low Incident	684,530	684,530	-	741,088

(Continued)

WILMETTE PUBLIC SCHOOLS DISTRICT 39

GENERAL (EDUCATIONAL) FUND

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

FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Federal - Special Education - IDEA - Room & Board	\$ -	\$ 4,764	\$ 4,764	\$ -
Emergency Immigrant Assistance	-	-	-	34,523
Title II - Eisenhower Professional Development Formula	58,491	65,127	6,636	58,497
Medicaid Matching Funds - Administrative Outreach	60,000	51,479	(8,521)	70,933
Medicaid Matching Funds - Fee-for-Service Program	-	5,522	5,522	25,911
Other Restricted Revenue from Federal Sources	-	14,001	14,001	9,112
Total federal sources	887,293	989,982	102,689	1,029,548
Total revenues	34,952,610	34,937,069	(15,541)	33,781,346
Expenditures				
Instruction				
Regular Programs				
Salaries	14,992,398	14,954,382	38,016	13,948,485
Employee benefits	1,741,225	1,858,032	(116,807)	1,393,673
Purchased services	71,350	69,824	1,526	91,824
Supplies and materials	551,717	517,278	34,439	435,095
Capital outlay	181,234	169,402	11,832	298,402
Total	17,537,924	17,568,918	(30,994)	16,167,479
Special Education Programs				
Salaries	5,828,372	5,753,213	75,159	5,486,577
Employee benefits	315,759	231,264	84,495	281,915
Purchased services	62,000	62,042	(42)	84,997
Supplies and materials	59,300	62,608	(3,308)	53,034
Capital outlay	18,700	2,799	15,901	17,945
Other objects	100	100	-	-
Tuition	566,000	559,509	6,491	447,264
Total	6,850,231	6,671,535	178,696	6,371,732
Educationally deprived/remedial programs				
Employee benefits	-	4,347	(4,347)	-
Total	-	4,347	(4,347)	-
Interscholastic programs				
Salaries	42,500	46,376	(3,876)	41,335
Purchased services	7,200	7,169	31	7,144
Supplies and materials	4,100	12,843	(8,743)	4,077
Other objects	500	-	500	165
Total	54,300	66,388	(12,088)	52,721

(Continued)

WILMETTE PUBLIC SCHOOLS DISTRICT 39

GENERAL (EDUCATIONAL) FUND

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

FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Summer school programs				
Salaries	\$ 270,500	\$ 292,115	\$ (21,615)	\$ 344,904
Purchased services	750	574	176	724
Supplies and materials	29,000	25,171	3,829	20,413
Tuition	26,000	38,403	(12,403)	36,833
Total	326,250	356,263	(30,013)	402,874
Bilingual programs				
Salaries	295,433	262,104	33,329	235,751
Employee benefits	7,500	6,715	785	3,720
Purchased services	1,000	800	200	987
Supplies and materials	2,400	1,627	773	7,539
Total	306,333	271,246	35,087	247,997
Total instruction	25,075,038	24,938,697	136,341	23,242,803
Support Services				
Pupils				
Attendance and social work services				
Salaries	584,066	599,192	(15,126)	552,262
Employee benefits	28,070	24,309	3,761	24,731
Purchased services	2,800	1,323	1,477	1,844
Supplies and materials	2,200	3,102	(902)	1,401
Total	617,136	627,926	(10,790)	580,238
Health services				
Salaries	227,793	209,345	18,448	222,454
Employee benefits	11,830	13,396	(1,566)	10,423
Purchased services	2,900	1,517	1,383	2,209
Supplies and materials	7,000	7,104	(104)	6,411
Capital outlay	2,000	-	2,000	2,006
Other objects	-	425	(425)	-
Total	251,523	231,787	19,736	243,503
Psychological services				
Salaries	376,109	361,829	14,280	355,700
Employee benefits	22,493	20,949	1,544	20,285
Purchased services	3,150	1,751	1,399	1,917
Supplies and materials	6,700	6,446	254	5,883
Capital outlay	2,000	1,063	937	2,000
Total	410,452	392,038	18,414	385,785

(Continued)

WILMETTE PUBLIC SCHOOLS DISTRICT 39

GENERAL (EDUCATIONAL) FUND

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

FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Speech pathology and audiology services				
Salaries	\$ 638,238	\$ 596,318	\$ 41,920	\$ 464,996
Employee benefits	33,082	29,203	3,879	26,466
Purchased services	2,200	2,530	(330)	58,319
Supplies and materials	<u>5,700</u>	<u>3,356</u>	<u>2,344</u>	<u>3,578</u>
Total	<u>679,220</u>	<u>631,407</u>	<u>47,813</u>	<u>553,359</u>
Other support services - pupils				
Salaries	325,133	322,098	3,035	264,603
Employee benefits	24,000	22,376	1,624	18,329
Purchased services	3,300	2,473	827	8,497
Supplies and materials	11,000	5,673	5,327	8,084
Capital outlay	<u>4,000</u>	<u>3,317</u>	<u>683</u>	<u>4,000</u>
Total	<u>367,433</u>	<u>355,937</u>	<u>11,496</u>	<u>303,513</u>
Total pupils	<u>2,325,764</u>	<u>2,239,095</u>	<u>86,669</u>	<u>2,066,398</u>
Instructional staff				
Improvement of instructional services				
Salaries	2,256	10,747	(8,491)	19,587
Purchased services	57,106	67,645	(10,539)	36,628
Supplies and materials	<u>5,600</u>	<u>5,633</u>	<u>(33)</u>	<u>10,231</u>
Total	<u>64,962</u>	<u>84,025</u>	<u>(19,063)</u>	<u>66,446</u>
Educational media services				
Salaries	631,700	692,476	(60,776)	604,854
Employee benefits	27,239	26,421	818	24,003
Purchased services	30,550	31,483	(933)	16,886
Supplies and materials	86,640	83,398	3,242	81,066
Capital outlay	3,000	2,666	334	1,716
Other objects	<u>1,700</u>	<u>1,376</u>	<u>324</u>	<u>998</u>
Total	<u>780,829</u>	<u>837,820</u>	<u>(56,991)</u>	<u>729,523</u>
Total instructional staff	<u>845,791</u>	<u>921,845</u>	<u>(76,054)</u>	<u>795,969</u>
General administration				
Board of education services				
Salaries	3,200	3,492	(292)	3,211
Employee benefits	3	36	(33)	3
Purchased services	522,000	645,290	(123,290)	461,415
Supplies and materials	15,000	27,687	(12,687)	18,430
Other objects	<u>10,000</u>	<u>10,396</u>	<u>(396)</u>	<u>5,200</u>
Total	<u>550,203</u>	<u>686,901</u>	<u>(136,698)</u>	<u>488,259</u>

(Continued)

WILMETTE PUBLIC SCHOOLS DISTRICT 39

GENERAL (EDUCATIONAL) FUND

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

FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Executive administration services				
Salaries	\$ 263,300	\$ 250,655	\$ 12,645	\$ 329,292
Employee benefits	39,886	23,648	16,238	43,993
Purchased services	6,500	11,106	(4,606)	12,702
Supplies and materials	5,000	6,587	(1,587)	6,713
Capital outlay	2,500	-	2,500	-
Other objects	10,000	10,829	(829)	3,672
Total	327,186	302,825	24,361	396,372
Special area administration services				
Salaries	201,025	162,438	38,587	175,423
Employee benefits	23,257	16,402	6,855	12,382
Purchased services	5,950	2,069	3,881	4,145
Supplies and materials	10,200	3,260	6,940	3,202
Capital outlay	2,000	1,841	159	2,000
Other objects	1,225	315	910	618
Total	243,657	186,325	57,332	197,770
Total general administration	1,121,046	1,176,051	(55,005)	1,082,401
School administration				
Office of the principal services				
Salaries	1,331,834	1,405,863	(74,029)	1,273,073
Employee benefits	181,812	187,905	(6,093)	150,763
Purchased services	20,622	21,296	(674)	21,825
Supplies and materials	63,835	68,839	(5,004)	63,403
Capital outlay	5,000	855	4,145	2,679
Other objects	5,700	3,375	2,325	5,784
Total	1,608,803	1,688,133	(79,330)	1,517,527
Total school administration	1,608,803	1,688,133	(79,330)	1,517,527
Business				
Direction of business support services				
Salaries	144,540	162,300	(17,760)	183,465
Employee benefits	44,344	35,995	8,349	6,193
Purchased services	7,800	3,770	4,030	7,034
Supplies and materials	3,700	5,428	(1,728)	2,711
Capital outlay	1,900	1,879	21	-
Other objects	3,000	3,651	(651)	2,217
Total	205,284	213,023	(7,739)	201,620
Fiscal services				
Salaries	261,432	247,321	14,111	248,982
Employee benefits	17,853	20,721	(2,868)	15,730
Purchased services	30,500	29,742	758	18,692
Total	309,785	297,784	12,001	283,404

(Continued)

WILMETTE PUBLIC SCHOOLS DISTRICT 39

GENERAL (EDUCATIONAL) FUND

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

FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Food services				
Salaries	\$ 694,521	\$ 727,168	\$ (32,647)	\$ 660,488
Employee benefits	36,152	48,097	(11,945)	31,853
Purchased services	16,550	20,347	(3,797)	8,478
Supplies and materials	<u>772,000</u>	<u>813,315</u>	<u>(41,315)</u>	<u>729,070</u>
Total	<u>1,519,223</u>	<u>1,608,927</u>	<u>(89,704)</u>	<u>1,429,889</u>
Total business	<u>2,034,292</u>	<u>2,119,734</u>	<u>(85,442)</u>	<u>1,914,913</u>
Central				
Planning, research, development and evaluation services				
Salaries	458,642	475,715	(17,073)	445,776
Employee benefits	35,676	37,760	(2,084)	31,442
Purchased services	77,600	33,617	43,983	63,438
Supplies and materials	397,299	314,042	83,257	350,486
Capital outlay	6,000	6,079	(79)	5,603
Other objects	<u>6,000</u>	<u>343</u>	<u>5,657</u>	<u>254</u>
Total	<u>981,217</u>	<u>867,556</u>	<u>113,661</u>	<u>896,999</u>
Information services				
Purchased services	310,300	216,792	93,508	256,030
Supplies and materials	<u>12,400</u>	<u>12,064</u>	<u>336</u>	<u>2,291</u>
Total	<u>322,700</u>	<u>228,856</u>	<u>93,844</u>	<u>258,321</u>
Staff services				
Salaries	261,272	268,108	(6,836)	248,832
Employee benefits	11,216	12,364	(1,148)	9,889
Purchased services	40,700	39,757	943	40,421
Supplies and materials	6,000	7,420	(1,420)	5,928
Capital outlay	12,000	15,227	(3,227)	3,693
Other objects	<u>1,350</u>	<u>735</u>	<u>615</u>	<u>804</u>
Total	<u>332,538</u>	<u>343,611</u>	<u>(11,073)</u>	<u>309,567</u>
Data processing services				
Salaries	277,136	272,541	4,595	264,607
Employee benefits	34,207	23,421	10,786	18,492
Purchased services	121,360	157,713	(36,353)	157,415
Supplies and materials	189,770	221,261	(31,491)	222,233
Capital outlay	313,790	236,261	77,529	26,969
Other objects	<u>500</u>	<u>195</u>	<u>305</u>	<u>-</u>
Total	<u>936,763</u>	<u>911,392</u>	<u>25,371</u>	<u>689,716</u>
Total central	<u>2,573,218</u>	<u>2,351,415</u>	<u>221,803</u>	<u>2,154,603</u>

