

BUTLER ELEMENTARY SCHOOL
DISTRICT NO. 53

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2009
AND
INDEPENDENT AUDITOR'S REPORT

This page has been intentionally left blank.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

TABLE OF CONTENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Page(s)

Independent Auditor's Report

1 - 2

Required Supplementary Information

Management's Discussion and Analysis (MD&A) - Unaudited

3 - 10

Basic Financial Statements

Government-Wide Financial Statements

Statement of Net Assets - Modified Cash Basis

11

Statement of Activities - Modified Cash Basis

12

Fund Financial Statements

Balance Sheet - Modified Cash Basis - Governmental Funds

13 - 14

Reconciliation of the Governmental Funds -

Balance Sheet - Modified Cash Basis to the Statement of Net Assets - Modified Cash Basis

15

Statement of Revenues, Expenditures and

Changes in Fund Balances - Modified Cash Basis - Governmental Funds

16 - 17

Reconciliation of the Governmental Funds - Statement

of Revenues, Expenditures and Changes in Fund

Balances - Modified Cash Basis to the Statement of Activities - Modified Cash Basis

18

Statement of Fiduciary Assets and Liabilities - Agency Fund - Modified Cash Basis

19

Notes to Basic Financial Statements

20 - 33

Required Supplementary Information

Historical Pension Information

Illinois Municipal Retirement Fund -

Schedule of Employer's Contributions and

Analysis of Funding Progress

34

This page has been intentionally left blank.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

TABLE OF CONTENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Page(s)

Required Supplementary Information - (Continued)

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

General (Educational) Fund	35 - 39
Operations and Maintenance Fund	40 - 41
Transportation Fund	42
Municipal Retirement/Social Security Fund	43 - 44
Working Cash Fund	45
Notes to Required Supplementary Information	46

Supplementary Information

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

Debt Service Fund	47
Fire Prevention and Life Safety Fund	48
Schedule of Changes in Assets and Liabilities - Agency Funds	49
Operating Cost and Tuition Charge	50
General Obligation School Bonds Series 2004, Issue September 1, 2004	51
Debt Certificates Series 2006, Issue April 1, 2006	52

This page has been intentionally left blank.



BAKER TILLY

Baker Tilly Virchow Krause, LLP
1301 W 22nd St, Ste 400
Oak Brook, IL 60523-3389
tel 630 990 3131
fax 630 990 0039
bakertilly.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Butler Elementary School District No. 53
2801 York Road
Oak Brook, IL 60523

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Butler Elementary School District No. 53, as of and for the year ended June 30, 2009, which collectively comprise Butler Elementary School District No. 53's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Butler Elementary School District No. 53'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 - modified cash basis and the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances - modified cash basis has been derived from Butler Elementary School District No. 53's 2008 financial statements. In our report dated September 15, 2008, we expressed qualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information because Butler Elementary School District No. 53 prepares its financial statements on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

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.

As described in Note 1, Butler Elementary School District No. 53 prepares its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position - modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of Butler Elementary School District No. 53 as of June 30, 2009, and the respective changes in financial position - modified cash basis thereof for the year then ended in conformity with the basis of accounting described in Note 1.

Board of Education
Butler Elementary School District No. 53

In accordance with Government Auditing Standards, we have also issued a report dated October 7, 2009 on our consideration of Butler Elementary School District No. 53'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.

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 Butler Elementary School District No. 53'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 2009 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, 2009, taken as a whole. We also have previously audited, in accordance with auditing standards generally accepted in the United States, Butler Elementary School District No. 53's basic financial statements for the year ended June 30, 2008, which are not presented with the accompanying financial statements. In our report dated September 15, 2008, we expressed qualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information because Butler Elementary School District No. 53 prepares its financial statements on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. In our opinion, the 2008 supplementary information 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, on the basis of accounting referenced above.

Oak Brook, Illinois
October 7, 2009

Bohn Tilly Vuchow Krause, LLP

Butler Elementary School District No. 53

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2009

The discussion and analysis of Butler Elementary School District No. 53's (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2009. 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

- In total, net assets increased by \$1.0. This represents a 9% increase from 2008. Revenues exceeded expenditures by \$0.6 over all operating funds.
- General revenues accounted for \$8.9 in revenue or 86% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$1.4 or 14% of total revenues of \$10.3.
- The District had \$9.3 in expenses related to government activities. However, only \$1.4 of these expenses were offset by program specific charges and grants.
- During the year, the school district performed \$1.2 in building renovations, utilizing its fund balances to pay for these improvements.
- The District continued to pay down its long term debt retiring \$0.2 million in fiscal 2009.
- Student fees were reevaluated and it was determined that registration fees for the 2009-2010 school year should be increased by 5%. It was also determined that a bus fee (\$200/per family) would be charged to offset the cost of regular transportation for the 2009-2010 school year. The majority of these fees were collected at the close of FY09.
- Due to the current market conditions, interest income exceeded projections by \$0.1. Over the past year, the District worked with the Proviso Township Treasurer to obtain the best rates possible.
- The District outsourced food service to an independent contractor, and as such, only reimbursed Quest Management for food service for students who qualified for free and reduced lunch service. The bus transportation contract was rebid establishing a new baseline for future transportation fees and more specific requirements for equipment and personnel. Bus fees increased by 4% for FY09 over FY08.
- Results for the year in the General (Educational) Fund exceeded the FY09 budget by \$0.6.
- Operations and maintenance expenditures were less than anticipated in the FY09 budget by \$0.5. The majority of payments for 2009 summer construction and outstanding payments for 2007 summer construction were not requested prior to June 30, 2009. Additional savings came from utilities and telephone expenditures under the FY09 budget amount.
- The District undertook a comprehensive inventory program to more completely and accurately capture all capital and fixed assets contained within each school building.

Butler Elementary School District No. 53

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2009

Overview of the Financial Statements

This discussion and analysis are 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 basic 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.

The statement of net assets modified cash basis presents information on all District assets and liabilities arising from cash transactions, with the difference between the two reported as net assets. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statements of activities modified cash basis presents information showing how the government's net assets changed during the fiscal year being reported. All changes in net assets are reported with cash is received and disbursed. Additionally, activity related to acquisition, depreciation and year end balances of capital assets, as well as year end balances and related changes in long term debt in its government wide financial statements are reported.

The government wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business type activities; that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include instructional services (regular education, special education 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.

Butler Elementary School District No. 53
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

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) Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Working Cash Fund, Debt Service Fund, and Fire Prevention and Safety Fund, all of which are considered to be major funds.

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.

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 basic financial statements

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

Other information

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

Butler Elementary School District No. 53
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

District-Wide Financial Analysis

The District's combined net assets were higher on June 30, 2009, than they were the year before, increasing 9% to \$11.8.

*Table 1
Condensed Statement of Net Assets
(in millions of dollars)*

	<u>2008</u>	<u>2009</u>
Assets:		
Current and other assets	\$ 8.0	\$ 8.6
Capital Assets	<u>4.5</u>	<u>4.7</u>
Total assets	<u>12.5</u>	<u>13.3</u>
Liabilities:		
Current liabilities	0.1	-
Long-term debt outstanding	<u>1.6</u>	<u>1.5</u>
Total liabilities	<u>1.7</u>	<u>1.5</u>
Net assets:		
Invested in capital assets, net of related debt	2.9	3.3
Restricted	0.3	0.3
Unrestricted	<u>7.6</u>	<u>8.2</u>
Total net assets	<u>\$ 10.8</u>	<u>\$ 11.8</u>

Revenues in the governmental activities of the District of \$10.3 exceeded expenditures by \$1.0. This was attributable primarily to revenues exceeding anticipated expenditures by \$0.6, a higher CPI (4.1%) used to calculate property taxes for half the fiscal year, and the retirement of long-term debt.

