

RESPONSE TO REQUEST PERMITTING RECORDS INSPECTION

January 20, 2010

Ms. Laura Reigle
11 S 236 Carpenter Street
Lemont, IL. 60439

Ms. Laura Reigle:

As per our conversation on January 20, 2010 regarding all correspondence between the Business Manager and the Superintendent from June, 2009 to present, the scope of the information has been narrowed to the following:

1. Correspondence between the Business Manager and Superintendent that occurred between the District Auditor, PMA Financial or Attorney as it related to the financial status of District 113A.

Please contact me at your earliest convenience to discuss your request.


Robert D. Beckwith, Business Manager

RESPONSE TO REQUEST PERMITTING RECORDS INSPECTION

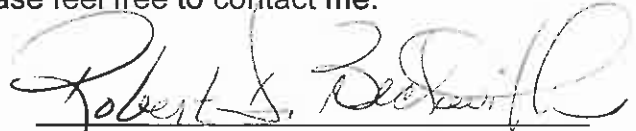
January 29, 2010

Ms. Laura Reigle
11 S 236 Carpenter Street
Lemont, IL. 60439

Ms. Laura Reigle:

As per your request received on January 20, 2010 for correspondence between the Business Manager and Superintendent that occurred between the District Auditor, PMA Financial or Attorney as it related to the financial status of District 113A, attached please find this correspondence.

If you should have any further questions, please feel free to contact me.


Robert D. Beckwith, Business Manager

Beckwith, Bob

From: Beckwith, Bob
Sent: Tuesday, October 20, 2009 2:09 PM
To: Ricker, Tim
Subject: FW: 2006 Audit
Attachments: Extension to ROE- 101509.pdf

Here is the letter from the auditor to the ROE.

From: Laurie Defazio [mailto:lauried@knutte.com]
Sent: Tuesday, October 20, 2009 2:07 PM
To: Beckwith, Bob
Subject: RE: 2006 Audit

Attached; this was sent on October 15, 2009.

From: Beckwith, Bob [mailto:rbeckwith@sd113a.org]
Sent: Tuesday, October 20, 2009 2:05 PM
To: Laurie Defazio
Subject: RE: 2006 Audit

Thank you Laurie.

One other question. Dr. Ricker spoke with Dave this morning and Dave was going to send him a copy of the extension letter that was submitted to Dr. Flowers at the Regional Office of Education. Dr. Ricker has not yet received the copy and was wondering if Dave has sent it yet? Can you check with him and let me know?

Thanks,
Bob

From: Laurie Defazio [mailto:lauried@knutte.com]
Sent: Tuesday, October 20, 2009 12:48 PM
To: Beckwith, Bob
Subject: 2006 Audit

Attached.



KNUTTE & ASSOCIATES, P.C.

Certified Public Accountants
7900 S. Cass Avenue
Darien, Illinois 60561
(630) 960-3317
FAX (630) 960-9960
www.knutte.com

October 15, 2009

Dr. Charles A. Flowers
Regional Superintendent
Regional Office of Suburban Cook County
10110 Gladstone
Westchester, IL 60154

Re: Lemont Bromberek Combined School District 113a

Dear Dr. Flowers:

We are the audit firm performing the audit for the above stated school district. We would like to request a 60 day extension for the AFR report from the original deadline of October 15, 2009. Additional time is needed to compile the financial statement numbers and prepare the AFR report accurately.

If you have any questions or concerns, please contact me via email (lauried@knutte.com) or by phone at (630) 960-3317.

Sincerely,

Laurie Defazio, CPA

Beckwith, Bob

From: Beckwith, Bob
Sent: Monday, October 26, 2009 4:14 PM
To: Ricker, Tim
Subject: FW: Message from an unidentified caller (6306576400)
Attachments: VoiceMessage

Importance: Low

Tim,

Here is the voice mail from Steve Miller at PMA regarding the Projected EAV and Tentative Tax Levy. Based on his conversation, I will forward the resolutions to Scott N. and the Tentative Levy to Sandie for the BOE meeting on Wednesday. If there is anything else please let me know.

Thanks
Bob

From: Unity_OQ-UNITY
Sent: Monday, October 26, 2009 3:40 PM
To: Beckwith, Bob
Subject: Message from an unidentified caller (6306576400)
Importance: Low

Beckwith, Bob

From: Beckwith, Bob
Sent: Wednesday, October 28, 2009 4:47 PM
To: Ricker, Tim
Subject: FW: Tomorrow's Closing for Lemont-Bromberek

FYI

-----Original Message-----

From: Lynda Given [mailto:given@chapman.com]
Sent: Wednesday, October 28, 2009 4:42 PM
To: Jameka Bobo; Patrick Sandercock; Jason Baule
Cc: Beckwith, Bob; LMatkowski@pmanetwork.com Matkowski
Subject: Tomorrow's Closing for Lemont-Bromberek

We are ready to deliver our approving opinion tomorrow for the District's \$4,654,000 Educational Purposes TAWs and \$1,204,000 Debt Service Purposes TAWs. Please provide me with the wire transfer numbers once they're available. Thank you!!