(Continued)

WILMETTE PUBLIC SCHOOLS DISTRICT 39**GENERAL (EDUCATIONAL) FUND**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGETARY BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Other supporting services				
Salaries	\$ -	\$ -	\$ -	\$ 1,288
Employee benefits	400,000	396,696	3,304	435,456
Purchased services	-	2,584	(2,584)	7,314
Supplies and materials	35,000	-	35,000	19,605
Capital outlay	25,000	25,578	(578)	62,335
Total	460,000	424,858	35,142	525,998
Total support services	10,968,914	10,921,131	47,783	10,057,809
Community services				
Salaries	81,830	61,397	20,433	80,368
Purchased services	8,097	4,095	4,002	2,664
Supplies and materials	12,393	11,413	980	12,318
Total community services	102,320	76,905	25,415	95,350
Nonprogrammed charges				
Payments for regular programs				
Tuition	55,000	66,636	(11,636)	57,928
Total	55,000	66,636	(11,636)	57,928
Payments for special education programs				
Tuition	9,000	-	9,000	138,707
Total	9,000	-	9,000	138,707
Total nonprogrammed charges	64,000	66,636	(2,636)	196,635
Debt services				
State aid anticipation certificates				
State aid anticipation certificates - interest	49,237	-	49,237	-
Total	49,237	-	49,237	-
Other interest				
	-	4,128	(4,128)	4,136
Capital lease				
Capital lease principal retired	-	44,860	(44,860)	45,101
Total	-	44,860	(44,860)	45,101
Total debt services	49,237	48,988	249	49,237
Total expenditures	36,259,509	36,052,357	207,152	33,641,834
Excess (deficiency) of revenues over expenditures	(1,306,899)	(1,115,288)	191,611	139,512

(Continued)

WILMETTE PUBLIC SCHOOLS DISTRICT 39**GENERAL (EDUCATIONAL) FUND**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGETARY BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Other financing sources (uses)				
Permanent transfer from working cash fund - abatement	\$ -	\$ -	\$ -	\$ 750,000
Sale or compensation for capital assets	-	4,816	4,816	500
Capital lease proceeds	-	-	-	130,438
Total other financing sources (uses)	-	4,816	4,816	880,938
Net change in fund balance	<u>\$ (1,306,899)</u>	<u>(1,110,472)</u>	<u>\$ 196,427</u>	<u>1,020,450</u>
Fund balance, beginning of year		<u>18,169,376</u>		<u>17,148,926</u>
Fund balance, end of year		<u>\$ 17,058,904</u>		<u>\$ 18,169,376</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39**OPERATIONS AND MAINTENANCE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 3,549,655	\$ 3,842,094	\$ 292,439	\$ 3,782,506
Investment income	140,572	83,678	(56,894)	145,834
Rentals	15,000	15,882	882	17,521
Contributions and donations from private sources	-	7,164	7,164	-
Other	1,000	185,557	184,557	107,969
Total local sources	<u>3,706,227</u>	<u>4,134,375</u>	<u>428,148</u>	<u>4,053,830</u>
Total revenues	<u>3,706,227</u>	<u>4,134,375</u>	<u>428,148</u>	<u>4,053,830</u>
Expenditures				
Support Services				
Business				
Facilities acquisition and construction service				
Purchased services	12,500	-	12,500	93,631
Capital outlay	<u>498,100</u>	<u>490,957</u>	<u>7,143</u>	<u>432,625</u>
Total	<u>510,600</u>	<u>490,957</u>	<u>19,643</u>	<u>526,256</u>
Operation and maintenance of plant services				
Salaries	1,768,105	1,742,515	25,590	1,710,292
Employee benefits	119,561	155,962	(36,401)	105,339
Purchased services	560,634	867,482	(306,848)	579,711
Supplies and materials	1,006,703	1,159,438	(152,735)	972,353
Capital outlay	<u>76,900</u>	<u>20,272</u>	<u>56,628</u>	<u>130,180</u>
Total	<u>3,531,903</u>	<u>3,945,669</u>	<u>(413,766)</u>	<u>3,497,875</u>
Total business	<u>4,042,503</u>	<u>4,436,626</u>	<u>(394,123)</u>	<u>4,024,131</u>
Total support services	<u>4,042,503</u>	<u>4,436,626</u>	<u>(394,123)</u>	<u>4,024,131</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39**OPERATIONS AND MAINTENANCE FUND**

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

FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Debt services				
Other interest				
	\$ 29,525	\$ 2,488	\$ 27,037	\$ 5,825
Capital lease				
Capital lease principal retired	-	27,037	(27,037)	23,700
Total	-	27,037	(27,037)	23,700
Total debt services	29,525	29,525	-	29,525
Total expenditures	4,072,028	4,466,151	(394,123)	4,053,656
Excess (deficiency) of revenues over expenditures	(365,801)	(331,776)	34,025	174
Other financing sources				
Capital lease proceeds	-	-	-	85,391
Total other financing sources	-	-	-	85,391
Net change in fund balance	\$ (365,801)	(331,776)	\$ 34,025	85,565
Fund balance, beginning of year		3,082,536		2,996,971
Fund balance, end of year		\$ 2,750,760		\$ 3,082,536

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WILMETTE PUBLIC SCHOOLS DISTRICT 39

TRANSPORTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2008
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 271,364	\$ 220,301	\$ (51,063)	\$ 253,752
Regular transportation fees from pupils or parents	418,000	469,951	51,951	414,692
Regular transportation fees from co-curricular act	33,000	26,975	(6,025)	33,044
Summer school transportation fees from pupils or parents	12,000	12,525	525	11,315
Investment income	23,287	21,847	(1,440)	39,026
Other	-	4,587	4,587	4,094
Total local sources	<u>757,651</u>	<u>756,186</u>	<u>(1,465)</u>	<u>755,923</u>
State sources				
Transportation - Regular/Vocational	6,399	4,576	(1,823)	6,400
Transportation - Special Education	<u>201,600</u>	<u>202,230</u>	<u>630</u>	<u>211,987</u>
Total state sources	<u>207,999</u>	<u>206,806</u>	<u>(1,193)</u>	<u>218,387</u>
Total revenues	<u>965,650</u>	<u>962,992</u>	<u>(2,658)</u>	<u>974,310</u>
Expenditures				
Support Services				
Business				
Pupil transportation services				
Salaries	471,000	431,591	39,409	450,744
Employee benefits	13,791	19,230	(5,439)	12,151
Purchased services	300,200	287,153	13,047	292,739
Supplies and materials	81,600	69,029	12,571	67,531
Capital outlay	197,500	186,768	10,732	133,954
Other objects	<u>2,000</u>	<u>1,050</u>	<u>950</u>	<u>1,563</u>
Total	<u>1,066,091</u>	<u>994,821</u>	<u>71,270</u>	<u>958,682</u>
Total business	<u>1,066,091</u>	<u>994,821</u>	<u>71,270</u>	<u>958,682</u>
Total support services	<u>1,066,091</u>	<u>994,821</u>	<u>71,270</u>	<u>958,682</u>
Total expenditures	<u>1,066,091</u>	<u>994,821</u>	<u>71,270</u>	<u>958,682</u>
Net change in fund balance	<u>\$ (100,441)</u>	<u>(31,829)</u>	<u>\$ 68,612</u>	<u>15,628</u>
Fund balance, beginning of year		<u>581,469</u>		<u>565,841</u>
Fund balance, end of year		<u>\$ 549,640</u>		<u>\$ 581,469</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 477,183	\$ 525,758	\$ 48,575	\$ 533,752
Social security/medicare only levy	701,117	484,104	(217,013)	459,341
Corporate personal property replacement taxes	22,000	44,486	22,486	22,000
Investment income	4,797	1,385	(3,412)	16,985
Total local sources	<u>1,205,097</u>	<u>1,055,733</u>	<u>(149,364)</u>	<u>1,032,078</u>
Total revenues	<u>1,205,097</u>	<u>1,055,733</u>	<u>(149,364)</u>	<u>1,032,078</u>
Expenditures				
Instruction				
Regular programs	240,326	234,482	5,844	231,633
Special education programs	284,603	285,169	(566)	271,652
Interscholastic programs	707	1,270	(563)	678
Summer school programs	14,235	10,643	3,592	13,586
Bilingual programs	7,819	8,505	(686)	7,474
Total instruction	<u>547,690</u>	<u>540,069</u>	<u>7,621</u>	<u>525,023</u>
Support Services				
Pupils				
Attendance and social work services	8,341	8,038	303	7,979
Health services	35,846	28,746	7,100	34,166
Psychological services	5,802	4,886	916	5,578
Speech pathology and audiology services	5,682	6,172	(490)	5,464
Other support services - pupils	44,648	48,987	(4,339)	42,564
Total pupils	<u>100,319</u>	<u>96,829</u>	<u>3,490</u>	<u>95,751</u>
Instructional staff				
Improvement of instructional staff	212	53	159	205
Educational media services	30,150	35,619	(5,469)	28,781
Total instructional staff	<u>30,362</u>	<u>35,672</u>	<u>(5,310)</u>	<u>28,986</u>
General administration				
Board of education services	200	193	7	190
Executive administration services	13,257	13,853	(596)	12,674
Special area administration services	9,326	6,964	2,362	8,905
Total general administration	<u>22,783</u>	<u>21,010</u>	<u>1,773</u>	<u>21,769</u>
School administration				
Office of the principal services	<u>67,086</u>	<u>63,507</u>	<u>3,579</u>	<u>64,076</u>
Total school administration	<u>67,086</u>	<u>63,507</u>	<u>3,579</u>	<u>64,076</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Business				
Direction of business support services	\$ 8,782	\$ 8,443	\$ 339	\$ 8,388
Fiscal services	43,156	38,636	4,520	41,142
Operations and maintenance of plant services	293,594	269,100	24,494	279,879
Pupil transportation services	69,413	61,471	7,942	66,179
Food services	67,457	60,742	6,715	64,286
Total business	482,402	438,392	44,010	459,874
Central				
Planning, research, development and evaluation services	11,152	10,070	1,082	10,673
Staff services	19,727	19,805	(78)	18,823
Data processing services	37,516	35,345	2,171	35,774
Total central	68,395	65,220	3,175	65,270
Other supporting services	229	-	229	247
Total support services	771,576	720,630	50,946	735,973
Community services	10,076	6,158	3,918	9,572
Total expenditures	1,329,342	1,266,857	62,485	1,270,568
Net change in fund balance	\$ (124,245)	(211,124)	\$ (86,879)	(238,490)
Fund balance, beginning of year		190,705		429,195
Fund balance (deficit), end of year		\$ (20,419)		\$ 190,705