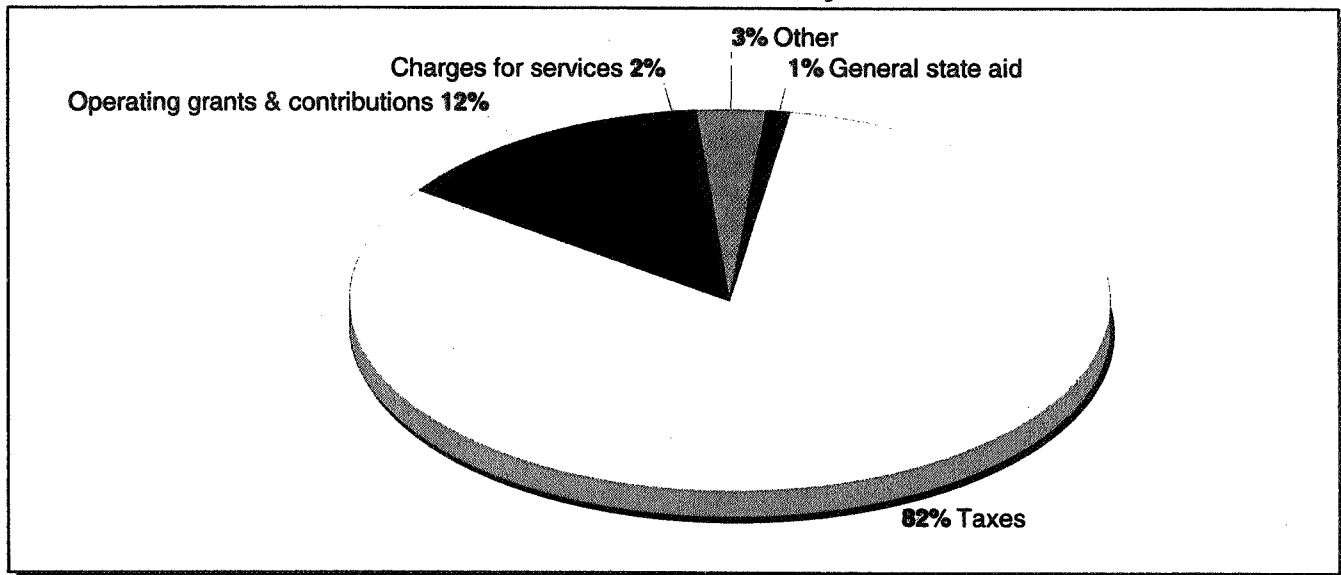
Butler Elementary School District No. 53
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

<i>Table 2</i> <i>Change in Net Assets</i> <i>(in millions of dollars)</i>		
	<u>2008</u>	<u>2009</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 0.3	\$ 0.2
Operating grants & contributions	0.9	1.2
<i>General revenues:</i>		
Taxes	8.0	8.5
General state aid	0.1	0.1
Other	<u>0.8</u>	<u>0.3</u>
Total revenues	<u>10.1</u>	<u>10.3</u>
Expenses:		
Instruction	5.4	5.5
Pupil & instructional staff services	1.2	1.2
Administration & business	1.3	1.3
Transportation	0.3	0.4
Operations & maintenance	0.8	0.8
Other	<u>0.1</u>	<u>0.1</u>
Total expenses	<u>9.1</u>	<u>9.3</u>
Excess (deficiency) of revenues over expenses before special items	<u>1.0</u>	<u>1.0</u>
Increase (decrease) in net assets	<u>\$ 1.0</u>	<u>\$ 1.0</u>

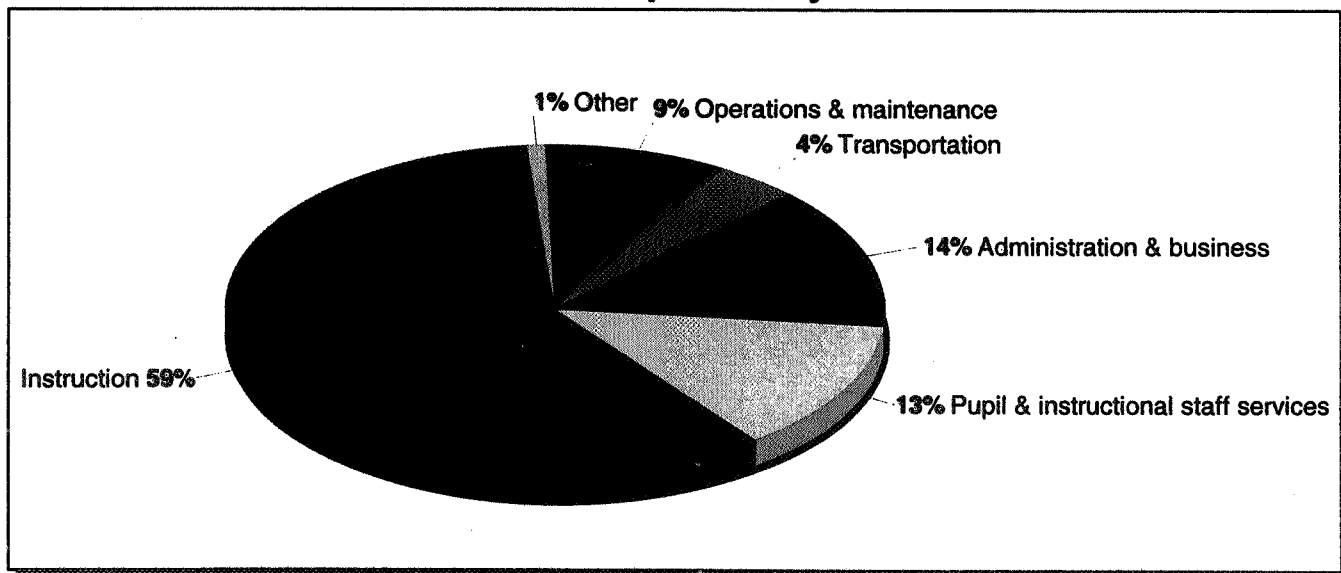
Property taxes accounted for the largest portion of the District's revenues, contributing 81%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$9.3, mainly related to instructing and caring for the students and student transportation 76%.

Butler Elementary School District No. 53
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

The District's Governmental Funds balance increased from \$7.8 to \$8.5.

General Fund Budgetary Highlights

Revenues exceeded budget in the General (Educational) Fund by \$1.6, while expenditures approximated budget. This resulted in a net surplus for the year of \$0.6.

Butler Elementary School District No. 53

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2009

Capital Assets and Debt Administration

Capital assets

By the end of 2009, the District had compiled a total investment of \$11.0 (\$4.8 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$0.3. More detailed information about capital assets can be found in Note 5 of the basic financial statements.

<i>Table 3</i> <i>Capital Assets (net of depreciation)</i> <i>(in millions of dollars)</i>			
	<u>2008</u>		<u>2009</u>
Land	\$ 0.3	\$	0.3
Construction in progress	1.3		-
Building Improvements	2.8		4.3
Equipment	0.1		0.2
Total	<u>\$ 4.5</u>	<u>\$</u>	<u>4.8</u>

Long-term debt

The District retired \$0.1 in bonds in 2009. Debt Certificates were reduced by \$0.075. At the end of fiscal 2009, the District had a debt margin of \$70.7. More detailed information on long-term debt can be found in Note 7 of the basic financial statements.

<i>Table 4</i> <i>Outstanding Long-Term Debt</i> <i>(in millions of dollars)</i>			
	<u>2008</u>		<u>2009</u>
General Obligation Bonds	\$ 0.9	\$	0.8
Debt Certificates	0.7		0.6
Total	<u>\$ 1.6</u>	<u>\$</u>	<u>1.4</u>

Factors Bearing on the District's Future

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

- The CPI used to calculate the property tax levy for 2009 is 0.1%, which will negatively impact revenue for the FY10 and FY11.
- The State of Illinois financial condition may negatively affect anticipated revenues in FY10 and FY11.
- Outstanding payments for summer 2009 construction will be made in FY10, which total \$830,000. In addition, payment for summer 2007 construction in the amount of \$141,000 is obligated for payment in FY10, pending architect certification.
- Approximately \$3.77 have been expended from the Operation and Maintenance Fund to renovate Brook Forest School and Butler Junior High School over the past four years.