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Beckwith, Bob

From: Beckwith, Bob
Sent: Thursday, October 29, 2009 12:04 PM
To: Ricker, Tim
Subject: FW: any news yet?

I just received this from Greg at PMA.

Bob

From: Greg Kubitz [mailto:GKubitz@pmanetwork.com]
Sent: Thursday, October 29, 2009 11:37 AM
To: Beckwith, Bob
Cc: Linda Matkowski
Subject: RE: any news yet?

The money is here!!!!

I have submitted the wire for payroll totaling \$645,000.

Let me know if you need anything else.

Thanks,

Greg

From: Beckwith, Bob [mailto:rbeckwith@sd113a.org]
Sent: Thursday, October 29, 2009 10:52 AM
To: Greg Kubitz
Subject: any news yet?

Beckwith, Bob

From: Beckwith, Bob
Sent: Friday, October 30, 2009 1:00 PM
To: Ricker, Tim
Cc: Wood, John
Subject: RE: Info from 10/24 Meeting

Tim,

I provided all of the information that I compiled for PMA, Chapman & Cutler and Harris Bank to Sandie this morning. She was going to be getting the minutes and resolutions that were approved at previous meetings together as well. If there is anything else please let me know.

Thanks
Bob

From: Ricker, Tim
Sent: Thursday, October 29, 2009 3:21 PM
To: Beckwith, Bob
Cc: Wood, John
Subject: FW: Info from 10/24 Meeting

Bob:

Per the BOE meeting last night we need to give to Mrs. Hughes all of the documents on the checklist provided to Harris Bank and to Chapman and Cutler for the TAW process.

I have the check list from Linda Givens for the closing but you have the checklist used for the Harris information. Please get the documents for Harris and I will have Sandie get the documents from the closing and then she can scan them into sizable files to be sent to Mrs. Hughes.

I will ask Mr. Wood if we need to send those documents to the entire BOE too.

Let me know when you have the documents gathered too.

Thanks,
Tim



Tim Ricker, Ed. D.
Superintendent of Schools
Lemont-Bromberek CSD 113A
16100 127th Street
Lemont, IL 60439
630-257-2286 ext. 4605
timricker@sd113a.org

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From: Beckwith, Bob
Sent: Wednesday, October 28, 2009 3:44 PM
To: Hughes, Janet; Ricker, Tim
Cc: Wood, John
Subject: RE: Info from 10/24 Meeting

Ms. Hughes,

The district worked with PMA on the issue of TAWs. This is the only institution that the district had contact with regarding this issue.

The district was not denied a line of credit. The district was requesting a line of credit with several banks and an official denial letter was not provided. All business was conducted via phone conversations with the banks.

If there is anything else please let me know.

Thank you,
Bob Beckwith

From: Hughes, Janet
Sent: Wednesday, October 28, 2009 11:51 AM
To: Ricker, Tim; Beckwith, Bob
Cc: Wood, John
Subject: Info from 10/24 Meeting

Dear Superintendent Ricker and Mr. Beckwith:

During the BOE meeting on Saturday, October 24, I requested the names of the other banks for the TAWs. Can you send me those names?

Also, it is my understanding that our district was denied a line of credit. Can you forward a copy of the credit line denial letter to me today?

Thank you,
Janet Hughes

Beckwith, Bob

From: Beckwith, Bob
Sent: Wednesday, November 04, 2009 3:38 PM
To: Ricker, Tim
Subject: FW: Documents needed

Tim,

Here is the response that I received from Lynda Given at Chapman & Cutler regarding the Tax Anticipation Warrant information.

Thanks,
Bob

-----Original Message-----

From: Lynda Given [mailto:given@chapman.com]
Sent: Wednesday, November 04, 2009 3:30 PM
To: Beckwith, Bob
Cc: Ricker, Tim
Subject: Re: Documents needed

I'm overnighting to you our statement of charges for this matter AND the transcript of proceedings we reviewed to render our approving opinion. Regarding the questions raised, please note the following:

- 1 - The warrant documents and the Final Term sheet will be included in the transcript. Since this was a private placement, there was no official statement for the issue.
- 2 - Harris N.A., Chicago, IL is the warrant registrar. You'll need to contact them for this information.
- 3 - I'm not sure what notification they're referring to.
- 4 - There was no RFP for bond counsel. I don't know how PMA or the Harris were chosen.
- 5 - There is no bond insurer on this issue. A separate Treasurer's surety bond was not required for this financing.

On Nov 4, 2009, at 3:19 PM, Beckwith, Bob wrote:

> Lynda,
>
> At the bottom of this e-mail is a request from one of our BOE members
> for information about the Tax Anticipation Warrants. Can you please
> read this and let me know if this is information that is public record
> or not? Thank you for all of your cooperation and understanding.
>
> Sincerely,
> Bob Beckwith
> Business Manager
> Lemont-Bromberek CSD 113A
>
> From: Ricker, Tim

> Sent: Wednesday, November 04, 2009 11:38 AM
> To: Beckwith, Bob
> Subject: FW: Documents needed
>
> Dear Bob:
> Please read the email below. Let's discuss this information and how
> we collect whatever is in this request.