WILMETTE PUBLIC SCHOOLS DISTRICT 39

WORKING CASH FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2008
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 503,708	\$ 362,220	\$ (141,488)	\$ 336,527
Investment income	<u>40,801</u>	<u>26,631</u>	<u>(14,170)</u>	<u>42,865</u>
Total local sources	<u>544,509</u>	<u>388,851</u>	<u>(155,658)</u>	<u>379,392</u>
Total revenues	<u>544,509</u>	<u>388,851</u>	<u>(155,658)</u>	<u>379,392</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>544,509</u>	<u>388,851</u>	<u>(155,658)</u>	<u>379,392</u>
Other financing sources (uses)				
Permanent transfer of working cash fund-abatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>(750,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(750,000)</u>
Net change in fund balance	<u>\$ 544,509</u>	<u>388,851</u>	<u>\$ (155,658)</u>	<u>(370,608)</u>
Fund balance, beginning of year		<u>675,775</u>		<u>1,046,383</u>
Fund balance, end of year		<u>\$ 1,064,626</u>		<u>\$ 675,775</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2008

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

Except for the exclusion of on-behalf payments from other governments, discussed below, the budgeted amounts for the Governmental Funds are adopted on the modified accrual basis, which is consistent with accounting principles generally accepted in the United States of America.

The Board of Education follows these procedures in establishing the budgetary data reflected in the general purpose financial statements:

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of an resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.
4. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

The budget amounts shown in the financial statements are as originally adopted because there were no amendments during the past fiscal year.

Budget Reconciliations

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

	<i>Revenues</i>	<i>Expenditures</i>
General Fund Budgetary Basis	\$ 34,937,069	\$ 36,052,357
To adjust for on-behalf payments received	3,310,777	-
To adjust for on-behalf payments made	-	3,310,777
General Fund GAAP Basis	<u>\$ 38,247,846</u>	<u>\$ 39,363,134</u>

Excess of Expenditures over Budget

For the year ended June 30, 2008, expenditures exceeded budget in the Operations and Maintenance Fund by \$394,123, respectively. This excess was funded by available fund balance.

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WILMETTE PUBLIC SCHOOLS DISTRICT 39

BOND AND INTEREST FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 1,345,993	\$ 1,324,036	\$ (21,957)	\$ 1,319,696
Investment income	<u>53,032</u>	<u>33,257</u>	<u>(19,775)</u>	<u>54,001</u>
Total local sources	<u>1,399,025</u>	<u>1,357,293</u>	<u>(41,732)</u>	<u>1,373,697</u>
Total revenues	<u>1,399,025</u>	<u>1,357,293</u>	<u>(41,732)</u>	<u>1,373,697</u>
Expenditures				
Debt services				
Bonds				
Bonds - interest	<u>628,933</u>	<u>571,075</u>	<u>57,858</u>	<u>525,005</u>
Total	<u>628,933</u>	<u>571,075</u>	<u>57,858</u>	<u>525,005</u>
Bond principal retired	<u>770,000</u>	<u>750,000</u>	<u>20,000</u>	<u>740,000</u>
Other debt service				
Purchased services	-	121,471	(121,471)	-
Other	<u>4,500</u>	<u>3,235</u>	<u>1,265</u>	<u>3,700</u>
Total	<u>4,500</u>	<u>124,706</u>	<u>(120,206)</u>	<u>3,700</u>
Total debt services	<u>1,403,433</u>	<u>1,445,781</u>	<u>(42,348)</u>	<u>1,268,705</u>
Total expenditures	<u>1,403,433</u>	<u>1,445,781</u>	<u>(42,348)</u>	<u>1,268,705</u>
Excess (deficiency) of revenues over expenditures	<u>(4,408)</u>	<u>(88,488)</u>	<u>(84,080)</u>	<u>104,992</u>
Other financing sources (uses)				
Principal on bonds sold	-	1,343,661	1,343,661	-
Premium on bonds sold	-	12,030	12,030	-
Accrued interest on bonds sold	-	12,228	12,228	-
Other uses	-	(36,166)	(36,166)	-
Other uses	<u>-</u>	<u>(1,198,054)</u>	<u>(1,198,054)</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>133,699</u>	<u>133,699</u>	<u>-</u>
Net change in fund balance	<u>\$ (4,408)</u>	<u>45,211</u>	<u>\$ 49,619</u>	<u>104,992</u>
Fund balance, beginning of year		<u>1,213,993</u>		<u>1,109,001</u>
Fund balance, end of year		<u>\$ 1,259,204</u>		<u>\$ 1,213,993</u>

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WILMETTE PUBLIC SCHOOLS DISTRICT 39

FIRE PREVENTION AND LIFE SAFETY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2008

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2007

	2008			2007
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 829,619	\$ 771,528	\$ (58,091)	\$ 610,464
Investment income	204,055	149,997	(54,058)	-
Total local sources	1,033,674	921,525	(112,149)	610,464
Total revenues	1,033,674	921,525	(112,149)	610,464
Expenditures				
Support Services				
Business				
Facilities acquisition and construction service				
Purchased services	30,000	278,018	(248,018)	84,583
Capital outlay	4,356,365	3,325,488	1,030,877	1,495,254
Total	4,386,365	3,603,506	782,859	1,579,837
Total business	4,386,365	3,603,506	782,859	1,579,837
Total support services	4,386,365	3,603,506	782,859	1,579,837
Debt services				
Bonds				
Bonds - interest	-	99,700	(99,700)	-
Total	-	99,700	(99,700)	-
Total debt services	-	99,700	(99,700)	-
Provision for contingencies				
	97,700	-	97,700	-
Total expenditures	4,484,065	3,703,206	780,859	1,579,837
Other financing sources (uses)				
Principal on bonds sold	-	7,166,339	7,166,339	-
Premium on bonds sold	7,194,850	-	(7,194,850)	-
Accrued interest on bonds sold	-	16,283	16,283	-
Total other financing sources (uses)	7,194,850	7,182,622	(12,228)	-
Net change in fund balance	\$ 3,744,459	4,400,941	\$ 656,482	(969,373)
Fund balance (deficit), beginning of year		(302,208)		667,165
Fund balance (deficit), end of year		\$ 4,098,733		\$ (302,208)

WILMETTE PUBLIC SCHOOLS DISTRICT 39
AGENCY FUNDS
COMBINED SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2008

	BALANCE JUNE 30, 2007	RECEIPTS	DISBURSEMENTS	BALANCE JUNE 30, 2008
<u>ASSETS</u>				
Cash and investments	\$ 116,183	\$ 313,563	\$ 290,844	\$ 138,902
Total assets	<u>\$ 116,183</u>	<u>\$ 313,563</u>	<u>\$ 290,844</u>	<u>\$ 138,902</u>
<u>LIABILITIES</u>				
<u>Due to Activity Fund Organizations</u>				
DISTRICT ESCROW	\$ 6,453	\$ -	\$ 716	\$ 5,737
INTEREST INCOME	24,908	87	-	24,995
DONATIONS	871	-	-	871
MEMORIAL FUND	365	-	-	365
ANGEL FUND	10,941	8,132	178	18,895
ANDERSEN-JENKINS MUSIC	2	-	-	2
CENTRAL-DONATIONS	3,653	729	623	3,759
CENTRAL-LIBRARY	2,094	12,409	7,683	6,820
CENTRAL-STUDENT COUNCIL	231	1,892	3,274	(1,151)
CENTRAL-COLLECTION CLEARING	(3,355)	35,943	30,861	1,726
HARPER-ESCROW	(538)	-	-	(538)
HARPER-DONATIONS	3,981	2,367	3,572	2,776
HARPER-LIBRARY	4,186	4,056	6,512	1,730
HARPER-STUDENT COUNCIL	910	1,000	993	918
HARPER-SCHOOL STORE	526	822	1,033	315
HARPER-COLLECTION CLEARING	8,064	20,122	22,452	5,733
HIGHCREST-ESCROW	276	-	-	276
HIGHCREST-DONATIONS	2,661	7,468	6,496	3,633
HIGHCREST-LIBRARY	1,491	6,689	3,663	4,517
HIGHCREST-STUDENT COUNCIL	773	-	-	773
HIGHCREST-COLLECTION CLEARING	(592)	13,766	12,659	515
MCKENZIE-COLLECTION CLEARING	6,308	22,860	24,881	4,287
MCKENZIE-DONATIONS	3,867	1,823	-	5,690
MCKENZIE-LIBRARY	641	405	102	944
MCKENZIE-LOUNGE	(185)	-	-	(185)
MCKENZIE-MUSIC LEARING	505	-	177	328
MCKENZIE-ANGEL FUND	(5)	-	-	(5)
MCKENZIE-STUDENT COUNCIL	140	-	-	140
ROMONA-DONATIONS	297	-	-	297
ROMONA-LIBRARY	3,717	2,732	5,530	919
ROMONA-STUDENT COUNCIL	827	-	-	827
ROMONA-COLLECTION CLEARING	14,540	35,054	34,575	15,019
WJHS-SCIENCE OLYMPIAD	197	-	-	197
WJHS-LIBRARY	2,826	2,023	1,808	3,041
WJHS-PHOTOGRAPHY	(3,259)	12,702	10,971	(1,528)
WJHS-BAND/ORCH/CHORUS	(6,013)	47,775	46,726	(4,964)
WJHS-HARVARD STUDY	1,245	-	-	1,245
WJHS-BOOK SALES	(19)	16,004	16,554	(569)
WJHS-STUDENT COUNCIL	4,935	2,527	1,196	6,266
WJHS-ATHLETICS	2,369	15,205	18,364	(790)
WJHS-SCHOOL STORE	9,793	9,240	4,142	14,891