Butler Elementary School District No. 53
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

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. Sandra Martin
Butler Elementary School District No. 53
2801 York Road
Oak Brook, IL 60523

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

STATEMENT OF NET ASSETS - MODIFIED CASH BASIS

JUNE 30, 2009

	GOVERNMENTAL ACTIVITIES
Assets	
Cash and investments	\$ 8,558,490
Capital assets:	
Land	269,291
Depreciable buildings, property and equipment, net	<u>4,472,235</u>
Total assets	<u>13,300,016</u>
Liabilities	
Payroll deductions payable	44,050
Long-term liabilities:	
Other long-term liabilities - due within one year	200,000
Other long-term liabilities - due after one year	<u>1,220,000</u>
Total liabilities	<u>1,464,050</u>
Net assets	
Invested in capital assets, net of related debt	3,321,526
Restricted for:	
Retirement benefits	197,667
Debt service	106,169
Capital projects	5,078
Unrestricted	<u>8,205,526</u>
Total net assets	<u>\$ 11,835,966</u>

See Notes to Basic Financial Statements

This page has been intentionally left blank.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

FOR THE YEAR ENDED JUNE 30, 2009

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES) REVENUE AND CHANGES IN NET ASSETS
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	
Governmental activities				
Instruction:				
Regular programs	\$ 3,665,100	\$ 209,967	\$ 3,416	\$ (3,451,717)
Special programs	954,363	-	311,151	(643,212)
Other instructional programs	139,271	-	-	(139,271)
State retirement contributions	790,571	-	790,571	-
Support Services:				
Pupils	462,154	-	712	(461,442)
Instructional staff	705,388	-	15,394	(689,994)
General administration	529,030	-	-	(529,030)
School administration	428,698	-	-	(428,698)
Business	327,779	444	15,479	(311,856)
Transportation	446,078	28,632	29,073	(388,373)
Operations and maintenance	811,460	18,535	-	(792,925)
Interest and fees	55,031	-	-	(55,031)
Total governmental activities	<u>\$ 9,314,923</u>	<u>\$ 257,578</u>	<u>\$ 1,165,796</u>	<u>(7,891,549)</u>

General revenues:

Taxes:

Real estate taxes, levied for general purposes	6,422,142
Real estate taxes, levied for specific purposes	1,545,765
Real estate taxes, levied for debt service	156,586
Personal property replacement taxes	350,435
State aid-formula grants	85,505
Investment income	315,949
Miscellaneous	17,777
Total general revenues	<u>8,894,159</u>

Change in net assets 1,002,610

Net assets, beginning of year, as restated 10,833,356

Net assets, end of year \$ 11,835,966

See Notes to Basic Financial Statements

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**GOVERNMENTAL FUNDS****BALANCE SHEET - MODIFIED CASH BASIS****JUNE 30, 2009****WITH COMPARATIVE TOTALS FOR JUNE 30, 2008**

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash and investments	\$ 6,506,690	\$ 980,902	\$ 422,137	\$ 214,535
Total assets	<u>\$ 6,506,690</u>	<u>\$ 980,902</u>	<u>\$ 422,137</u>	<u>\$ 214,535</u>
Liabilities and fund balance				
Payroll deductions payable	\$ 34,123	\$ (6,941)	\$ -	\$ 16,868
Total liabilities	<u>34,123</u>	<u>(6,941)</u>	<u>-</u>	<u>16,868</u>
Fund balance				
Unreserved fund balance:				
Undesignated	<u>6,472,567</u>	<u>987,843</u>	<u>422,137</u>	<u>197,667</u>
Total fund balance	<u>6,472,567</u>	<u>987,843</u>	<u>422,137</u>	<u>197,667</u>
Total liabilities and fund balance	<u>\$ 6,506,690</u>	<u>\$ 980,902</u>	<u>\$ 422,137</u>	<u>\$ 214,535</u>

See Notes to Basic Financial Statements

WORKING CASH FUND	DEBT SERVICE FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2009	2008
<u>\$ 322,979</u>	<u>\$ 106,169</u>	<u>\$ 5,078</u>	<u>\$ 8,558,490</u>	<u>\$ 7,928,162</u>
<u>\$ 322,979</u>	<u>\$ 106,169</u>	<u>\$ 5,078</u>	<u>\$ 8,558,490</u>	<u>\$ 7,928,162</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,050</u>	<u>\$ 53,859</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>44,050</u>	<u>53,859</u>
<u>322,979</u>	<u>106,169</u>	<u>5,078</u>	<u>8,514,440</u>	<u>7,874,303</u>
<u>322,979</u>	<u>106,169</u>	<u>5,078</u>	<u>8,514,440</u>	<u>7,874,303</u>
<u>\$ 322,979</u>	<u>\$ 106,169</u>	<u>\$ 5,078</u>	<u>\$ 8,558,490</u>	<u>\$ 7,928,162</u>

This page has been intentionally left blank.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

RECONCILIATION OF THE GOVERNMENTAL FUNDS

**BALANCE SHEET - MODIFIED CASH BASIS TO THE STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
JUNE 30, 2009**

Total fund balances - governmental funds - Modified Cash Basis \$ 8,514,440

Amounts reported for governmental activities in the Statement of Net Assets -
Modified Cash Basis are different because:

Net capital assets used in governmental activities and included in the Statement of
Net Assets - Modified Cash Basis do not require the expenditure of financial
resources and, therefore, are not reported in the governmental funds balance
sheet - Modified Cash Basis. 4,741,526

Long-term liabilities included in the Statement of Net Assets - Modified Cash Basis
are not due and payable in the current period and, therefore, are not reported in
the governmental funds balance sheet - Modified Cash Basis. (1,420,000)

Net assets of governmental activities - Modified Cash Basis \$ 11,835,966

See Notes to Basic Financial Statements

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2008

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 6,422,142	\$ 1,009,816	\$ 354,685	\$ 181,264
Corporate personal property replacement taxes	117,200	225,435	-	7,800
State aid	1,119,704	-	29,073	-
Federal aid	126,926	-	-	-
Investment income	240,888	32,704	17,230	4,375
Other	199,520	22,801	28,632	-
Total revenues	<u>8,226,380</u>	<u>1,290,756</u>	<u>429,620</u>	<u>193,439</u>
Expenditures				
Current:				
Instruction:				
Regular programs	3,493,431	-	-	36,296
Special programs	622,119	-	-	45,209
Other instructional programs	132,222	-	-	1,913
State retirement contributions	790,571	-	-	-
Support Services:				
Pupils	435,317	-	-	9,759
Instructional staff	634,805	-	-	11,916
General administration	493,811	-	-	15,177
School administration	395,183	-	-	17,689
Business	238,558	-	-	15,612
Transportation	-	-	446,078	-
Operations and maintenance	-	755,609	-	30,259
Payments to other districts and gov't units	261,450	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	106,443	432,938	-	-
Total expenditures	<u>7,603,910</u>	<u>1,188,547</u>	<u>446,078</u>	<u>183,830</u>
Excess (deficiency) of revenues over expenditures	<u>622,470</u>	<u>102,209</u>	<u>(16,458)</u>	<u>9,609</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfer out	-	(99,840)	-	-
Total other financing sources (uses)	<u>-</u>	<u>(99,840)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	622,470	2,369	(16,458)	9,609
Fund balance, beginning of year	<u>5,850,097</u>	<u>985,474</u>	<u>438,595</u>	<u>188,058</u>
Fund balance, end of year	<u>\$ 6,472,567</u>	<u>\$ 987,843</u>	<u>\$ 422,137</u>	<u>\$ 197,667</u>

See Notes to Basic Financial Statements

WORKING CASH FUND	DEBT SERVICE FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2009	2008
\$ -	\$ 156,586	\$ -	\$ 8,124,493	\$ 7,629,628
-	-	-	350,435	399,742
-	-	-	1,148,777	952,487
-	-	-	126,926	31,119
16,217	4,531	4	315,949	390,836
-	-	-	250,953	678,450
<u>16,217</u>	<u>161,117</u>	<u>4</u>	<u>10,317,533</u>	<u>10,082,262</u>
-	-	-	3,529,727	3,683,650
-	-	-	667,328	699,418
-	-	-	134,135	137,959
-	-	-	790,571	651,339
-	-	-	445,076	469,105
-	-	-	646,721	531,464
-	-	-	508,988	497,948
-	-	-	412,872	391,460
-	-	-	254,170	371,123
-	-	-	446,078	315,020
-	-	-	785,868	749,708
-	-	-	261,450	205,085
-	200,000	-	200,000	190,000
-	55,031	-	55,031	60,895
-	-	-	539,381	1,553,839
<u>-</u>	<u>255,031</u>	<u>-</u>	<u>9,677,396</u>	<u>10,508,013</u>
<u>16,217</u>	<u>(93,914)</u>	<u>4</u>	<u>640,137</u>	<u>(425,751)</u>
-	99,840	-	99,840	800,000
-	-	-	(99,840)	(800,000)
-	99,840	-	-	-
<u>16,217</u>	<u>5,926</u>	<u>4</u>	<u>640,137</u>	<u>(425,751)</u>
<u>306,762</u>	<u>100,243</u>	<u>5,074</u>	<u>7,874,303</u>	<u>8,300,055</u>
<u>\$ 322,979</u>	<u>\$ 106,169</u>	<u>\$ 5,078</u>	<u>\$ 8,514,440</u>	<u>\$ 7,874,304</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
- MODIFIED CASH BASIS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2009

Net change in fund balances - total governmental funds - Modified Cash Basis \$ 640,137

Amounts reported for governmental activities in the Statement of Activities -
Modified Cash Basis are different because:

Governmental funds report capital outlay as expenditures. However in the Statement of Activities - Modified Cash Basis, 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 exceeds depreciation expense in the current period.