> Tim
>
>
> <image003.jpg>
> Tim Ricker, Ed. D.
> Superintendent of Schools
> Lemont-Bromberek CSD 113A
> 16100 127th Street
> Lemont, IL 60439
> 630-257-2286 ext. 4605
> timricker@sd113a.org

> P Please consider the environment before printing this e-mail.

> _____
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> the sender immediately and delete or destroy any copy of this message.

> From: Hughes, Janet
> Sent: Wednesday, November 04, 2009 10:52 AM
> To: Wood, John; Ricker, Tim
> Subject: Documents needed

> Dear Superintendent Ricker and President Wood:

> Please provide the following documents before our next meeting on
> Thursday night:

- > • A copy of the warrant approved at the Oct. 24, 2009 meeting
> including the preliminary or final official statement.
 - > • A list of all our bondholders obtained from the bond registrar.
 - > • The notification given to the bondholders regarding the TAWs.
 - > • The RFP for bond counsel, financial consultant and underwriter for
> the warrant.
 - > • The names and policies of the bond insurer and the treasurer bond
> insurer.
- > Also, how long has PMA been working with our district?

> Thank you for your anticipated cooperation in this matter,

> Janet Hughes

> <Ricker, Tim.vcf>

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Beckwith, Bob

From: Beckwith, Bob
Sent: Monday, November 09, 2009 3:20 PM
To: Ricker, Tim
Subject: Tentative Levy Information
Attachments: Notice of proposed, 2009.doc; Tentative 2009 (25% EAV inc.).xls; TRUTH IN TAXATION RESOLUTION 09.doc

Here is the levy information that you requested for PMA.

**NOTICE OF PROPOSED PROPERTY TAX INCREASE FOR
LEMONT-BROMBEREK COMBINED SCHOOL DISTRICT 113A**

- I. A public hearing to approve a proposed property tax increase for Lemont-Bromberek Combined School District 113A, Cook and DuPage Counties, Illinois for 2009 will be held on November 18, 2009 at 7:00 PM at Old Quarry Middle School, 16100 W. 127th Street, Lemont, Illinois.

Any person desiring to appear at the public hearing and present testimony to the taxing district may contact Robert D. Beckwith, Business Manager, Lemont-Bromberek Combined School District 113A, 16100 W. 127th Street, Lemont, Illinois, 630-257-2286.

- II. The corporate and special purposes property taxes extended or abated for the year 2008 were \$16,244,673.

The proposed corporate and special purposes property taxes to be levied for the year 2009 are \$20,305,841. This represents a 25.00% increase over the previous year.

- III. The property taxes extended for debt service and public building commission leases for the year 2008 were \$3,708,466.

The estimated property taxes to be levied for debt service and public building commission leases for the year 2009 are \$3,697,850. This represents a 0.003% decrease over the previous year.

- IV. The total property taxes extended or abated for the year 2008 were \$19,953,139.

The estimated total property taxes to be levied for the year 2009 are \$24,003,691. This represents a 20.30% increase over the previous year.

**BOARD OF EDUCATION OF LEMONT-BROMBEREK COMBINED
SCHOOL DISTRICT 113A**

By: Gwenn O'Malley
Secretary, Board of Education

October 28, 2009

Actual Tax Levy & Extensions for '08

2008 Capped Tax Extension	16,244,673
2008 Non-Capped Extension	3,708,466
Total Extension	19,953,139

2008 Actual Tax Extension:

	Extension	Rate
Education	13,244,312	1.0294
Tort	-	-
Special Education	187,844	0.0146
Operations and Maintenance	1,874,583	0.1457
Transportation	374,402	0.0291
Municipal Retirement	281,766	0.0219
Social Security	281,766	0.0219
Working Cash	-	-
Subtotal	16,244,673	1.2626
Limited Bonds	222,466	0.0173
Unlimited Bonds	3,486,000	0.2709
Subtotal	3,708,466	0.2882
Total	19,953,139	1.5508

Tentative Tax Levy, October 2009

2008 Capped Tax Extension	16,244,673
2008 Non-Capped Extension	3,708,466
Total Extension	19,953,139

2009 Proposed Tax Extension:

	Extension	Rate
Education	16,555,390	1.0294
Tort	-	-
Special Education	234,805	0.0146
Operations and Maintenance	2,343,229	0.1457
Transportation	468,003	0.0291
Municipal Retirement	352,208	0.0219
Social Security	352,208	0.0219
Working Cash	-	-
Subtotal	20,305,841	1.2626
Percent Increase over 2008		25%
Limited Bonds	212,850	0.0132
Unlimited Bonds	3,485,000	0.2167
Subtotal	3,697,850	0.2299
Total	24,003,691	1.4925

The above rates were determined first by applicable limits. For example, the maximum levy in Special Education is .0200. Our rate is slightly less so that it still meets the limit once the county clerk increases the extension by 1% to account for uncollectable taxes.