WILMETTE PUBLIC SCHOOLS DISTRICT 39**AGENCY FUNDS****COMBINED SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2008**

	BALANCE JUNE 30, 2007	RECEIPTS	DISBURSEMENTS	BALANCE JUNE 30, 2008
WJHS-SPECIAL PURPOSE	\$ (1,407)	\$ -	\$ 53	\$ (1,460)
WJHS-LEARNING CENTER	(536)	-	-	(536)
WJHS-COLLECTION CLEARING	3,899	26,902	25,051	5,750
WJHS-SEEK DEPOSIT	<u>3,600</u>	<u>2,830</u>	<u>-</u>	<u>6,430</u>
Total liabilities	<u>\$ 116,183</u>	<u>\$ 313,562</u>	<u>\$ 290,844</u>	<u>\$ 138,902</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39FIVE YEAR SUMMARY OF ASSESSED VALUATIONS,
TAX RATES, EXTENSIONS AND COLLECTIONS
JUNE 30, 2008

	2003	2004	2005	2006	2007
Assessed valuation	<u>\$ 1,117,804,643</u>	<u>\$ 1,397,437,797</u>	<u>\$ 1,519,929,101</u>	<u>\$ 1,513,438,648</u>	<u>\$ 1,924,556,954</u>
Tax rates					
Educational	2.0160	1.6985	1.6114	1.7011	1.3899
Tort immunity	0.0495	0.0408	0.0382	0.0450	0.0364
Special education	0.0200	0.0158	0.0150	0.0200	0.0156
Operations and maintenance	0.3358	0.2660	0.2525	0.2556	0.2044
Bond and interest	0.1202	0.0962	0.0884	0.0888	0.0698
Transportation	0.0253	0.0132	0.0191	0.0147	0.0117
Municipal retirement	0.0461	0.0365	0.0346	0.0376	0.0260
Social security	0.0373	0.0307	0.0299	0.0315	0.0260
Working cash	0.0257	0.0071	0.0312	0.0130	0.0287
Fire prevention and life safety	<u>0.0357</u>	<u>0.0294</u>	<u>0.0299</u>	<u>0.0534</u>	<u>0.0390</u>
Total	<u>2.7116</u>	<u>2.2342</u>	<u>2.1502</u>	<u>2.2607</u>	<u>1.8475</u>
Tax extensions					
Educational	\$ 22,474,216	\$ 23,725,000	\$ 24,492,500	\$ 25,745,718	\$ 26,750,000
Tort immunity	553,801	569,861	580,750	681,750	700,000
Special education	223,561	220,180	227,250	303,000	300,000
Operations and maintenance	3,753,257	3,717,130	3,838,000	3,868,300	3,932,919
Bond and interest	1,343,557	1,344,428	1,343,795	1,344,215	1,343,925
Transportation	282,383	183,838	290,572	222,200	225,000
Municipal retirement	514,826	510,761	525,200	569,640	500,000
Social security	417,217	429,316	454,500	476,947	500,000
Working cash	286,830	99,910	474,700	197,373	553,209
Fire prevention and life safety	<u>398,950</u>	<u>410,520</u>	<u>454,500</u>	<u>808,000</u>	<u>750,000</u>
Total	<u>\$ 30,248,598</u>	<u>\$ 31,210,944</u>	<u>\$ 32,681,767</u>	<u>\$ 34,217,143</u>	<u>\$ 35,555,053</u>
Total Collections	<u>\$ 30,058,650</u>	<u>\$ 30,953,833</u>	<u>\$ 32,215,536</u>	<u>\$ 33,478,112</u>	<u>\$ 16,726,252</u>
Percentage collected	99.37 %	99.18 %	98.57 %	97.84 %	47.04 %

WILMETTE PUBLIC SCHOOLS DISTRICT 39**OPERATING COST AND TUITION CHARGE**

JUNE 30, 2008

	2008	2007
Operating cost per pupil		
Average Daily Attendance (ADA):	<u>3,242</u>	<u>3,278</u>
Operating Costs:		
Educational	\$ 36,052,357	\$ 33,641,834
Operations and Maintenance	4,466,151	4,053,656
Bond and Interest	1,445,781	1,268,705
Transportation	994,821	958,682
Municipal Retirement/Social Security	<u>1,266,857</u>	<u>1,270,568</u>
Subtotal	<u>44,225,967</u>	<u>41,193,445</u>
Less Revenues/Expenditures of Nonregular Programs:		
Tuition	664,548	680,732
Summer school	328,503	379,627
Capital outlay	1,164,964	1,126,107
Debt principal retired	821,897	808,801
Community services	83,063	104,922
Related revenues	<u>48,240</u>	<u>51,465</u>
Subtotal	<u>3,111,215</u>	<u>3,151,654</u>
Operating costs	<u>\$ 41,114,752</u>	<u>\$ 38,041,791</u>
Operating Cost Per Pupil - Based on ADA	<u>\$ 12,680</u>	<u>\$ 11,607</u>
Tuition charge		
Operating Costs	\$ 41,114,752	\$ 38,041,791
Less - revenues from specific programs, such as special education or lunch programs	<u>5,769,605</u>	<u>5,536,900</u>
Net operating costs	35,345,147	32,504,891
Depreciation allowance	<u>1,554,278</u>	<u>1,482,873</u>
Allowable Tuition Costs	<u>\$ 36,899,425</u>	<u>\$ 33,987,764</u>
Tuition Charge Per Pupil - based on ADA	<u>\$ 11,380</u>	<u>\$ 10,370</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
DEBT SERVICE REQUIREMENTS - FEBRUARY 1, 2001 ISSUE
JUNE 30, 2008

FISCAL YEAR ENDED JUNE 30,	PRINCIPAL PAYMENT	INTEREST PAYABLE	TOTAL PAYMENT
2009	\$ 710,000	\$ 327,724	\$ 1,037,724
2010	740,000	296,904	1,036,904
2011	770,000	264,439	1,034,439
2012	805,000	230,174	1,035,174
2013	840,000	188,314	1,028,314
2014	890,000	138,576	1,028,576
2015	940,000	85,963	1,025,963
2016	995,000	30,954	1,025,954
2017	60,000	1,485	61,485
Total	<u>\$ 6,750,000</u>	<u>\$ 1,564,533</u>	<u>\$ 8,314,533</u>

Interest rate: 3.5% - 5.75%

Interest payment dates: June 1 and December 1

Principal payment date: December 1

WILMETTE PUBLIC SCHOOLS DISTRICT 39
DEBT SERVICE REQUIREMENTS - MARCH 1, 2004 ISSUE
JUNE 30, 2008

FISCAL YEAR ENDED JUNE 30,	PRINCIPAL PAYMENT	INTEREST PAYABLE	TOTAL PAYMENT
2009	\$ -	\$ 80,556	\$ 80,556
2010	-	80,556	80,556
2011	-	80,556	80,556
2012	-	80,556	80,556
2013	-	80,556	80,556
2014	-	80,556	80,556
2015	-	80,556	80,556
2016	-	80,556	80,556
2017	990,000	62,983	1,052,983
2018	1,090,000	25,518	1,115,518
2019	<u>150,000</u>	<u>2,813</u>	<u>152,813</u>
Total	<u>\$ 2,230,000</u>	<u>\$ 735,762</u>	<u>\$ 2,965,762</u>

Interest rate: 3.55% - 3.75%

Interest payment dates: June 1 and December 1

Principal payment date: December 1

WILMETTE PUBLIC SCHOOLS DISTRICT 39

DEBT SERVICE REQUIREMENTS - JULY 31, 2007 ISSUE

JUNE 30, 2008

FISCAL YEAR ENDED JUNE 30,	PRINCIPAL PAYMENT	INTEREST PAYABLE	TOTAL PAYMENT
2009	\$ -	\$ 146,740	\$ 146,740
2010	-	146,740	146,740
2011	-	146,740	146,740
2012	-	146,740	146,740
2013	-	146,740	146,740
2014	-	146,740	146,740
2015	-	146,740	146,740
2016	-	146,740	146,740
2017	-	146,740	146,740
2018	-	146,740	146,740
2019	975,000	127,240	1,102,240
2020	1,170,000	84,340	1,254,340
2021	1,220,000	35,930	1,255,930
2022	260,000	5,460	265,460
Total	<u>\$ 3,625,000</u>	<u>\$ 1,720,370</u>	<u>\$ 5,345,370</u>

Interest rate: 4.00% - 4.20%

Interest payment dates: June 1 and December 1

Principal payment date: December 1

WILMETTE PUBLIC SCHOOLS DISTRICT 39
DEBT SERVICE REQUIREMENTS - JULY 31, 2007 DEBT CERTIFICATES
JUNE 30, 2008

FISCAL YEAR ENDED JUNE 30,	PRINCIPAL PAYMENT	INTEREST PAYABLE	TOTAL PAYMENT
2009	\$ 620,000	\$ 183,000	\$ 803,000
2010	645,000	157,700	802,700
2011	670,000	131,400	801,400
2012	695,000	104,100	799,100
2013	725,000	75,700	800,700
2014	755,000	46,100	801,100
2015	<u>775,000</u>	<u>15,500</u>	<u>790,500</u>
Total	<u>\$ 4,885,000</u>	<u>\$ 713,500</u>	<u>\$ 5,598,500</u>

Interest rate: 4.00%

Interest payment dates: July 1 and January 1

Principal payment date: July 1

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Statistical Section

The part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	65
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity	77
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
Debt Capacity	82
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Demographic and Economic Information	87
These schedules offer demographic and economic indicators to help the reader understand the environment within the District's financial activities take place.	
Operating Information	89
These schedules contain information about the District's service and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

WILMETTE PUBLIC SCHOOLS DISTRICT 39**NET ASSETS BY COMPONENT**

LAST SIX FISCAL YEARS

	2008	2007	2006
Governmental activities			
Invested in capital assets, net of related debt	\$ 25,401,374	\$ 24,946,426	\$ 22,999,904
Restricted	1,211,710	1,404,698	2,205,361
Unrestricted	<u>20,440,250</u>	<u>21,421,342</u>	<u>21,892,657</u>
Total governmental activities net assets	<u>\$ 47,053,334</u>	<u>\$ 47,772,466</u>	<u>\$ 47,097,922</u>