162,473

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 current year principal repayments exceed proceeds from current year long-term financing arrangements.

200,000

Change in net assets of governmental activities - Modified Cash Basis

\$ 1,002,610

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - MODIFIED CASH BASIS
JUNE 30, 2009

AGENCY
STUDENT
ACTIVITY
FUND

Assets

Cash and investments	\$ 15,465
Total assets	<u>\$ 15,465</u>

Liabilities

Due to student groups	\$ 15,465
Total liabilities	<u>\$ 15,465</u>

See Notes to Basic Financial Statements

This page has been intentionally left blank.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Butler Elementary School District No. 53 (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 modified cash basis of accounting as applicable to the local governmental units of this type. This modified basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. 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 Statements has 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. 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 cash disbursements of a given function are offset by program receipts. Direct cash disbursement are those that are clearly identifiable with a specific function. Program receipts 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 receipts are reported instead as general receipts.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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, receipts and cash disbursements. 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 and the fund financial statements are reported using the modified cash basis of accounting. Assets, liabilities, net assets, revenues, and expenditures are recognized when they result from cash transactions with a provision for depreciation in the government-wide statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In the government-wide financial statements, governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as described above. In the governmental fund financial statements, the current financial resources measurement focus is used. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period.

As a result of the use of the modified cash basis of accounting, certain assets and their related revenues, (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the District utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

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 building(s) 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 local property taxes and state reimbursement grants.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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.

Debt Service 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 and transfers from other funds.

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.

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 cost.

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.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2008 levy resolution was approved during the December 8, 2008 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 tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

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 2008 and 2007 tax levies were 4.1% and 2.5%, respectively.

Property taxes are collected by the County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 60 days of the respective installment dates.

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.

Capital Assets

Capital assets, which include land, land improvements, buildings, building improvements, vehicles, machinery, 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 2008, 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	50
Land Improvements	20
Equipment	5-10

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.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

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.

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, 2008, 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.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**NOTES TO BASIC FINANCIAL STATEMENTS**

JUNE 30, 2009

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**Excess of Expenditures over Budget**

For the year ended June 30, 2009, expenditures exceeded budget in the Transportation Fund by \$20,078 and the Debt Service Fund by \$99,860. These excesses were funded by available fund balances.

NOTE 3 - DEPOSITS AND INVESTMENTS

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

	Government- wide	Fiduciary	Total
Cash and investments	\$ 8,558,490	\$ 15,465	\$ 8,573,955
Total	<u>\$ 8,558,490</u>	<u>\$ 15,465</u>	<u>\$ 8,573,955</u>

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

	Cash	Investments	Total
Deposits with financial institutions	\$ 42,326	\$ 2,142,000	\$ 2,184,326
Other investments	-	6,389,629	6,389,629
Total	<u>\$ 42,326</u>	<u>\$ 8,531,629</u>	<u>\$ 8,573,955</u>

At year end, the District had the following investments:

Investment Type	Fair Value	Weighted Average Maturity (In years)
U.S. Government Agencies	\$ 4,469,157	17.59
Commercial Paper	1,097,824	0.07
Illinois Funds	316,993	-
Northern Trust Sweep Money Market	505,650	-
Total	<u>\$ 6,389,624</u>	

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the District's policy states the objectives of the District's investment activities to be meeting the school district's need for safety, liquidity, rate of return, and diversification, and its general performance. Maturity information on other investments is shown in the table above.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 3 - DEPOSITS AND INVESTMENTS - (CONTINUED)

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized rating organizations (NRSRO's). The District has no investment policy that would further limit its investment choices. At June 30, 2009, the District's investment in commercial paper had ratings of A1-P1. At June 30, 2009, the District's investment in government securities had ratings of Moody's Aaa/S&P AAA.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. The fund is not registered with the SEC as an investment company. Investments are each rated AAAM 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 AAAM and are valued at Illinois Funds' share price, which is the price for which the investment could be sold.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's investment policy requires diversification of the investment portfolio to minimize risk of loss arising 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, 2009, the District held more than 5% of its other investments portfolio in the following: Harley Davidson Commercial Paper (7.81%); BMW US Capital Commercial Paper (9.37%), (Federal Farm Credit Bank (23.58%), (Federal National Mortgage Association (22.74%) and Federal Home Loan Mortgage Corporation (23.62%).

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, 2009, the bank balance of the District's deposit with financial institutions totaled \$2,451,392, all of which was fully collateralized or 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.

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.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 4 - INTERFUND TRANSFERS

Also during the year, the Board of Education transferred \$99,840 from the Operations and Maintenance Fund to the Debt Service Fund for payment of debt certificates.

State law requires the above transfer.

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the District for the year ended June 30, 2009 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	\$ 269,291	\$ -	\$ -	\$ 269,291
Construction in progress	<u>1,337,742</u>	<u>-</u>	<u>1,337,742</u>	<u>-</u>
Total capital assets not being depreciated	<u>1,607,033</u>	<u>-</u>	<u>1,337,742</u>	<u>269,291</u>
<u>Capital assets being depreciated:</u>				
Land improvements	42,371	-	-	42,371
Building improvements	7,404,228	1,745,088	-	9,149,316
Equipment	<u>1,476,331</u>	<u>76,143</u>	<u>13,581</u>	<u>1,538,893</u>
Total capital assets being depreciated	<u>8,922,930</u>	<u>1,821,231</u>	<u>13,581</u>	<u>10,730,580</u>
<u>Less Accumulated Depreciation for:</u>				
Land improvements	42,322	49	-	42,371
Building improvements	4,629,749	230,593	-	4,860,342
Equipment	<u>1,278,839</u>	<u>90,374</u>	<u>13,581</u>	<u>1,355,632</u>
Total accumulated depreciation	<u>5,950,910</u>	<u>321,016</u>	<u>13,581</u>	<u>6,258,345</u>
Net capital assets being depreciated	<u>2,972,020</u>	<u>1,500,215</u>	<u>-</u>	<u>4,472,235</u>
Net governmental activities capital assets	<u>\$ 4,579,053</u>	<u>\$ 1,500,215</u>	<u>\$ 1,337,742</u>	<u>\$ 4,741,526</u>

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

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 135,373
Special programs	25,585
Other instructional programs	5,136
Pupils	17,078
Instructional staff	28,859
General administration	19,550
School administration	15,826
Business	<u>73,609</u>
Total depreciation expense - governmental activities	<u>\$ 321,016</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**NOTES TO BASIC FINANCIAL STATEMENTS****JUNE 30, 2009****NOTE 6 - OPERATING LEASES**

The District leases building and office facilities and other equipment under noncancelable operating leases. Total costs for such leases were \$47,422 for the year ended June 30, 2009. At June 30, 2009, future minimum lease payments for these leases are as follows:

	<i>Year Ending June 30,</i>	<i>Amount</i>
2010		\$ 47,422
2011		47,422
2012		<u>23,717</u>
Total		<u>\$ 118,561</u>

NOTE 7 - 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, 2009:

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>	<i>Due Within One Year</i>
General obligation bonds	\$ 950,000	\$ -	\$ 125,000	\$ 825,000	\$ 125,000
Total bonds payable	<u>950,000</u>	<u>-</u>	<u>125,000</u>	<u>825,000</u>	<u>125,000</u>
Debt certificates	<u>670,000</u>	<u>-</u>	<u>75,000</u>	<u>595,000</u>	<u>75,000</u>
Total long-term liabilities - governmental activities	<u>\$ 1,620,000</u>	<u>\$ -</u>	<u>\$ 200,000</u>	<u>\$ 1,420,000</u>	<u>\$ 200,000</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 General Obligation School Bonds, Series 2004 dated September 1, 2004 are due in annual installments through January 1, 2015	2.50% - 3.55%	\$ 1,070,000	\$ 1,070,000	\$ 825,000
Total		<u>\$ 1,070,000</u>	<u>\$ 1,070,000</u>	<u>\$ 825,000</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**NOTES TO BASIC FINANCIAL STATEMENTS****JUNE 30, 2009****NOTE 7 - LONG TERM LIABILITIES - (CONTINUED)**