Projected Actual Tax Levy, October 2009

2008 Capped Tax Extension	16,244,673
2008 Non-Capped Extension	3,708,466
Total Extension	19,953,139

2009 Projected Tax Extension:

	Extension	Rate
Education	13,558,202	1.0294
Tort	-	-
Special Education	192,296	0.0146
Operations and Maintenance	1,919,011	0.1457
Transportation	383,275	0.0291
Municipal Retirement	288,444	0.0219
Social Security	288,444	0.0219
Working Cash	-	-
Subtotal	16,629,672	1.2626
Percent Increase over 2008		2.37%
Limited Bonds	212,850	0.0162
Unlimited Bonds	3,485,000	0.2646
Subtotal	3,697,850	0.2808
Total	20,327,522	1.5434

The projected actual levy was determined using the estimated % increase in EAV determined by PMA.

TRUTH IN TAXATION RESOLUTION, 2009

WHEREAS, the Board of Education of Lemont Bromberek Combined School District Number 113A, Cook and DuPage Counties, Illinois, pursuant to the Truth in Taxation Act, is required to determine the amount of money, exclusive of debt service, public building commission leases and elections costs, estimated to be necessary to be raised by taxation for the year 2009 and to give notice of and hold a public hearing if it is the Board's intention to adopt an aggregate levy in an amount which is more than 105 percent of the extension, exclusive of such costs, of the year 2008.

NOW, THEREFORE, be it resolved by the Board of Education of Lemont Bromberek Combined School District 113A, Cook and DuPage Counties, Illinois, as follows:

Section 1: That the Board hereby determines that the proposed aggregate levy, exclusive of debt service, public building commission leases and elections costs, estimated to be necessary to be raised by taxation for the year 2009 upon the taxable property in the District is \$20,305,841.

Section 2: That the amount of property taxes, exclusive of debt service, public building commission leases and elections costs, extended on behalf of the District for the year 2008 was \$16,244,673.

Section 3: That the foregoing proposed estimated levy for the year 2009 represents an increase of 25.00 percent over the foregoing taxes extended for the year 2008.

Section 4: The property taxes extended for debt service and public building commissions for the year 2008 were \$3,708,466.

Section 5: The estimated property taxes to be levied for debt service and public building commission leases for the year 2009 are \$3,697,850. This represents a 0.003 percent decrease over the taxes extended for the year 2008.

Section 6: The total property taxes extended for the year 2008 were \$19,953,139.

Section 7: The estimated total property taxes to be levied for the year 2009 are \$24,003,691. This represents an increase of 20.30 percent over the previous year.

Section 8: That the Secretary of the Board is hereby authorized and directed to publish or cause to be published a notice of public hearing, substantially in the form of Exhibit A attached hereto, in accordance with the Truth in Taxation Act.

Section 9: This Resolution shall be in full force and effect upon its adoption.

ADOPTED this 28th day of October, 2009, by a roll call vote as follows:

AYES: _____
NAYES: _____
ABSENT: _____

President, Board of Education

Attest: _____
Secretary, Board of Education

Beckwith, Bob

From: Beckwith, Bob
Sent: Thursday, November 12, 2009 4:58 PM
To: Ricker, Tim
Subject: MD & A Letter
Attachments: Lemont113a - MD A 2008 - for edit.doc

Tim,

Attached is an old MD & A letter in word format that was used in the past. This will give you an idea of the information that we will need to put into the letter for the audit. If there is anything else let me know.

Thanks,
Bob

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

This section of the Lemont-Bromberek Combined School District 113A's (the District) annual financial report represents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2007.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis- for State and Local Governments*, issued June 1999. This is the fourth year that Lemont-Bromberek CSD 113A has complied with the GASB 34 changes, which allows us to have comparisons between the reporting years. The goal of this analysis is to provide the user with easy-to-use information about the District's financial performance during the past fiscal year.

Financial Highlights

- The District continues to receive increased Land Cash Donations. These are donations, in lieu of land for schools, made by the residential developers to offset the cost of additional facilities to accommodate additional students. For FY2008, the District received \$142,455 in Land Cash Donations in our Operations and Maintenance Fund.
- The District's IDEA grant from the federal government was continued again for this school year, which resulted in funding of approximately \$515,000.
- The Central Elementary window replacement project was completed in the summer of 2008. The district is funding this project with the fund balances from the Working Cash Fund.

Overview of the Financial Statements

This financial report consists of three parts – Management's Discussion and Analysis (this section), Basic Financial Statements, and Required Supplementary Information. The Basic Financial Statements include two kinds of statements that present different views of the District:

- Government-Wide Financial Statements; This consists of the *Statement of Net Assets* and the *Statement of Activities*, which provide both long-term and short-term information about the District's overall financial status.
- Fund Financial Statements; These statements focus on individual parts of the District and generally report operations in more detail than the government-wide financial statements.

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

Lemont-Bromberek Combined School District 113A

Management’s Discussion and Analysis

The major features of the District’s financial statements, including the portion of the District’s activities they contain is shown in the following table.