2005	2004	2003
\$ 22,866,135	\$ 23,779,375	\$ 22,846,094
8,163,942	31,469,547	26,605,876
<u>16,825,588</u>	<u>15,099,454</u>	<u>18,637,334</u>
<u>\$ 47,855,665</u>	<u>\$ 46,569,001</u>	<u>\$ 45,243,210</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39

CHANGES IN NET ASSETS

LAST SIX FISCAL YEARS

	2008	2007	2006
Expenses			
Instruction:			
Regular programs	\$ 19,216,915	\$ 17,467,441	\$ 16,799,230
Special programs	7,010,484	6,823,349	6,528,300
Other instructional programs	731,267	740,146	615,829
State retirement contributions	3,310,777	2,169,789	1,484,730
Support services:			
Pupils	2,411,912	2,217,451	2,202,571
Instructional staff	956,322	824,955	909,899
General administration	1,233,534	1,135,830	1,148,477
School administration	1,841,356	1,653,609	1,544,306
Business	2,374,723	2,162,640	2,059,000
Transportation	965,830	965,594	962,050
Operations and maintenance	4,278,779	4,038,450	4,066,706
Central	2,337,801	2,275,205	2,361,320
Other supporting services	461,553	534,011	427,131
Community services	83,063	104,922	110,062
Nonprogrammed charges - excluding special education	66,636	57,928	51,666
Interest and fees	657,101	529,041	551,278
Total expenses	<u>\$ 47,938,053</u>	<u>\$ 43,700,361</u>	<u>\$ 41,822,555</u>
Program Revenues			
Charges for services			
Instruction:			
Regular programs	\$ 847,506	\$ 735,034	\$ 650,744
Special programs	157,031	86,652	58,565
Other instructional programs	221,471	269,066	191,632
Support services:			
Business	1,175,819	1,113,599	1,022,451
Transportation	509,451	459,051	436,814
Operations and maintenance	15,882	17,521	16,382
Operating grants and contributions	6,755,446	5,463,088	4,503,822
Total program revenues	<u>\$ 9,682,606</u>	<u>\$ 8,144,011</u>	<u>\$ 6,880,410</u>
Net (expense)/revenue	<u>\$ (38,255,447)</u>	<u>\$ (35,556,350)</u>	<u>\$ (34,942,145)</u>
General revenues			
Taxes:			
Real estate taxes, levied for general purposes	\$ 26,147,593	\$ 24,896,026	\$ 23,893,795
Real estate taxes, levied for specific purposes	6,889,164	6,593,457	6,132,811
Real estate taxes, levied for debt service	1,324,036	1,319,696	1,320,077
Personal property replacement taxes	539,807	504,375	462,300
State aid-formula grants	1,237,734	1,147,353	1,100,373
Investment earnings	1,024,889	1,407,436	1,059,060
Miscellaneous	373,092	362,552	215,986
Total general revenues	<u>\$ 37,536,315</u>	<u>\$ 36,230,895</u>	<u>\$ 34,184,402</u>
Change in net assets	<u>\$ (719,132)</u>	<u>\$ 674,545</u>	<u>\$ (757,743)</u>

2005	2004	2003
\$ 15,482,029	\$ 14,306,430	\$ 12,676,571
6,047,383	5,695,670	3,954,171
456,690	478,032	502,188
2,291,090	2,500,820	2,093,379
1,650,899	1,514,501	1,380,939
852,629	774,482	556,631
1,111,905	1,060,746	983,827
1,534,730	1,384,977	1,296,331
1,955,215	2,076,363	1,901,581
917,294	988,281	1,049,060
3,222,044	3,098,546	3,136,187
1,804,324	2,007,515	1,944,404
428,930	492,553	449,247
81,407	84,686	84,186
26,245	16,202	948,744
602,848	591,325	591,545
<u>\$ 38,465,662</u>	<u>\$ 37,071,129</u>	<u>\$ 33,548,991</u>

\$ 721,058	\$ 647,855	\$ 371,557
26,346	65,405	425,248
134,929	186,938	429,170
999,676	996,255	966,457
430,819	450,009	37,915
17,111	21,516	27,027
4,654,018	5,054,128	4,515,198
<u>\$ 6,983,957</u>	<u>\$ 7,422,106</u>	<u>\$ 6,772,572</u>
<u>\$ (31,481,705)</u>	<u>\$ (29,649,023)</u>	<u>\$ (26,776,419)</u>

\$ 23,486,889	\$ 25,862,389	\$ 26,512,877
5,835,964	2,117,297	1,121,831
1,334,005	1,266,131	1,402,881
364,745	301,428	265,215
1,065,351	999,196	981,292
587,310	271,917	259,960
94,105	156,456	213,303
<u>\$ 32,768,369</u>	<u>\$ 30,974,814</u>	<u>\$ 30,757,359</u>
<u>\$ 1,286,664</u>	<u>\$ 1,325,791</u>	<u>\$ 3,980,940</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2008	2007	2006	2005	2004
General Fund					
Reserved	\$ 99,983	\$ 99,983	\$ 100,083	\$ 157,189	\$ 252,495
Unreserved	<u>16,958,921</u>	<u>18,069,393</u>	<u>17,048,843</u>	<u>16,471,592</u>	<u>16,220,901</u>
Total general fund	<u>\$ 17,058,904</u>	<u>\$ 18,169,376</u>	<u>\$ 17,148,926</u>	<u>\$ 16,628,781</u>	<u>\$ 16,473,396</u>
All other governmental funds					
Reserved	\$ 717,700	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	4,344,607	4,530,485	5,038,390	5,885,289	5,762,549
Debt service fund	1,259,204	1,213,993	1,109,001	1,475,418	1,410,553
Capital projects fund	<u>3,381,033</u>	<u>(302,208)</u>	<u>667,165</u>	<u>2,539,915</u>	<u>4,071,257</u>
Total all other governmental funds	<u>\$ 9,702,544</u>	<u>\$ 5,442,270</u>	<u>\$ 6,814,556</u>	<u>\$ 9,900,622</u>	<u>\$ 11,244,359</u>

* In 2001 the District converted to the modified accrual basis of accounting.

2003	2002	2001*	2000	1999
\$ 325,883	\$ 177,826	\$ 146,153	\$ 124,730	\$ 18,804
<u>15,789,255</u>	<u>13,456,458</u>	<u>9,831,791</u>	<u>9,341,569</u>	<u>12,761,918</u>
<u>\$ 16,115,138</u>	<u>\$ 13,634,284</u>	<u>\$ 9,977,944</u>	<u>\$ 9,466,299</u>	<u>\$ 12,780,722</u>
\$ 1,402,881	\$ -	\$ -	\$ -	\$ -
3,799,934	3,794,381	5,308,414	6,492,773	1,736,741
-	1,314,376	1,354,204	1,216,418	1,058,699
<u>6,468,919</u>	<u>7,134,892</u>	<u>7,298,939</u>	<u>(633,021)</u>	<u>739,864</u>
<u>\$ 11,671,734</u>	<u>\$ 12,243,649</u>	<u>\$ 13,961,557</u>	<u>\$ 7,076,170</u>	<u>\$ 3,535,304</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS

	2008	2007	2006	2005	2004
Local Sources					
Property taxes	\$ 34,360,793	\$ 32,809,179	\$ 31,346,683	\$ 30,656,858	\$ 29,245,817
Replacement taxes	539,807	504,375	462,300	364,745	301,428
Tuition	480,819	385,857	282,005	188,542	276,550
Earnings on investments	947,748	1,407,436	1,059,059	587,310	246,225
Other local sources	<u>2,813,911</u>	<u>2,631,707</u>	<u>2,303,614</u>	<u>2,234,702</u>	<u>2,246,630</u>
Total local sources	<u>39,143,078</u>	<u>37,738,554</u>	<u>35,453,661</u>	<u>34,032,157</u>	<u>32,316,650</u>
State sources					
General state aid	1,237,734	1,147,353	1,100,373	1,065,351	999,196
Other state aid	<u>5,697,821</u>	<u>4,459,451</u>	<u>3,485,276</u>	<u>4,075,697</u>	<u>4,409,364</u>
Total state sources	<u>6,935,555</u>	<u>5,606,804</u>	<u>4,585,649</u>	<u>5,141,048</u>	<u>5,408,560</u>
Federal sources	<u>989,982</u>	<u>1,029,548</u>	<u>1,024,668</u>	<u>589,333</u>	<u>633,752</u>
Total	<u>\$ 47,068,615</u>	<u>\$ 44,374,906</u>	<u>\$ 41,063,978</u>	<u>\$ 39,762,538</u>	<u>\$ 38,358,962</u>

* In 2001 the District converted to the modified accrual basis of accounting.

2003	2002	2001*	2000	1999
\$ 29,037,589	\$ 28,867,607	\$ 27,319,577	\$ 25,333,166	\$ 23,948,226
265,215	286,125	344,771	366,087	335,671
194,826	196,269	185,171	154,396	157,981
285,652	813,975	1,118,985	925,740	829,085
<u>2,274,351</u>	<u>2,181,167</u>	<u>2,007,552</u>	<u>1,806,667</u>	<u>1,807,372</u>
<u>32,057,633</u>	<u>32,345,143</u>	<u>30,976,056</u>	<u>28,586,056</u>	<u>27,078,335</u>
981,292	891,211	-	-	978,828
<u>3,763,943</u>	<u>3,803,013</u>	<u>4,821,442</u>	<u>3,837,504</u>	<u>2,492,900</u>
<u>4,745,235</u>	<u>4,694,224</u>	<u>4,821,442</u>	<u>3,837,504</u>	<u>3,471,728</u>
<u>751,255</u>	<u>584,874</u>	<u>542,748</u>	<u>609,043</u>	<u>267,971</u>
<u>\$ 37,554,123</u>	<u>\$ 37,624,241</u>	<u>\$ 36,340,246</u>	<u>\$ 33,032,603</u>	<u>\$ 30,818,034</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS

	2008	2007	2006	2005	2004
Current:					
Instruction					
Regular programs	\$ 17,633,998	\$ 16,100,710	\$ 15,399,237	\$ 14,174,281	\$ 13,374,055
Special programs	6,958,252	6,625,439	6,071,825	5,108,176	4,436,111
Other instructional programs	714,315	725,330	602,212	444,444	466,280
State retirement contributions	<u>3,310,777</u>	<u>2,169,789</u>	<u>1,484,730</u>	<u>2,291,090</u>	<u>2,500,820</u>
Total instruction	<u>28,617,342</u>	<u>25,621,268</u>	<u>23,558,004</u>	<u>22,017,991</u>	<u>20,777,266</u>
Supporting services					
Pupils	2,331,544	2,154,143	2,135,841	1,592,798	1,463,932
Instructional staff	954,851	823,239	845,703	796,700	740,118
General administration	1,195,220	1,102,170	1,114,295	1,075,944	1,036,142
School administration	1,750,785	1,578,924	1,471,641	1,464,348	1,328,316
Business	2,225,676	2,028,729	1,933,482	1,795,520	1,768,247
Transportation	869,524	890,907	895,260	851,875	924,305
Operations and maintenance	4,472,515	3,825,788	3,447,831	3,164,589	3,027,625
Central	2,159,068	2,183,608	2,302,909	1,804,324	2,007,515
Other supporting services	<u>399,280</u>	<u>463,910</u>	<u>403,804</u>	<u>426,194</u>	<u>492,264</u>
Total supporting services	<u>16,358,463</u>	<u>15,051,418</u>	<u>14,550,766</u>	<u>12,972,292</u>	<u>12,788,464</u>
Community services	<u>83,063</u>	<u>104,922</u>	<u>110,062</u>	<u>81,407</u>	<u>84,686</u>
Nonprogrammed charges	<u>66,636</u>	<u>196,635</u>	<u>450,173</u>	<u>920,188</u>	<u>1,241,055</u>
Total current	<u>45,125,504</u>	<u>40,974,243</u>	<u>38,669,005</u>	<u>35,991,878</u>	<u>34,891,471</u>
Other:					
Debt service:					
Principal	821,897	808,801	977,699	957,385	973,924
Interest	802,097	538,666	578,230	626,547	640,998
Capital outlay	<u>4,490,452</u>	<u>2,621,361</u>	<u>3,405,798</u>	<u>3,375,880</u>	<u>4,308,934</u>
Total other	<u>6,114,446</u>	<u>3,968,828</u>	<u>4,961,727</u>	<u>4,959,812</u>	<u>5,923,856</u>
Total	<u>\$ 51,239,950</u>	<u>\$ 44,943,071</u>	<u>\$ 43,630,732</u>	<u>\$ 40,951,690</u>	<u>\$ 40,815,327</u>
Debt service as a percentage of noncapital expenditures	3.2%	3.2%	3.9%	4.2%	4.4%
TOTAL EXPENDITURES LESS ON BEHALF	<u>\$ 47,929,173</u>	<u>\$ 42,773,282</u>	<u>\$ 42,146,002</u>	<u>\$ 38,660,600</u>	<u>\$ 38,314,507</u>

* In 2001 the District converted to the modified accrual basis of accounting.

	2003	2002	2001*	2000	1999
\$	11,854,973	\$ 11,371,033	\$ 11,248,264	\$ 12,135,033	\$ 11,880,851
	3,921,858	3,878,983	3,023,617	2,844,688	2,605,711
	491,523	400,927	396,003	357,605	335,445
	<u>2,093,379</u>	<u>1,776,139</u>	<u>1,705,515</u>	<u>1,571,336</u>	<u>1,442,130</u>
	<u>18,361,733</u>	<u>17,427,082</u>	<u>16,373,399</u>	<u>16,908,662</u>	<u>16,264,137</u>
	1,333,933	1,233,553	936,168	1,002,749	993,192
	524,196	503,264	548,340	983,739	979,204
	960,105	834,266	764,227	564,860	618,090
	1,241,387	1,221,191	1,197,662	1,139,068	1,159,107
	1,544,086	1,686,345	1,718,140	1,671,773	1,594,423
	985,221	861,172	917,420	971,496	860,659
	3,090,111	2,793,739	2,689,874	2,521,905	2,431,374
	1,944,404	1,776,933	1,612,092	479,812	321,175
	<u>449,247</u>	<u>354,876</u>	<u>333,144</u>	<u>270,325</u>	<u>106,491</u>
	<u>12,072,690</u>	<u>11,265,339</u>	<u>10,717,067</u>	<u>9,605,727</u>	<u>9,063,715</u>
	<u>84,186</u>	<u>82,014</u>	<u>71,919</u>	<u>71,975</u>	<u>66,671</u>
	<u>948,744</u>	<u>916,109</u>	<u>1,310,842</u>	<u>1,354,378</u>	<u>1,283,364</u>
	<u>31,467,353</u>	<u>29,690,544</u>	<u>28,473,227</u>	<u>27,940,742</u>	<u>26,677,887</u>
	655,000	765,000	965,000	927,303	850,000
	608,011	640,118	384,047	350,874	459,867
	<u>2,972,064</u>	<u>4,590,147</u>	<u>5,922,152</u>	<u>3,608,241</u>	<u>4,413,275</u>
	<u>4,235,075</u>	<u>5,995,265</u>	<u>7,271,199</u>	<u>4,886,418</u>	<u>5,723,142</u>
\$	<u>35,702,428</u>	<u>35,685,809</u>	<u>35,744,426</u>	<u>32,827,160</u>	<u>32,401,029</u>
	3.9%	4.8%	4.8%	5.0%	5.3%
\$	<u>33,609,049</u>	<u>33,909,670</u>	<u>34,038,911</u>	<u>31,255,824</u>	<u>30,958,899</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCES
LAST TEN FISCAL YEARS

	2008	2007	2006	2005	2004
Excess of revenues over (under) expenditures	\$ (4,171,335)	\$ (568,165)	\$ (2,566,754)	\$ (1,189,152)	\$ (2,456,365)
Other financing sources (uses)					
Principal on bonds sold	8,510,000	-	-	-	2,370,000
Premium on bonds sold	12,030	-	-	-	(12,465)
Accrued interest on bonds sold	28,511	-	-	-	-
Payments to escrow agent	(1,198,054)	-	-	-	(798,877)
Sale of capital assets	4,816	500	833	800	1,254
Other	(36,166)	215,829	-	-	8,329
Capital lease proceeds	-	-	-	-	819,007
Transfers in	-	750,000	1,461,753	-	2,058,329
Transfers out	-	(750,000)	(1,461,753)	-	(2,058,329)
Total	<u>7,321,137</u>	<u>216,329</u>	<u>833</u>	<u>800</u>	<u>2,387,248</u>
Net change in fund balances	<u>\$ 3,149,802</u>	<u>\$ (351,836)</u>	<u>\$ (2,565,921)</u>	<u>\$ (1,188,352)</u>	<u>\$ (69,117)</u>

* In 2001 the District converted to the modified accrual basis of accounting.

2003	2002	2001*	2000	1999
\$ 1,851,695	\$ 1,938,432	\$ 595,820	\$ 205,443	\$ (1,582,995)
-	-	10,429,015	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	22,024	4,000	12,792
-	-	(2,290,547)	17,000	-
-	-	-	-	-
-	-	-	3,500,000	-
-	-	-	(3,500,000)	-
-	-	8,160,492	21,000	12,792
<u>\$ 1,851,695</u>	<u>\$ 1,938,432</u>	<u>\$ 8,756,312</u>	<u>\$ 226,443</u>	<u>\$ (1,570,203)</u>

WILMETTE PUBLIC SCHOOLS DISTRICT 39
ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN LEVY YEARS

LEVY YEAR	ASSESSED VALUATION				LESS: EXEMPTIONS
	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	RAILROAD	
2007*	N/A	N/A	N/A	160,807	\$ -
2006*	N/A	N/A	N/A	149,785	-
2005*	N/A	N/A	N/A	151,443	-
2004	1,277,288,294	99,465,687	17,886,970	160,449	-
2003	1,018,631,525	85,685,942	13,340,546	146,630	-
2002	1,022,176,212	88,806,187	13,389,907	138,900	-
2001	951,262,674	83,561,292	12,592,534	122,724	-
2000	N/A	N/A	N/A	N/A	-
1999	N/A	N/A	N/A	N/A	-
1998	N/A	N/A	N/A	N/A	-

Source: Cook County Clerk's Office, Department of Tax Extension

* In 2005 the District stopped receiving a breakout of assessed valuation by category

TOTAL ASSESSED VALUE	TOTAL DIRECT RATE	ESTIMATED ACTUAL VALUE
\$ 1,924,556,954	\$ 1.8480	\$ 5,773,670,862
1,513,438,648	2.2610	4,540,315,944
1,519,929,101	2.1502	4,559,787,303
1,394,801,400	2.2375	4,184,404,200
1,117,804,643	2.7062	3,353,413,929
1,124,511,206	2.6095	3,373,533,618
1,047,539,224	2.7420	3,142,617,672
813,803,434	3.4539	2,441,410,302
821,122,098	3.1922	2,463,366,294
793,235,539	3.0870	2,379,706,617

WILMETTE PUBLIC SCHOOLS DISTRICT 39
PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST SEVEN TAX LEVY YEARS

	2007	2006	2005	2004	2003	2002	2001
District direct rates							
Educational	\$ 1.3899	\$ 1.7011	\$ 1.6114	\$ 1.7017	\$ 2.0106	\$ 1.9250	\$ 2.0244
Building (O&M)	0.2044	0.2556	0.2525	0.2660	0.3358	0.3266	0.3615
Transportation	0.0117	0.0147	0.0191	0.0127	0.0253	0.0253	0.0303
Bond and Interest	-	-	-	-	-	-	-
Retirement (IMRF)	0.0260	0.0376	0.0346	0.0366	0.0461	0.0446	0.0504
Social Security	0.0260	0.0315	0.0299	0.0308	0.0373	0.0367	0.0397
Liability Insurance	0.0364	0.0450	0.0382	0.0409	0.0495	0.0473	0.0523
Special Education	0.0156	0.0200	0.0150	0.0158	0.0200	0.0148	0.0158
Working Cash Fund	0.0287	0.0130	0.0312	0.0072	0.0257	0.0325	-
Life Safety	0.0390	0.0534	0.0299	0.0294	0.0357	0.0374	0.0395
Limited Bonds	0.0698	0.0888	0.0884	0.0964	0.1202	0.1193	0.1281
Total rates extended	<u>1.8475</u>	<u>2.2607</u>	<u>2.1502</u>	<u>2.2375</u>	<u>2.7062</u>	<u>2.6095</u>	<u>2.7420</u>
Overlapping rates							
Cook County	0.4460	0.5000	0.5330	0.5930	0.6300	0.6900	0.7460
Cook County Forest Preserve	0.0530	0.0570	0.0600	0.0600	0.0590	0.0610	0.0670
Suburban Tb Sanitarium	-	0.0050	0.0050	0.0010	0.0040	0.0060	0.0070
Consolidated Elections	0.0120	-	0.0140	-	0.0290	-	0.0320
New Trier Township	0.0310	0.0390	0.0370	0.0370	0.0450	0.0430	0.0440
New Trier Road and Bridge	-	-	-	-	-	-	-
New Trier General Assistance	0.0030	0.0030	0.0020	0.0020	0.0030	0.0020	0.0020
Metro Water Reclamation District	0.2630	0.2840	0.3150	0.3470	0.3610	0.3710	0.4010
North Shore Mosquito Abatement Dist.	0.0080	0.0090	0.0080	0.0080	0.0090	0.0090	0.0100
New Trier High School District # 203	1.2990	1.6620	1.5770	1.6210	1.7990	1.9350	1.6110
Oakton Community College # 535	0.1410	0.1660	0.1580	0.1610	0.1860	0.1790	0.1860
Wilmette Park District	0.3600	0.4410	0.4130	0.4400	0.5260	0.5100	0.4250
Village of Wilmette	0.5970	0.7280	0.6710	0.6890	0.7880	0.7390	0.7480
Wilmette Public Library District	0.2450	0.2980	0.2830	0.3150	0.3520	0.3150	0.3090
North Suburban Mass Transit District	-	-	-	-	-	-	-
Total overlapping rate	<u>3.4580</u>	<u>4.1920</u>	<u>4.0760</u>	<u>4.2740</u>	<u>4.7910</u>	<u>4.8600</u>	<u>4.5880</u>
Total direct and overlapping rate	<u>\$ 5.3055</u>	<u>\$ 6.4527</u>	<u>\$ 6.2262</u>	<u>\$ 6.5115</u>	<u>\$ 7.4972</u>	<u>\$ 7.4695</u>	<u>\$ 7.3300</u>