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>
2010	\$ 125,000	\$ 25,577	\$ 150,577
2011	130,000	21,590	151,590
2012	135,000	17,284	152,284
2013	140,000	12,745	152,745
2014	145,000	7,863	152,863
2015	<u>150,000</u>	<u>2,663</u>	<u>152,663</u>
Total	<u>\$ 825,000</u>	<u>\$ 87,722</u>	<u>\$ 912,722</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, 2009, the statutory debt limit for the District was \$72,132,694, providing a debt margin of \$70,712,694. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2009, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

Debt Certificates In 2006, the District entered into an agreement for \$820,000, to pay for the cost of energy maintenance repairs, renovations, and improvements. The obligations for the repayment will be repaid from the Debt Service Fund through annual transfers from the Operations and Maintenance Fund as required by state law. Debt Certificates 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 Debt Certificates, Series 2006 dated April 1, 2006 are due in annual installments through January 1, 2016	3.60% - 4.00%	\$ 820,000	\$ 820,000	\$ 595,000
Total		<u>\$ 820,000</u>	<u>\$ 820,000</u>	<u>\$ 595,000</u>

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>
2010	\$ 75,000	\$ 22,046	\$ 97,046
2011	80,000	19,120	99,120
2012	80,000	16,000	96,000
2013	85,000	12,700	97,700
2014	90,000	9,200	99,200
2015 - 2016	<u>185,000</u>	<u>7,500</u>	<u>192,500</u>
Total	<u>\$ 595,000</u>	<u>\$ 86,566</u>	<u>\$ 681,566</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 8 - 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: Suburban Cooperative Insurance Pool (SSCIP) which insures all of the District's property, general liability, automobile, employee dishonesty, and excess liability claims, and the School Employee Loss Fund (SELF) which covers 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.

NOTE 9 - JOINT AGREEMENTS

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

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS

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, 2009. State of Illinois contributions were \$37,058, and the District recognized revenues and expenditures of this amount during the year. State contributions intended to match active member contributions during the year ended June 30, 2008 were also 0.84 percent of pay. They were 0.80 percent for the year ended June 30, 2007. State contributions on behalf of District employees were \$39,220 and \$33,832, respectively.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

Employer Contributions to THIS Fund. The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.63 percent during the years ended June 30, 2009 and June 30, 2008. For the year ended, June 30, 2007, the rate was 0.60 percent. For the year ended June 30, 2009, the District paid \$27,793 to the THIS Fund. For the years ended June 30, 2008 and 2007, the District paid \$29,415 and \$25,374 to the THIS Fund, respectively, which was 100 percent of the required contribution.

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 11 - 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.

TRS members 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, 2009, 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, 2009, included \$4,411,668 reported as creditable earnings to TRS. The active member contribution rate was also 9.4 percent for the years ended June 30, 2008 and 2007.

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, 2009, State of Illinois contributions were based on 17.08 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$753,513 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2008 and 2007, the State of Illinois contributions rates as percentages of creditable earnings not paid from federal funds were 13.11 percent (\$612,118) and 9.78 percent (\$413,599), respectively. The state contributions to TRS for the years ended June 30, 2009 and June 30, 2008 were based on an actuarial formula. The state contribution for the years ended June 30, 2007 was 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:

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

2.2 Formula Contributions. For the years ended June 30, 2009, 2008 and 2007, 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 \$25,588, \$27,081 and \$24,528, respectively. This contribution was 100 percent of the required contributions.

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, 2008. The report for the year ended June 30, 2009, is expected to be available in late 2009. The reports may be obtained by writing to the Teachers' Retirement System of the State of Illinois, P.O. Box 19253, 2815 West Washington Street, Springfield, IL 62794-9253. The most current report is also available on the TRS Web site at 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 2008, based on the 2006 valuation, was 11.13 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, 2008 was 24 years.

For December 31, 2008, December 31, 2007 and December 31, 2006 the District's annual pension cost of \$69,758, \$70,096 and \$56,504, respectively, was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2006, 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 20% corridor. The assumptions used for the 2008 actuarial valuation were based on the 2002-2004 experience study. However, the 2008 actuarial valuation information, shown as RSI following the notes to the financial statements, is based on the 2005-2007 experience study.

As of December 31, 2008, the most recent actuarial valuation date, the Regular plan was 33.08 percent funded. The actuarial accrued liability for benefits was \$970,714 and the actuarial value of assets was \$321,136 resulting in an underfunded actuarial accrued liability (UAAL) of \$649,578. The covered payroll (annual payroll of active employees covered by the plan) was \$626,756 and the ratio of the UAAL to the covered payroll was 103.64 percent.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

NOTE 12 - CONSTRUCTION COMMITMENTS

As of June 30, 2009, the District is committed to approximately \$967,477 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 13 - CONTINGENT LIABILITIES

The District is a defendant in various property tax objections dating back to the 2003 levy. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

NOTE 14 - RESTATEMENT

During the fiscal year, the District completed an appraisal of all District capital assets. The appraisal report's value of the District's capital assets was materially different from the amount stated in the prior year's report therefore a restatement is necessary for proper presentation of the District's capital asset. The effect of the above restatement for 2009 is an increase in the value of capital assets by \$1,440,596 net of accumulated depreciation and a increase in net assets by the same amount.

	<i>Governmental Activities</i>
Net Assets as previously reported, June 30, 2008	\$ 9,392,760
Adjustment to capital assets, as restated, June 30, 2008	<u>1,440,596</u>
Net Assets as restated, June 30, 2008	<u><u>\$ 10,833,356</u></u>

NOTE 15 - 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 disallowance, if any, would be immaterial.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND ANALYSIS OF FUNDING PROGRESS
JUNE 30, 2009

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/08	\$ 69,758	100%	\$ -
12/31/07	70,096	100%	-
12/31/06	56,504	100%	-
12/31/05	59,694	100%	-
12/31/04	57,092	100%	-
12/31/03	25,331	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)
12/31/08	\$ 321,136	\$ 970,714	\$ 649,578	33.08%	\$ 626,756	103.64%
12/31/07	501,824	834,805	332,981	60.11%	607,941	54.77%
12/31/06	410,416	689,227	278,811	59.55%	562,227	49.59%
12/31/05	492,250	785,205	292,955	62.69%	632,357	46.33%
12/31/04	721,820	879,126	157,306	82.11%	663,862	23.70%
12/31/03	686,662	778,680	92,018	88.18%	664,848	13.84%

Digest of Changes

Assumptions

The actuarial assumptions used to determine the actuarial accrued liability for 2008 are based on the 2005-2007 Experience Study.

This page has been intentionally left blank.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**GENERAL (EDUCATIONAL) FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 6,454,595	\$ 6,422,142	\$ (32,453)	\$ 6,080,321
Corporate personal property replacement taxes	125,000	117,200	(7,800)	180,692
Regular tuition from pupils or parents (in state)	-	23,343	23,343	-
Investment income	140,000	240,888	100,888	301,011
Sales to pupils - a la carte	-	432	432	123,022
Sales to pupils - other	-	12	12	667
Fees	108,150	115,040	6,890	181,301
Contributions and donations from private sources	10,800	10,800	-	13,800
Refund of prior years' expenditures	-	2,711	2,711	1,535
Other	42,500	47,182	4,682	12,741
Total local sources	6,881,045	6,979,750	98,705	6,895,090
State sources				
General state aid	109,949	82,541	(27,408)	111,244
General state aid hold harmless/supplemental	-	2,964	2,964	-
Special education - private facility tuition	-	548	548	-
Special education - extraordinary	56,250	66,678	10,428	44,825
Special education - personnel	108,544	139,858	31,314	93,357
Special education - summer school	-	854	854	503
Reading improvement block grant	17,211	17,211	-	15,784
School safety & educational improvement block grant	18,926	15,479	(3,447)	17,266
Other restricted revenue from state sources	-	3,000	3,000	-
On behalf payment to TRS from the state	443,523	790,571	347,048	651,339
Total state sources	754,403	1,119,704	365,301	934,318
Federal sources				
Title V - Innovation and flexibility formula	-	-	-	543
Special milk program	-	-	-	3,786
Title I - Low income - neglected, private	-	11,235	11,235	-
Title IV - Safe & drug free schools - formula	1,062	712	(350)	918
Federal - special education - IDEA - room & board	-	74,767	74,767	8,859
General state aid - education stabilization	-	24,402	24,402	-
Title II - Teacher quality	15,394	15,394	-	16,687
Other restricted revenue from federal sources	-	416	416	326
Total federal sources	16,456	126,926	110,470	31,119
Total revenues	7,651,904	8,226,380	574,476	7,860,527