Major Features of the Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary such as educational and operations and maintenance	Activities the District operates similar to private business. The District currently has no proprietary funds	Assets held by the District on behalf of someone else such as student activities monies
Required Financial Statements	Statement of Net Assets (deficit) and Statement of Activities	Balance Sheet, statement of revenues, expenditures and changes in fund balance (Deficit)	Statement of Net Assets, statement of revenues, expenses, and changes in net assets and statement of cash flows	Statement of fiduciary net assets
Accounting Basis and Measurement Focus	Actual Accounting and Economic Resources Focus	Cash basis accounting and current financial resources focus	Cash basis accounting and economic resources focus	Cash basis accounting and economic resources focus
Type of Asset/Liability Information	All Assets and Liabilities, both financial and capital; short-term and long-term	Revenues for which cash is received during the fiscal year; no capital assets or long-term liabilities included	All assets and liabilities; both financial and capital; short-term and long-term	All assets and liabilities, both short-term and long-term; funds may contain capital assets
Type of Inflow/Outflow Information	All revenue and expenses received or paid during the year	Revenues for which cash is received during the year; Expenditures when goods and services have been received and the related liability is due and payable	All revenues and expenses during the year	All additions or deductions during the years

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Government-Wide Financial Statements

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

Unlike a private sector company, the District cannot readily convert fixed assets to liquid assets; the District cannot sell a school building and use the cash. Districts can, and sometimes do, convert fixed assets to cash through the sale of property; however this is a rare event and not easily accomplished.

The government-wide financial statements report the District's net assets and how they have changed throughout the year. Net assets – the difference between the District's assets and liabilities – are one way to measure the District's financial health or position.

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

The government-wide financial statements, the District's activities are presented as follows:

- *Governmental activities* – Most of the District's basic services are included here, such as regular and special education, transportation, support services, community programs, and administration. Property taxes and state formula aid finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds- not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs and to demonstrate compliance with regulatory requirements.

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

The district has two kinds of funds:

Governmental funds – Most of the District's services are included in governmental funds, which generally focus on (1) how cash, and other financial assets that can readily be converted to cash, flow in and out, and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps one determine whether there are more or fewer resources that can be spent in the near future to finance the District's programs. Because this information

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

does not encompass the additional long-term focus of the government-wide statements, additional information is included as a separate statement explaining the relationship (or differences) between them.

Fiduciary Funds – The District serves as a trustee, or fiduciary, for assets that belong to others, such as student activity funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and only by those to whom the assets belong. These activities are excluded from the government-wide financial statements because the District cannot use these assets to finance its operations.

Financial Analysis of the District as a Whole

Net Assets: The following summary data is compared with data from the preceding year.

The District's total net assets decreased between June 30, 2006 and June 30, 2007. The overall decrease of \$851,556 was due to the fact that a deficit budget was adopted and that the expenditures for the year exceeded the revenues for the year by this amount. The over expenditures were paid for by fund balances that the district has in place.

The following is a summary of the District's net assets for the year ending June 30, 2007:

	Governmental Activities 2005-2006	Governmental Activities 2006-2007
Current Assets	\$ 10,874,939	\$ 8,804,542
Capital Assets (Less Depreciation)	\$ 30,391,596	\$ 30,434,690
Total Assets	\$ 41,266,535	\$ 39,239,232
Current Liabilities (Short term debt)	\$ 1,175,746	\$ 1,118,932
Noncurrent Liabilities (Long term debt)	\$ 20,971,051	\$ 19,852,119
Total Liabilities	\$ 22,146,797	\$ 20,971,051
Net Assets (deficit)		
Invested in Capital (Net of Debt)	\$ 8,244,799	\$ 9,463,639
Restricted for Capital Projects	\$ 324,734	\$ (971,881)
Restricted for Debt Service	\$ 3,025,963	\$ 2,924,266
Unrestricted	\$ 7,524,242	\$ 6,852,157
Net Assets as Restated		
Total Net Assets	\$ 19,119,738	\$ 18,268,181
Change in Net Assets	\$ (967,778)	\$ (851,556)

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

Change in net assets: The stated change in net assets was a decrease of \$851,556. The drop in current assets is a direct result of expenditures exceeding revenues. The District anticipated increased expenses from collective bargaining agreements, but the continuing increase in the District's enrollment and expenditures coupled with the slower and smaller increase in the District's revenues result in deficit spending.

Statement of Activities

	Governmental Activities	Governmental Activities
	2005-2006	2006-2007
Revenue		
Taxes:		
Corporate Personal Property Replacement	\$ 316,184	\$ 316,185
Property Taxes, levied for general purposes	\$ 11,978,196	\$ 13,026,006
Property Taxes, levied for debt service	\$ 2,893,416	\$ 2,693,414
Property Taxes, levied for specific programs:		
Tort Immunity	\$ 0	\$ 0
Transportation	\$ 812,335	\$ 860,854
Municipal Retirement	\$ 441,495	\$ 471,260
State Aid - formula grants	\$ 860,973	\$ 1,112,729
Unrestricted investment earnings	\$ 407,441	\$ 538,550
Program Revenues:		
Charges for Services	\$ 1,424,798	\$ 1,257,408
Operating Grants	\$ 2,167,847	\$ 2,810,321
Other Revenue	\$ 0	\$ 8,500
Total Revenue	\$ 21,302,685	\$ 23,095,227
Expenses		
Instruction	\$ 10,862,185	\$ 11,596,271
Support Services	\$ 7,326,362	\$ 7,910,149
Nonprogrammed Charges	\$ 1,063,940	\$ 1,212,601
Interest on Long-Term Debt	\$ 1,486,476	\$ 1,743,265
Depreciation - Unallocated	\$ 1,239,939	\$ 1,239,939
Capital Outlay	\$ 646,768	\$ 1,527,591
Capital Assets	\$ (306,516)	\$ (1,283,033)
Principal Payments on Leases	\$ (48,691)	\$ 0
Total Expenses	\$ 22,270,463	\$ 23,946,783
Change in Net Assets	\$ (967,778)	\$ (851,556)