Source: Cook County Clerk

Note: Tax rates are per \$100 of assessed value, the District began compiling this information in 2001, the 2007 overlapping rates are not yet available.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

PRINCIPAL PROPERTY TAXPAYERS IN THE DISTRICT

CURRENT YEAR AND ONE YEAR AGO

TAXPAYER	PERCENTAGE OF	
	2007 EQUALIZED ASSESSED VALUATION	TOTAL 2007 EQUALIZED ASSESSED VALUATION
1630 Sheridan Corporation	\$ 17,581,303	0.91%
Joseph Moss	14,822,850	0.77%
Albertson Prop Tax	6,865,698	0.36%
Baker Demonstration	6,362,777	0.33%
Ger Wilmette LLC	5,611,359	0.29%
Next Wilmette LLC	4,882,456	0.25%
Edith H. Love	4,072,143	0.21%
Wolin Levin	3,971,321	0.21%
MNR CR HLTH SERV	3,328,498	0.17%
Westmoreland Cty Club	<u>3,298,077</u>	<u>0.17%</u>
Total	<u>\$ 70,796,482</u>	<u>3.67%</u>

Taxpayer	PERCENTAGE OF	
	2006 EQUALIZED ASSESSED VALUATION	TOTAL 2006 EQUALIZED ASSESSED VALUATION
1630 Sheridan Corporation	\$ 14,985,015	0.99%
Plaza Del Lago	12,825,065	0.85%
Jewel Food Store	6,496,065	0.43%
3201 LLC	3,797,349	0.25%
Westmoreland Country Club	3,448,421	0.23%
Manor Health Care Corporation	3,156,004	0.21%
Wolin Levin	3,496,960	0.23%
Next Wilmette LLC	3,332,805	0.22%
Greg & Kim Polan	2,296,883	0.15%
LDP Mgmt. Inc.	<u>2,205,642</u>	<u>0.15%</u>
Total	<u>\$ 56,040,209</u>	<u>3.70%</u>

Source: Cook County Clerk

Note: District started compiling this information in 2006. Information from nine years ago was unavailable.

WILMETTE PUBLIC SCHOOLS DISTRICT 39
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN LEVY YEARS

LEVY YEAR	TAXES LEVIED FOR THE LEVY YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
		AMOUNT	PERCENTAGE OF LEVY		AMOUNT	PERCENTAGE OF LEVY
2007	\$ 35,555,053	\$ 16,726,251	47.0%	\$ - *	\$ 16,726,251	47.0%
2006	34,217,143	15,879,969	46.4%	17,598,143	33,478,112	97.8%
2005	32,681,767	15,286,326	46.8%	16,929,210	32,215,536	98.6%
2004	31,220,944	14,893,475	47.7%	16,060,358	30,953,833	99.1%
2003	30,248,598	14,148,215	46.8%	15,910,435	30,058,650	99.4%
2002	29,344,568	13,856,985	47.2%	15,050,415	28,907,400	98.5%
2001	28,722,681	13,534,159	47.1%	14,846,588	28,380,747	98.8%
2000	28,108,129	12,754,946	45.4%	15,402,703	28,157,649	100.2%
1999	26,211,852	11,798,779	45.0%	14,310,704	26,109,483	99.6%
1998	24,486,448	10,840,707	44.3%	13,719,023	24,559,730	95.9%

* At time of report issuance, the total collections in subsequent years of the 2007 levy year was not yet known.

WILMETTE PUBLIC SCHOOLS DISTRICT 39
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

YEAR	GENERAL OBLIGATION BONDS	DEBT CERTIFICATES	CAPITAL LEASES	TOTAL	PERCENTAGE OF PERSONAL INCOME	OUTSTANDING DEBT PER CAPITA
2008	\$ 12,605,000	\$ 4,885,000	\$ 75,131	\$ 17,565,131	0.52%	\$ 635
2007	10,885,000	-	147,029	11,032,029	0.33%	399
2006	11,625,000	-	-	11,625,000	0.34%	420
2005	12,330,000	-	272,699	12,602,699	0.37%	456
2004	13,030,000	-	530,084	13,560,084	0.40%	490
2003	12,065,000	-	-	12,065,000	0.36%	436
2002	12,720,000	-	-	12,720,000	0.38%	460
2001	13,485,000	-	-	13,485,000	0.40%	488
2000	6,535,000	-	-	6,535,000	0.19%	236
1999	7,440,000	-	179,440	7,619,440	0.22%	276

Note: See Demographic and Economic Statistics table for personal and population data.

WILMETTE PUBLIC SCHOOLS DISTRICT 39
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

FISCAL YEAR	GENERAL BONDED DEBT	LESS: AMOUNTS AVAILABLE TO REPAY PRINCIPAL	NET GENERAL BONDED DEBT	PERCENTAGE OF NET GENERAL BONDED DEBT TO ESTIMATED ACTUAL VALUATION	NET GENERAL BONDED DEBT PER CAPITA
2008	\$ 17,490,000	\$ 1,259,204	\$ 16,230,796	N/A	\$ 587
2007	10,885,000	1,213,993	9,671,007	0.50%	350
2006	11,625,000	1,109,001	10,515,999	0.69%	380
2005	12,330,000	1,475,418	10,854,582	0.71%	393
2004	13,030,000	1,410,553	11,619,447	0.83%	420
2003	12,065,000	1,402,881	10,662,119	0.95%	386
2002	12,720,000	1,314,376	11,405,624	1.01%	412
2001	13,485,000	1,354,204	12,130,796	1.16%	439
2000	6,535,000	1,216,418	5,318,582	0.65%	192
1999	7,440,000	1,058,699	6,381,301	0.78%	231
1998	8,290,000	909,117	7,380,883	0.93%	277

WILMETTE PUBLIC SCHOOLS DISTRICT 39
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
AS OF JUNE 30, 2008

GOVERNMENTAL JURISDICTION	DEBT OUTSTANDING	OVERLAPPING PERCENT	NET DIRECT AND OVERLAPPING DEBT
Overlapping debt:			
County			
Cook County	\$ 2,953,610,000	1.210%	\$ 35,738,681
Cook County Forest Preserve	121,270,000	1.210%	1,467,367
Metropolitan Water Reclamation District	1,453,547,772	1.235%	17,951,315
School Districts			
Glenview SSA # 22	9,815	100.000%	9,815
High School School District 203	16,883,557	30.841%	5,207,058
Park Districts			
Wilmette Park District	28,070,000	89.248%	25,051,914
Glenview Park District	14,210,000	2.967%	421,611
Municipalities			
Village of Wilmette	68,480,000	88.990%	60,940,352
Village of Glenview	<u>150,005,000</u>	3.515%	<u>5,272,676</u>
Total overlapping debt	<u>\$ 4,806,086,144</u>		<u>\$ 152,060,788</u>

Source: Cook County Clerk

Note: Percent applicable to School District calculated using assessed valuation of the School District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.
Overlapping governments with no outstanding debt are not reflected.

WILMETTE PUBLIC SCHOOLS DISTRICT 39
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2007

Assessed Valuation	<u>\$ 1,924,556,954</u>	
Debt Limit - 6.9% of Assessed Valuation		\$ 132,794,430
Total Debt Outstanding	\$ 17,565,131	
Less: Exempted Debt	<u>-</u>	
Net Subject to 6.9% Limit		<u>17,565,131</u>
Total Debt Margin		<u>\$ 115,229,299</u>

	2008	2007	2006	2005
Debt Limit	\$ 132,794,430	\$ 104,427,267	\$ 104,875,108	\$ 96,423,208
Total Net Debt Applicable to Limit	<u>17,565,131</u>	<u>11,032,028</u>	<u>11,625,000</u>	<u>12,602,699</u>
Legal Debt Margin	<u>\$ 115,229,299</u>	<u>\$ 93,395,239</u>	<u>\$ 93,250,108</u>	<u>\$ 83,820,509</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	13.23%	10.56%	11.08%	13.07%

Fiscal Year					
2004	2003	2002	2001	2000	1999
\$ 77,591,273	\$ 77,591,273	\$ 72,280,206	\$ 56,152,437	\$ 56,657,425	\$ 54,733,252
<u>13,560,083</u>	<u>12,065,000</u>	<u>12,720,000</u>	<u>12,980,012</u>	<u>6,535,000</u>	<u>7,440,000</u>
<u>\$ 64,031,190</u>	<u>\$ 65,526,273</u>	<u>\$ 59,560,206</u>	<u>\$ 43,172,425</u>	<u>\$ 50,122,425</u>	<u>\$ 47,293,252</u>
17.48%	15.55%	17.60%	23.12%	11.53%	13.59%

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WILMETTE PUBLIC SCHOOLS DISTRICT 39
DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN YEARS

YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME	UNEMPLOYMENT RATE
2008	27,651	\$ 122,515	\$ 55,611	N/A*
2007	27,651	122,515	55,611	2.6%
2006	27,651	122,515	55,611	2.7%
2005	27,651	122,515	55,611	3.6%
2004	27,651	122,515	55,611	3.9%
2003	27,651	122,515	55,611	4.4%
2002	27,651	122,515	55,611	3.4%
2001	27,651	122,515	55,611	2.4%
2000	27,651	122,515	55,611	1.6%
1999	27,651	122,515	55,611	1.7%
1998	26,690	81,568	30,182	1.8%

SOURCE OF INFORMATION: Illinois Department of Employment Security

* At time of report issuance the 2008 unemployment rates were not available.