See Auditor's Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**GENERAL (EDUCATIONAL) FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Expenditures				
Instruction				
Regular programs				
Salaries	\$ 2,787,583	\$ 2,749,504	\$ 38,079	\$ 2,970,508
Employee benefits	718,584	616,298	102,286	568,773
On-behalf payments to TRS from the state	443,523	790,571	(347,048)	651,339
Purchased services	17,400	20,459	(3,059)	12,405
Supplies and materials	117,478	105,779	11,699	94,766
Capital outlay	-	-	-	700
Other objects	3,500	1,391	2,109	932
Total	4,088,068	4,284,002	(195,934)	4,299,423
Special education programs				
Salaries	654,769	604,168	50,601	635,718
Employee benefits	14,000	6,683	7,317	10,454
Supplies and materials	13,335	9,479	3,856	4,538
Other objects	25,200	1,789	23,411	-
Total	707,304	622,119	85,185	650,710
Interscholastic programs				
Salaries	127,100	119,774	7,326	122,097
Purchased services	1,280	1,404	(124)	572
Supplies and materials	3,100	-	3,100	-
Other objects	9,100	9,183	(83)	9,358
Total	140,580	130,361	10,219	132,027
Summer school programs				
Supplies and materials	1,930	-	1,930	106
Total	1,930	-	1,930	106
Gifted programs				
Supplies and materials	-	1,654	(1,654)	2,305
Total	-	1,654	(1,654)	2,305
Bilingual programs				
Salaries	2,500	207	2,293	1,658
Total	2,500	207	2,293	1,658
Total instruction	4,940,382	5,038,343	(97,961)	5,086,229

See Auditor's Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**GENERAL (EDUCATIONAL) FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009		VARIANCE WITH FINAL BUDGET	2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Support services				
Pupils				
Attendance and social work services				
Salaries	\$ 96,794	\$ 96,794	\$ -	\$ 93,015
Employee benefits	-	4,146	(4,146)	3,948
Supplies and materials	<u>1,134</u>	<u>733</u>	<u>401</u>	<u>737</u>
Total	<u>97,928</u>	<u>101,673</u>	<u>(3,745)</u>	<u>97,700</u>
Health services				
Salaries	24,192	22,332	1,860	20,321
Purchased services	1,900	1,360	540	1,491
Supplies and materials	1,954	1,925	29	1,815
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,125</u>
Total	<u>28,046</u>	<u>25,617</u>	<u>2,429</u>	<u>24,752</u>
Psychological services				
Salaries	47,302	47,302	-	124,835
Purchased services	1,300	1,660	(360)	950
Supplies and materials	<u>1,490</u>	<u>960</u>	<u>530</u>	<u>311</u>
Total	<u>50,092</u>	<u>49,922</u>	<u>170</u>	<u>126,096</u>
Speech pathology and audiology services				
Salaries	256,664	256,664	-	212,080
Supplies and materials	<u>2,194</u>	<u>1,441</u>	<u>753</u>	<u>3,621</u>
Total	<u>258,858</u>	<u>258,105</u>	<u>753</u>	<u>215,701</u>
Total pupils	<u>434,924</u>	<u>435,317</u>	<u>(393)</u>	<u>464,249</u>
Instructional staff				
Improvement of instructional services				
Salaries	11,637	11,637	-	8,145
Employee benefits	20,688	16,961	3,727	5,695
Purchased services	3,000	3,009	(9)	928
Supplies and materials	400	-	400	-
Other objects	<u>39,532</u>	<u>47,687</u>	<u>(8,155)</u>	<u>34,909</u>
Total	<u>75,257</u>	<u>79,294</u>	<u>(4,037)</u>	<u>49,677</u>
Educational media services				
Salaries	270,341	276,731	(6,390)	269,550
Purchased services	85,310	120,945	(35,635)	73,017
Supplies and materials	121,281	105,559	15,722	95,303
Capital outlay	112,200	105,951	6,249	118,476
Other objects	<u>300</u>	<u>15</u>	<u>285</u>	<u>30</u>
Total	<u>589,432</u>	<u>609,201</u>	<u>(19,769)</u>	<u>556,376</u>

See Auditor's Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

GENERAL (EDUCATIONAL) FUND

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

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Assessment and testing				
Purchased services	\$ 48,000	\$ 44,878	\$ 3,122	\$ 32,564
Supplies and materials	5,000	7,383	(2,383)	2,982
Total	53,000	52,261	739	35,546
Total instructional staff	717,689	740,756	(23,067)	641,599
General administration				
Board of education services				
Purchased services	175,608	142,749	32,859	139,749
Other objects	23,000	23,657	(657)	21,852
Total	198,608	166,406	32,202	161,601
Executive administration services				
Salaries	283,324	274,997	8,327	270,957
Employee benefits	36,277	35,692	585	35,364
Purchased services	5,000	3,942	1,058	4,186
Supplies and materials	9,500	10,107	(607)	8,642
Capital outlay	3,600	492	3,108	3,464
Other objects	3,800	2,667	1,133	3,179
Total	341,501	327,897	13,604	325,792
Total general administration	540,109	494,303	45,806	487,393
School administration				
Office of the principal services				
Salaries	335,254	343,643	(8,389)	324,125
Employee benefits	48,739	47,971	768	46,810
Purchased services	2,500	1,150	1,350	1,165
Supplies and materials	1,800	1,311	489	1,686
Other objects	1,550	1,108	442	1,175
Total	389,843	395,183	(5,340)	374,961
Total school administration	389,843	395,183	(5,340)	374,961
Business				
Direction of business support services				
Salaries	62,326	62,326	-	64,059
Employee benefits	18,243	18,134	109	17,511
Purchased services	26,116	25,447	669	25,858
Supplies and materials	1,000	1,105	(105)	818
Capital outlay	500	-	500	725
Other objects	250	-	250	-
Total	108,435	107,012	1,423	108,971

See Auditor's Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

GENERAL (EDUCATIONAL) FUND

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

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Fiscal services				
Purchased services	\$ 63,500	\$ 54,279	\$ 9,221	\$ 58,192
Total	<u>63,500</u>	<u>54,279</u>	<u>9,221</u>	<u>58,192</u>
Food services				
Salaries	38,500	32,340	6,160	38,094
Purchased services	-	301	(301)	4,543
Supplies and materials	-	1,816	(1,816)	106,889
Total	<u>38,500</u>	<u>34,457</u>	<u>4,043</u>	<u>149,526</u>
Internal services				
Salaries	27,000	24,495	2,505	22,742
Employee benefits	5,825	5,660	165	5,601
Supplies and materials	14,000	12,655	1,345	10,923
Total	<u>46,825</u>	<u>42,810</u>	<u>4,015</u>	<u>39,266</u>
Total business	<u>257,260</u>	<u>238,558</u>	<u>18,702</u>	<u>355,955</u>
Total support services	<u>2,339,825</u>	<u>2,304,117</u>	<u>35,708</u>	<u>2,324,157</u>
Payments to other districts and governmental units				
Payments for special education programs				
Purchased services	249,000	171,631	77,369	85,154
Other objects	6,712	6,711	1	6,956
Total	<u>255,712</u>	<u>178,342</u>	<u>77,370</u>	<u>92,110</u>
Payments for special education programs - tuition				
Other objects	-	83,108	(83,108)	112,975
Total	<u>-</u>	<u>83,108</u>	<u>(83,108)</u>	<u>112,975</u>
Total payments to other districts and governmental units	<u>255,712</u>	<u>261,450</u>	<u>(5,738)</u>	<u>205,085</u>
Provision for contingencies	<u>115,985</u>	-	115,985	-
Total expenditures	<u>7,651,904</u>	<u>7,603,910</u>	<u>47,994</u>	<u>7,615,471</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>622,470</u>	<u>622,470</u>	<u>245,056</u>
Net change in fund balance	<u>\$ -</u>	<u>622,470</u>	<u>\$ 622,470</u>	<u>245,056</u>
Fund balance, beginning of year		<u>5,850,097</u>		<u>5,605,041</u>
Fund balance, end of year		<u>\$ 6,472,567</u>		<u>\$ 5,850,097</u>