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

Changes in Net Asset: The District's total revenues for the year were \$23,095,227 which is more than the \$21.60 million budgeted. This surplus is due to the increase in a variety of sources. Local Taxes, totaling \$17,051,534, accounted for approximately 73.83% of the total. Flow through funds, in the form of IDEA grants, accounted for \$259,345, which was 1.1% of the total revenues. State Funding accounted for 14.93%, totaling \$3,447,078.

Compared to 2005-2006, our revenues have increased by \$1,792,542. Property Taxes increased by 5.75%, due to the tri-annual Cook County re-assessment. The largest increase in revenue was realized in our donations received from private parties, which increased by 69.88% from 2005-2006.

Total Expenditures for all governmental programs totaled \$25,165,624. Expenditures are predominantly related to instruction and instructional support services such as transportation and maintenance of the physical plant. In 2006-2007, our expenditures increased even further than the revenues, a trend that is expected to continue. The district will be looking at ways to increase revenues and decrease expenditures in order to reverse this trend.

Agency (Activity) Funds

Activity Funds, which include both Student Activity Funds and Various Building Funds, have continued to decrease over the year. These funds have been raised to offset upcoming capital costs around the district, and are anticipated to decrease even further in FY2007.

Financial Analysis of the District's Funds

The financial performance of the District matches the scenario that many Illinois School Districts are facing. When expenditures continuously exceed revenues over a sustained period of time, deficit spending is inevitable.

- The largest expenses of the District, salaries and benefits, are increasing at a faster pace than our largest revenue source, property taxes.
- Throughout the poor economic times that the country and the state have endured, the District has managed to earn interest on our investments. In 2007-2008, our investment earnings totaled \$279,355.

General Fund Budgetary Highlights

Capital Assets: The District upgraded more of the teacher computers throughout the schools, and will continue to upgrade computer equipment as needed.

Transportation: The District provides transportation to and from school for every child that lives further than a mile from school, and in many cases, less than a mile. These exceptions are made on an individual basis when special circumstances prevent the student from safely walking to school. In addition to the public school students, our District also transports the students of the two major parochial schools within the District. Because of the growing population of the area, the District is transporting more students each year, which causes our expenses to rise. With the leasing of Bromberek School to the Archdiocese of Chicago, we now transport many of St. Alphonsus and St. Patrick's School across the Des Plaines River Canal, which increased our mileage and fuel consumption.

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

Long-Term Debt: The District has issued bonds for Capital Appreciation Bonds (CAB), and Limited Tax Bonds, Limited Tax Capital Appreciation Bonds, and School Bonds.

Type	Year	Amount of Issue	Amount Outstanding
CAB	1995	\$ 16,358,467	\$ 8,289,552
Limited Tax, WC	2001A	\$ 1,625,000	\$ 1,195,000
Limited Tax CAB, WC	2001B	\$ 1,068,071	\$ 669,853
CAB	2001D	\$ 6,914,760	\$ 6,487,323
CAB	2002	\$ 4,329,323	\$ 4,329,323
Total Long Term Debt		<u>\$ 30,295,621</u>	<u>\$ 20,971,051</u>

Revenue is collected by the County Assessor to cover the payments on these bonds. Bond Payments are not under the tax cap.

The District utilizes leases for certain types of equipment, including buses and copying equipment. For buses, the District enters into three-year leases on each bus. Imaging equipment is normally a five-year lease that is renegotiated near the end of the lease agreement to bring newer equipment into the District.

Factors Bearing on the District's Financial Future

The School District's Financial Profile, compiled by the Illinois State Board of Education, has listed Lemont-Bromberek CSD 113A under the "Financial Recognition" category, which is its top honor. However, there are some factors that should affect the District's long-term financial health;

- The State has increased the foundation level once again for FY2008. This increase, along with other changes to state funding, is expected to increase our state revenues.
- The type of Equalized Assessed Value that the District is realizing tax revenue from is showing a growing percentage of residential property. This kind of property obviously increases our enrollment as well, which causes expenditures to increase proportionately. Additionally, with the new 7% cap on residential equalized assessed value increases in Cook County, this will likely drive up the taxes realized by our commercial and industrial property as well as our DuPage residents.
- The number of new and proposed subdivisions within our district boundaries has slowed considerable. This indicates that our enrollment should continue to remain steady for the next five years. As the subdivisions continue to develop, the District will continue to evaluate its growth plan utilizing our existing facilities and evaluate the possibilities of constructing a new facility as the student population increases.