WILMETTE PUBLIC SCHOOLS DISTRICT 39

PRINCIPAL EMPLOYERS

CURRENT YEAR AND ONE YEAR AGO

2008			
EMPLOYER		EMPLOYEES	PERCENTAGE OF TOTAL EMPLOYMENT
Wilmette Park District	Parks and recreation	800 **	33%
Wilmette School District Number 39	Public elementary schools	621 *	25%
Carson Pirie Scott & Co.	Retail department store	390	16%
Village of Wilmette	Village government	250	10%
Koenig & Strey GMAC Real Estate	Headquarters, real estate agency	130	5%
F.J. Kerrigan Plumbing Co.	Plumbing, heating and air conditioning services	65	3%
North Suburban Patrol Inc.	Commercial and residential security service and police patrol	60	2%
Chase Bank, Div of JP Morgan & Chase Co.	Branch bank	50	2%
Bierdeman Paper Box., Inc.	Manufactures set up paperboard boxes	45	2%
Homers Ice Cream Inc.	Bulk ice cream, restaurant	45	2%
		<u>2,456</u>	<u>100%</u>
2007			
EMPLOYER		EMPLOYEES	PERCENTAGE OF TOTAL EMPLOYMENT
Kraft Kitchens Innovation Center	Food products research, development and kitchen testing	N/A	N/A
ABT Electronics	Retail appliances and electronics	N/A	N/A
Anixter International, Inc.	Corporate headquarters - voice, video, data and power wiring systems products	N/A	N/A
Glenbrook Hospital	General Hospital	N/A	N/A
Wilmette School District 39	Education	N/A	N/A
Pearson Scott Foresman	Textbook and learning material printing	N/A	N/A
Pioneer Press Inc.	Newspaper publishing	N/A	N/A
Guarantee Trust Life Insurance Co.	Life and health insurance services	N/A	N/A
North American Corp. of Illinois	Paper wholesaler and distributor	N/A	N/A
Glenview State Bank	Banking services	N/A	N/A

Source: Phone canvass of employers, Illinois Services and Manufacturers Directories, Harris Illinois Industrial Directory, and Illinois Department of Commerce and Economic Opportunity

Note: District began compiling the information in 2007. Information from nine years ago was unavailable.

* Includes part-time employees

** Includes seasonal employees

WILMETTE PUBLIC SCHOOLS DISTRICT 39

NUMBER OF EMPLOYEES BY TYPE

LAST TEN FISCAL YEARS

	2007 - 2008	2006 - 2007	2005 - 2006	2004 - 2005	2003 - 2004	2002 - 2003	2001 - 2002	2000 - 2001	1999 - 2000	1998 - 1999
Administration:										
Superintendent	1	1	1	1	1	1	1	1	1	1
District Administrators	5	3	3	4	4	4	4	4	4	3
Principals and Assistants	11	10	10	10	8	8	8	8	8	8
Total administration	<u>17</u>	<u>14</u>	<u>14</u>	<u>15</u>	<u>13</u>	<u>13</u>	<u>13</u>	<u>13</u>	<u>13</u>	<u>12</u>
Teachers:										
Elementary (K-4)	89	89	90	89	92	90	87	88	85	85
Middle (5-6)	35	34	34	32	32	32	32	32	31	31
Jr. High (7-8)	34	33	34	36	36	35	36	34	36	34
Art	9	8	9	8	9	7	7	7	7	7
Music	12	12	12	12	12	11	10	10	9	9
Drama	4	2	3	3	3	3	3	3	3	3
Foreign language	21	19	18	12	12	11	11	11	11	10
Library media specialist	6	6	6	6	6	6	6	6	6	6
Physical education	20	19	19	17	17	17	17	16	16	16
Special education and bilingual	88	72	66	61	53	52	46	40	36	34
Curriculum differentiation/gifted	8	8	8	8	8	10	8	6	6	6
Curriculum Coordinators	1	4	3	3	4	2	2	1	-	-
Psychologists	6	5	5	5	5	5	5	4	-	-
Certified school nurse	-	-	1	1	1	1	-	-	-	-
Social workers and counselors	10	8	8	8	8	7	8	8	7	7
Technology	8	8	8	8	8	8	7	7	7	7
Total teachers	<u>351</u>	<u>327</u>	<u>322</u>	<u>309</u>	<u>305</u>	<u>297</u>	<u>283</u>	<u>272</u>	<u>259</u>	<u>254</u>
Other supporting staff:										
Clerical 10 month	11	18	18	19	19	19	18	18	17	n/a
Clerical 12 month	13	13	14	12	12	12	13	11	13	n/a
Classroom assistants	22	22	24	24	23	23	24	24	20	n/a
Reading assistants	3	3	3	3	4	4	3	3	7	n/a
Special education assistants	81	79	85	72	67	75	68	56	51	n/a
Technology	5	6	6	6	5	3	3	1	1	n/a
Maintenance, custodians and warehouse	40	39	38	38	38	37	34	33	30	n/a
Food Service	18	17	17	17	17	17	16	16	16	n/a
Transportation	10	11	9	12	10	10	12	13	11	n/a
Nurses	7	7	6	6	6	6	7	8	7	n/a
Occupation and physical therapists	5	4	5	3	3	3	2	-	-	n/a
Total support staff	<u>215</u>	<u>219</u>	<u>225</u>	<u>211</u>	<u>204</u>	<u>209</u>	<u>199</u>	<u>183</u>	<u>173</u>	<u>-</u>
Total staff	<u>583</u>	<u>560</u>	<u>562</u>	<u>534</u>	<u>521</u>	<u>519</u>	<u>496</u>	<u>468</u>	<u>445</u>	<u>266</u>

Note: The District began collecting detailed information for non-certified staff in 2000.

Source: Obtained from the District's Human Resources department

WILMETTE PUBLIC SCHOOLS DISTRICT 39**OPERATING INDICATORS BY FUNCTION**LAST TEN FISCAL YEARS

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	EXPENSES	COST PER PUPIL
2008	3,703	\$ 36,052,357	\$ 9,736	-1.54%	\$ 48,215,745	\$ 13,021
2007	3,662	36,208,102	9,888	-1.28%	43,700,055	11,933
2006	3,615	36,208,102	10,016	9.11%	41,822,555	11,569
2005	3,583	32,891,001	9,180	-8.23%	38,465,662	10,736
2004	3,544	35,449,125	10,003	9.91%	37,071,129	10,460
2003	3,555	32,353,529	9,101	12.07%	33,548,991	9,437
2002	3,338	27,108,206	8,121	6.16%	35,685,809	10,691
2001	3,129	25,432,228	7,650	-2.87%	35,744,426	11,424
2000	3,167	24,941,776	7,876	-0.28%	32,827,160	10,365
1999	3,031	23,938,127	7,898	29.03%	32,401,029	10,690
1998	3,352	20,516,391	6,121	0.11%	31,244,932	9,321

PERCENTAGE CHANGE	TEACHING STAFF	PUPIL - TEACHER RATIO	PERCENTAGE OF STUDENTS RECEIVING FREE OR REDUCED PRICE- MEALS
9.12%	330	11.3	0.30%
3.15%	327	11.4	0.30%
7.76%	322	11.7	0.30%
2.64%	309	11.7	0.22%
10.84%	305	11.9	0.14%
-11.73%	297	12.6	0.14%
-6.42%	283	12.3	0.09%
10.22%	272	12.1	0.09%
-3.04%	259	12.5	0.09%
14.69%	254	11.9	0.10%
6.64%	237	14.1	0.09%

WILMETTE PUBLIC SCHOOLS DISTRICT 39**SCHOOL BUILDING INFORMATION****LAST TEN FISCAL YEARS**

	2008	2007	2006	2005	2004
Harper School					
Square Feet	47,000	47,000	47,000	47,000	47,000
Capacity (Students)	456	456	456	456	456
Enrollment	444	439	418	387	420
Romona School					
Square Feet	77,500	77,500	77,500	77,500	77,500
Capacity (Students)	528	528	528	528	528
Enrollment	489	512	516	479	493
Central School					
Square Feet	76,000	76,000	76,000	76,000	76,000
Capacity (Students)	696	696	696	696	696
Enrollment	570	542	564	576	576
McKenzie School					
Square Feet	69,000	69,000	69,000	69,000	69,000
Capacity (Students)	624	624	624	624	624
Enrollment	478	478	489	523	509
Wilmette Junior High					
Square Feet	113,000	113,000	113,000	113,000	113,000
Capacity (Students)	917	917	917	917	917
Enrollment	879	834	806	808	802
Highcrest Middle School					
Square Feet	123,425	123,425	123,425	123,425	123,425
Capacity (Students)	850	850	850	850	850
Enrollment	843	857	822	810	796
Mikaelian Education Center					
Square Feet	23,560	23,560	23,560	23,560	23,560

Source: District records

2003	2002	2001	2000	1999
47,000	47,000	47,000	47,000	47,000
456	456	456	456	456
387	377	392	381	394
77,500	77,500	77,500	77,500	77,500
528	528	528	528	528
453	439	433	459	456
76,000	76,000	76,000	76,000	76,000
696	696	696	696	696
572	576	579	587	561
69,000	69,000	69,000	69,000	69,000
624	624	624	624	624
517	499	486	500	519
113,000	113,000	113,000	113,000	113000
917	917	917	917	917
840	784	754	776	735
123,425	123,425	123,425	100,000	100,000
850	850	850	675	675
786	794	802	767	775
23,560	23,560	23,560	23,560	23,560

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WILMETTE PUBLIC SCHOOLS DISTRICT 39

MISCELLANEOUS STATISTICS

JUNE 30, 2008

Location:	Approximately 15 miles north of Chicago's "Loop" bordering Lake Michigan and comprised mostly of the Village of Wilmette and a small portion of Glenview.
Date of Organization:	1901
Number of Schools:	6
Area Served:	4.4 sq miles
Median Home Value:	\$441,600
Student Enrollment:	3,703
Certified Teaching Staff:	330
Pupil/Teacher Ratio:	11.2
Faculty Holding Master's Degree	64.5%

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