See Auditor's Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**OPERATIONS AND MAINTENANCE FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
General levy	\$ 946,634	\$ 1,009,816	\$ 63,182	\$ 891,104
Corporate personal property replacement taxes	274,742	225,435	(49,307)	212,006
Investment income	25,000	32,704	7,704	25,446
Rentals	8,000	18,535	10,535	5,625
Contributions and donations from private sources	-	-	-	339,000
Refund of prior years' expenditures	-	4,266	4,266	-
Total local sources	<u>1,254,376</u>	<u>1,290,756</u>	<u>36,380</u>	<u>1,473,181</u>
Total revenues	<u>1,254,376</u>	<u>1,290,756</u>	<u>36,380</u>	<u>1,473,181</u>
Expenditures				
Support services				
Business				
Operation and maintenance of plant services				
Salaries	152,706	167,640	(14,934)	155,166
Employee benefits	42,675	42,345	330	37,957
Purchased services	283,750	273,275	10,475	272,529
Supplies and materials	314,700	272,109	42,591	255,080
Capital outlay	763,500	432,938	330,562	1,429,349
Other objects	250	240	10	240
Total	<u>1,557,581</u>	<u>1,188,547</u>	<u>369,034</u>	<u>2,150,321</u>
Total business	<u>1,557,581</u>	<u>1,188,547</u>	<u>369,034</u>	<u>2,150,321</u>
Total support services	<u>1,557,581</u>	<u>1,188,547</u>	<u>369,034</u>	<u>2,150,321</u>
Debt services				
Interest on short term debt				
Other interest on short term debt	<u>99,840</u>	-	<u>99,840</u>	<u>27,505</u>
Total	<u>99,840</u>	-	<u>99,840</u>	<u>27,505</u>
Payments on long term debt				
Principal payments on long term debt	-	-	-	70,000
Total	-	-	-	70,000
Total debt services	<u>99,840</u>	-	<u>99,840</u>	<u>97,505</u>

See Auditor's Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**OPERATIONS AND MAINTENANCE FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009		VARIANCE WITH FINAL BUDGET	2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Provision for contingencies	<u>\$ 20,000</u>	<u>\$ -</u>	<u>\$ 20,000</u>	<u>\$ -</u>
Total expenditures	<u>1,677,421</u>	<u>1,188,547</u>	<u>488,874</u>	<u>2,247,826</u>
Excess (deficiency) of revenues over expenditures	<u>(423,045)</u>	<u>102,209</u>	<u>525,254</u>	<u>(774,645)</u>
Other financing sources (uses)				
Other sources not classified elsewhere	-	-	-	800,000
Other uses not classified elsewhere	<u>-</u>	<u>(99,840)</u>	<u>(99,840)</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>(99,840)</u>	<u>(99,840)</u>	<u>800,000</u>
Net change in fund balance	<u>\$ (423,045)</u>	<u>2,369</u>	<u>\$ 425,414</u>	<u>25,355</u>
Fund balance, beginning of year		<u>985,474</u>		<u>960,119</u>
Fund balance, end of year		<u>\$ 987,843</u>		<u>\$ 985,474</u>

See Auditor's Report and Notes to Required Supplementary Information

This page has been intentionally left blank.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**TRANSPORTATION FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 358,756	\$ 354,685	\$ (4,071)	\$ 337,246
Regular transportation fees from pupils or parents (in state)	-	28,632	28,632	759
Investment income	<u>7,000</u>	<u>17,230</u>	<u>10,230</u>	<u>11,223</u>
Total local sources	<u>365,756</u>	<u>400,547</u>	<u>34,791</u>	<u>349,228</u>
State sources				
Transportation - regular/vocational	6,829	7,013	184	5,672
Transportation - special education	<u>21,649</u>	<u>22,060</u>	<u>411</u>	<u>12,497</u>
Total state sources	<u>28,478</u>	<u>29,073</u>	<u>595</u>	<u>18,169</u>
Total revenues	<u>394,234</u>	<u>429,620</u>	<u>35,386</u>	<u>367,397</u>
Expenditures				
Support Services				
Business				
Pupil transportation services				
Purchased services	<u>426,000</u>	<u>446,078</u>	<u>(20,078)</u>	<u>315,020</u>
Total	<u>426,000</u>	<u>446,078</u>	<u>(20,078)</u>	<u>315,020</u>
Total business	<u>426,000</u>	<u>446,078</u>	<u>(20,078)</u>	<u>315,020</u>
Total support services	<u>426,000</u>	<u>446,078</u>	<u>(20,078)</u>	<u>315,020</u>
Total expenditures	<u>426,000</u>	<u>446,078</u>	<u>(20,078)</u>	<u>315,020</u>
Excess (deficiency) of revenues over expenditures	<u>(31,766)</u>	<u>(16,458)</u>	<u>15,308</u>	<u>52,377</u>
Net change in fund balance	<u>\$ (31,766)</u>	<u>(16,458)</u>	<u>\$ 15,308</u>	<u>52,377</u>
Fund balance, beginning of year		<u>438,595</u>		<u>386,218</u>
Fund balance, end of year		<u>\$ 422,137</u>		<u>\$ 438,595</u>

See Auditor's Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 178,875	\$ 101,526	\$ (77,349)	\$ 93,159
Social security/medicare only levy	-	79,738	79,738	74,528
Corporate personal property replacement taxes	-	7,800	7,800	7,044
Investment income	4,000	4,375	375	6,503
Total local sources	182,875	193,439	10,564	181,234
Total revenues	182,875	193,439	10,564	181,234
Expenditures				
Instruction				
Regular programs	45,500	36,296	9,204	36,266
Special education programs	56,000	45,209	10,791	48,708
Interscholastic programs	2,000	1,913	87	1,863
Total instruction	103,500	83,418	20,082	86,837
Support services				
Pupils				
Attendance and social work services	1,500	1,325	175	1,327
Guidance services	2,400	-	2,400	-
Health services	-	4,264	(4,264)	2,145
Psychological services	-	667	(667)	-
Speech pathology and audiology services	3,500	3,503	(3)	2,509
Total pupils	7,400	9,759	(2,359)	5,981
Instructional staff				
Improvement of instructional staff	1,000	150	850	117
Educational media services	12,000	11,766	234	8,224
Total instructional staff	13,000	11,916	1,084	8,341
General administration				
Executive administration services	16,000	10,916	5,084	10,035
Special area administration services	-	4,261	(4,261)	3,984
Total general administration	16,000	15,177	823	14,019
School administration				
Office of the principal services	19,000	17,689	1,311	16,499
Total school administration	19,000	17,689	1,311	16,499

See Auditor's Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009		VARIANCE WITH FINAL BUDGET	2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Business				
Direction of business support services	\$ 14,500	\$ 11,808	\$ 2,692	\$ 12,057
Operations and maintenance of plant services	34,500	30,259	4,241	28,736
Food services	700	-	700	355
Internal services	<u>5,250</u>	<u>3,804</u>	<u>1,446</u>	<u>3,481</u>
Total business	<u>54,950</u>	<u>45,871</u>	<u>9,079</u>	<u>44,629</u>
Total support services	<u>110,350</u>	<u>100,412</u>	<u>9,938</u>	<u>89,469</u>
Total expenditures	<u>213,850</u>	<u>183,830</u>	<u>30,020</u>	<u>176,306</u>
Excess (deficiency) of revenues over expenditures	<u>(30,975)</u>	<u>9,609</u>	<u>40,584</u>	<u>4,928</u>
Net change in fund balance	<u><u>\$ (30,975)</u></u>	<u>9,609</u>	<u><u>\$ 40,584</u></u>	<u>4,928</u>
Fund balance, beginning of year		<u>188,058</u>		<u>183,130</u>
Fund balance, end of year		<u><u>\$ 197,667</u></u>		<u><u>\$ 188,058</u></u>

See Auditor's Report and Notes to Required Supplementary Information

This page has been intentionally left blank.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**WORKING CASH FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Investment income	\$ 40,000	\$ 16,217	\$ (23,783)	\$ 41,358
Total local sources	40,000	16,217	(23,783)	41,358
Total revenues	40,000	16,217	(23,783)	41,358
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	40,000	16,217	(23,783)	41,358
Other financing sources (uses)				
Other uses not classified elsewhere	-	-	-	(800,000)
Total other financing sources (uses)	-	-	-	(800,000)
Net change in fund balance	\$ 40,000	16,217	\$ (23,783)	(758,642)
Fund balance, beginning of year		306,762		1,065,404
Fund balance, end of year		\$ 322,979		\$ 306,762

See Auditor's Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

JUNE 30, 2009

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

The budgeted amounts for the Governmental Funds are adopted on the cash basis, which is consistent with cash basis of accounting prescribed by the program accounting manual for Illinois school districts.