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

Contacting the District's Financial Management Team

This financial report is designed to provide the District's citizens, taxpayers, customers, investors, 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 Manager, Mr. Robert Beckwith, at Lemont-Bromberek Combined School District 113A, 16100 W. 127th St., Lemont, IL 60439.

Beckwith, Bob

From: Beckwith, Bob
Sent: Tuesday, November 24, 2009 1:25 PM
To: Ricker, Tim
Subject: FW: 2009 TAW's

Tim,

I will be dropping off the 2009 TAW information to PMA this afternoon. Is there any additional information that you need to get to them?

I would be happy to take it with me.

Thanks,
Bob

From: Steve Miller [mailto:smiller@pmanetwork.com]
Sent: Tuesday, November 24, 2009 9:57 AM
To: Beckwith, Bob
Subject: RE: 2009 TAW's

Bob, if it's not too much trouble, could you drop them off? You can leave them for Sheryl Marshall. Thanks!

You have a Happy Thanksgiving too

From: Beckwith, Bob <rbeckwith@sd113a.org>
Sent: Tuesday, November 24, 2009 8:27 AM
To: SMiller@pmanetwork.com
Subject: 2009 TAW's

Steve,

Sandie Larek, Superintendent Ricker's assistant, left a folder of documents for me to get to you today regarding the 2009 TAW's. She did not realize that she was to give you this information as well as what she gave you last night. Would you like for me to drop these documents off on my way home this evening or would you rather I scan them and send them to you in an e-mail? I would be happy to either. If I don't speak with you, have a great Thanksgiving.

Thanks,
Bob

Beckwith, Bob

From: Beckwith, Bob
Sent: Tuesday, November 24, 2009 1:29 PM
To: Ricker, Tim
Subject: 09 MD&A
Attachments: MD & A 2009.doc

Tim,

Attached is the draft of the MD&A report. The figures that are blank or in red need to be completed by the Auditor. Please review the narrative and let me know if you think anything needs to be added or changed.

Thanks
Bob

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

This section of the Lemont-Bromberek Combined School District 113A's (the District) annual financial report represents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2009.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis- for State and Local Governments*, issued June 1999. This is the sixth year that Lemont-Bromberek CSD 113A has complied with the GASB 34 changes, which allows us to have comparisons between the reporting years. The goal of this analysis is to provide the user with easy-to-use information about the District's financial performance during the past fiscal year.

Financial Highlights

- The District has continued to deficit spend and utilize fund balances to cover the annual deficit. Should the District continue to deficit spend, the District will need to adopt a Deficit Reduction Plan along with the 2009-2010 Adopted District Budget. Based on cash flow projections, it is projected that the District will need to issue Tax Anticipation Warrants sometime during the 2009-2010 school year
- The District's IDEA grant from the federal government was continued again for this school year, which resulted in funding of approximately \$.
- The District will need to continue to address the deficit budget by looking into either a revenue enhancement, an expenditure reduction or a combination of both. Any of these options will allow the District to establish a Balanced Budget in future years.
- General State Aid payments were reallocated by the State Board of Education and declared ARRA funds. The total for this reallocation was: \$
- Enrollment continues to be stable which results in General State Aid being a small portion of the revenue for the District.
- The District did not complete any capital projects during the year
- Special Education Services continue to increase resulting in additional expenditures.

Overview of the Financial Statements

This financial report consists of three parts – Management's Discussion and Analysis (this section), Basic Financial Statements, and Required Supplementary Information. The Basic Financial Statements include two kinds of statements that present different views of the District:

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

- **Government-Wide Financial Statements;** This consists of the *Statement of Net Assets* and the *Statement of Activities*, which provide both long-term and short-term information about the District's overall financial status.
- **Fund Financial Statements;** These statements focus on individual parts of the District and generally report operations in more detail than the government-wide financial statements.

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

The major features of the District's financial statements, including the portion of the District's activities they contain is shown in the following table.

Major Features of the Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary such as educational and operations and maintenance	Activities the District operates similar to private business. The District currently has no proprietary funds	Assets held by the District on behalf of someone else such as student activities monies
Required Financial Statements	Statement of Net Assets (deficit) and Statement of Activities	Balance Sheet, statement of revenues, expenditures and changes in fund balance (Deficit)	Statement of Net Assets, statement of revenues, expenses, and changes in net assets and statement of cash flows	Statement of fiduciary net assets
Accounting Basis and Measurement Focus	Actual Accounting and Economic Resources Focus	Cash basis accounting and current financial resources focus	Cash basis accounting and economic resources focus	Cash basis accounting and economic resources focus
Type of Asset/Liability Information	All Assets and Liabilities, both financial and capital; short-term and long-term	Revenues for which cash is received during the fiscal year; no capital assets or long-term liabilities included	All assets and liabilities; both financial and capital; short-term and long-term	All assets and liabilities, both short-term and long-term; funds may contain capital assets
Type of Inflow/Outflow Information	All revenue and expenses received or paid during the year	Revenues for which cash is received during the year; Expenditures when goods and services have been received and the related liability is due and payable	All revenues and expenses during the year	All additions or deductions during the years

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Government-Wide Financial Statements

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

Unlike a private sector company, the District cannot readily convert fixed assets to liquid assets; the District cannot sell a school building and use the cash. Districts can, and sometimes do, convert fixed assets to cash through the sale of property; however this is a rare event and not easily accomplished.