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 a 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.

Excess of Expenditures over Budget

For the year ended June 30, 2009, expenditures exceeded budget in the Transportation Fund by \$20,078. This excess was funded by available fund balance.

See Auditor's Report

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**DEBT SERVICE FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 156,556	\$ 156,586	\$ 30	\$ 153,270
Investment income	<u>3,000</u>	<u>4,531</u>	<u>1,531</u>	<u>3,717</u>
Total local sources	<u>159,556</u>	<u>161,117</u>	<u>1,561</u>	<u>156,987</u>
Total revenues	<u>159,556</u>	<u>161,117</u>	<u>1,561</u>	<u>156,987</u>
Expenditures				
Debt services				
Payments on long term debt				
Interest on long term debt	29,171	54,011	(24,840)	32,390
Principal payments on long term debt	<u>125,000</u>	<u>200,000</u>	<u>(75,000)</u>	<u>120,000</u>
Total	<u>154,171</u>	<u>254,011</u>	<u>(99,840)</u>	<u>152,390</u>
Other debt service				
Other objects	1,000	1,020	(20)	1,000
Total	<u>1,000</u>	<u>1,020</u>	<u>(20)</u>	<u>1,000</u>
Total debt services	<u>155,171</u>	<u>255,031</u>	<u>(99,860)</u>	<u>153,390</u>
Total expenditures	<u>155,171</u>	<u>255,031</u>	<u>(99,860)</u>	<u>153,390</u>
Excess (deficiency) of revenues over expenditures	<u>4,385</u>	<u>(93,914)</u>	<u>(98,299)</u>	<u>3,597</u>
Other financing sources (uses)				
Other sources not classified elsewhere	<u>-</u>	<u>99,840</u>	<u>99,840</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>99,840</u>	<u>99,840</u>	<u>-</u>
Net change in fund balance	<u>\$ 4,385</u>	<u>5,926</u>	<u>\$ 1,541</u>	<u>3,597</u>
Fund balance, beginning of year		<u>100,243</u>		<u>96,646</u>
Fund balance, end of year		<u>\$ 106,169</u>		<u>\$ 100,243</u>

This page has been intentionally left blank.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**FIRE PREVENTION AND LIFE SAFETY FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL****FOR THE YEAR ENDED JUNE 30, 2009****WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
Investment income	\$ 50	\$ 4	\$ (46)	\$ 1,578
Total local sources	50	4	(46)	1,578
Total revenues	50	4	(46)	1,578
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	50	4	(46)	1,578
Net change in fund balance	\$ 50	4	\$ (46)	1,578
Fund balance, beginning of year		5,074		3,496
Fund balance, end of year		\$ 5,078		\$ 5,074

BUTLER SCHOOL DISTRICT NO. 53
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2009

	BALANCE JUNE 30, 2008	ADDITIONS	DELETIONS	TRANSFERS	BALANCE JUNE 30, 2009
Assets					
Cash	\$ 15,061	\$ 78,505	\$ 78,101	\$ -	\$ 15,465
Total assets	<u>\$ 15,061</u>	<u>\$ 78,505</u>	<u>\$ 78,101</u>	<u>\$ -</u>	<u>\$ 15,465</u>
Liabilities					
Due to activity fund organizations:					
Brook Forest School					
Art	\$ 2,085	\$ 160	\$ 195	\$ -	\$ 2,050
Soda	177	1,519	1,597	-	99
Student Council	465	7,867	6,510	-	1,822
Yearbook	(8,652)	11,710	2,937	-	121
Musical	53	550	423	-	180
Grant	1,469	773	530	-	1,712
Book Fund	3,369	1,090	2,331	-	2,128
Science Club	265	-	600	-	(335)
Library	1,853	2,088	2,015	-	1,926
Birthday Book	(5)	510	601	-	(96)
LHO	(142)	788	641	-	5
Great Books	1,840	-	-	-	1,840
Other	48	2,902	4,064	-	(1,114)
Poetry	705	-	-	-	705
Paul Butler School					
Grants	3,991	200	520	-	3,671
Band	250	365	-	-	615
Soda	(19)	310	807	-	(516)
Student Council	513	2,521	2,823	-	211
Yearbook	(6,391)	8,915	9,697	-	(7,173)
Musical	(62)	1,097	1,035	-	-
BJH Vending	2,080	2,805	1,802	-	3,083
Transaction-Other	1,782	6,145	6,010	-	1,917
8th Grade	305	8,640	6,888	-	2,057
Sports	256	3,823	3,922	-	157
Julie Heidecke	1,373	500	1,260	-	613
Math Team	512	-	512	-	-
Parent Computer Class	700	-	-	-	700
PTO	907	4,084	9,311	-	(4,320)
Supply Boxes	4,357	2,626	3,593	-	3,390
Sweat Suits	496	589	1,085	-	-
Springfield Trip	481	5,928	5,928	-	481
Other	-	-	464	-	(464)
Total liabilities	<u>\$ 15,061</u>	<u>\$ 78,505</u>	<u>\$ 78,101</u>	<u>\$ -</u>	<u>\$ 15,465</u>
Total Agency Funds	<u>\$ 15,061</u>	<u>\$ 78,505</u>	<u>\$ 78,101</u>	<u>\$ -</u>	<u>\$ 15,465</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**OPERATING COST AND TUITION CHARGE**

JUNE 30, 2009

	2009	2008
Operating cost per pupil		
Average Daily Attendance (ADA):	<u>416</u>	<u>421</u>
Operating Costs:		
Educational	\$ 6,813,339	\$ 6,964,132
Operations and Maintenance	1,188,547	2,247,826
Debt Service	255,031	153,390
Transportation	446,078	315,020
Municipal Retirement/Social Security	<u>183,830</u>	<u>176,306</u>
Subtotal	<u>8,886,825</u>	<u>9,856,674</u>
Less Revenues/Expenditures of Nonregular Programs:		
Tuition	-	112,975
Summer school	-	106
Capital outlay	539,381	1,553,839
Debt principal retired	200,000	190,000
Payments to other districts & governmental units	261,450	-
Nonprogrammed charges	<u>-</u>	<u>92,110</u>
Subtotal	<u>1,000,831</u>	<u>1,949,030</u>
Operating costs	<u>\$ 7,885,994</u>	<u>\$ 7,907,644</u>
Operating Cost Per Pupil - Based on ADA	<u>\$ 18,971</u>	<u>\$ 18,783</u>
Tuition charge		
Operating Costs	\$ 7,885,994	\$ 7,907,644
Less - revenues from specific programs, such as special education or lunch programs	<u>537,876</u>	<u>532,397</u>
Net operating costs	7,348,118	7,375,247
Depreciation allowance	<u>322,131</u>	<u>229,388</u>
Allowable Tuition Costs	<u>\$ 7,670,249</u>	<u>\$ 7,604,635</u>
Tuition Charge Per Pupil - based on ADA	<u>\$ 18,452</u>	<u>\$ 18,063</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
GENERAL OBLIGATION SCHOOL BONDS SERIES 2004, ISSUE SEPTEMBER 1, 2004
JUNE 30, 2009

YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2010	\$ 125,000	\$ 25,577	\$ 150,577
2011	130,000	21,590	151,590
2012	135,000	17,284	152,284
2013	140,000	12,745	152,745
2014	145,000	7,863	152,863
2015	<u>150,000</u>	<u>2,663</u>	<u>152,663</u>
Total	<u>\$ 825,000</u>	<u>\$ 87,722</u>	<u>\$ 912,722</u>

Paying Agent:	Amalgamted Bank
Principal payment date:	January 1
Interest payment dates:	July 1 and January 1
Interest rates:	2.50% - 3.55%

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

DEBT CERTIFICATES SERIES 2006, ISSUE APRIL 1, 2006

JUNE 30, 2009

YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2010	\$ 75,000	\$ 22,046	\$ 97,046
2011	80,000	19,120	99,120
2012	80,000	16,000	96,000
2013	85,000	12,700	97,700
2014	90,000	9,200	99,200
2015	90,000	5,600	95,600
2016	<u>95,000</u>	<u>1,900</u>	<u>96,900</u>
Total	<u>\$ 595,000</u>	<u>\$ 86,566</u>	<u>\$ 681,566</u>

Paying Agent:

The Northern Trust Company

Principal payment date:

January 1

Interest payment dates:

July 1 and January 1

Interest rates:

3.60% - 4.00%

This page has been intentionally left blank.