The government-wide financial statements report the District's net assets and how they have changed throughout the year. Net assets – the difference between the District's assets and liabilities – are one way to measure the District's financial health or position.

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

The government-wide financial statements, the District's activities are presented as follows:

- *Governmental activities* – Most of the District's basic services are included here, such as regular and special education, transportation, support services, community programs, and administration. Property taxes and state formula aid finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds- not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs and to demonstrate compliance with regulatory requirements.

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

The district has two kinds of funds:

Governmental funds – Most of the District's services are included in governmental funds, which generally focus on (1) how cash, and other financial assets that can readily be converted to cash, flow in and out, and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps one determine whether there are more or fewer resources that can be spent in the near future to finance the District's programs. Because this information

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

does not encompass the additional long-term focus of the government-wide statements, additional information is included as a separate statement explaining the relationship (or differences) between them.

Fiduciary Funds – The District serves as a trustee, or fiduciary, for assets that belong to others, such as student activity funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and only by those to whom the assets belong. These activities are excluded from the government-wide financial statements because the District cannot use these assets to finance its operations.

Financial Analysis of the District as a Whole

Net Assets: The following summary data is compared with data from the preceding year.

The District's total net assets increased/decreased between June 30, 2008 and June 30, 2008. The overall decrease of \$ was due to the fact that a deficit budget was adopted and that the expenditures for the year exceeded the revenues for the year by this amount. The over expenditures were paid for by fund balances that the district has in place.

The following is a summary of the District's net assets for the year ending June 30, 2009:

	Governmental Activities	Governmental Activities
	2007-2008	2008-2009
Current Assets	\$	\$
Capital Assets (Less Depreciation)	\$	\$
Total Assets	\$	\$
Current Liabilities (Short term debt)	\$	\$
Noncurrent Liabilities (Long term debt)	\$	\$
Total Liabilities	\$	\$
Net Assets (deficit)		
Invested in Capital (Net of Debt)	\$	\$
Restricted for Tort Immunity	\$	\$
Restricted for Capital Projects	\$	\$
Restricted for Debt Service	\$	\$
Unrestricted	\$	\$
Net Assets as Restated	\$	
Total Net Assets	\$	\$
Change in Net Assets		\$

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

Change in net assets: The stated change in net assets was a decrease of \$. The drop in current assets is a direct result of expenditures exceeding revenues. The District anticipated increased expenses from collective bargaining agreements, but the continuing increase in the District's enrollment and expenditures coupled with the slower and smaller increase in the District's revenues result in deficit spending.

Statement of Activities

	Governmental Activities	Governmental Activities
	2007-2008	2008-2009
Revenue		
Taxes:		
Corporate Personal Property Replacement	\$	\$
Property Taxes, levied for general purposes	\$	\$
Property Taxes, levied for debt service	\$	\$
Property Taxes, levied for specific programs:		
Tort Immunity	\$	\$
Transportation	\$	\$
Municipal Retirement	\$	\$
Working Cash	\$	\$
Other Payments in Lieu of Taxes	\$	\$
Sale of Equipment	\$	\$
State Aid - formula grants	\$	\$
Unrestricted investment earnings	\$	\$
Program Revenues:		
Charges for Services	\$	\$
Operating Grants	\$	\$
Capital Grants	\$	\$
Total Revenue	\$	\$
Expenses		
Instruction	\$	\$
Support Services	\$	\$
Nonprogrammed Charges	\$	\$
Interest on Long-Term Debt	\$	\$
Depreciation - Unallocated	\$	\$
Capital Outlay	\$	\$
Capital Assets	\$	\$
Principal Payments	\$	\$
Total Expenses	\$	\$
 Change in Net Assets	 \$	 \$

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

Changes in Net Asset: The District's total revenues for the year were \$21,302,685 which is more than the \$19.67 million budgeted. This surplus is due to increased grant revenues that were amended after the budget adoption. Local Taxes, totaling \$16,125,442, accounted for approximately 75.69% of the total. Flow through funds, in the form of IDEA grants, accounted for \$401,389, which was 1.9% of the total revenues. State Funding accounted for 13.21%, totaling \$2,814,691.

Compared to 2007-2008, our revenues have remained flat. Property Taxes increased by 8.26%, due to the tri-annual Cook County re-assessment. The largest increase in revenue was realized in our investment earnings, which increased by 46.31% from 2007-2008.

Total Costs for all governmental programs totaled \$22,556,799. Expenses are predominantly related to instruction and instructional support services such as transportation and maintenance of the physical plant. In 2008-2009, our expenditures increased even further than the revenues, a trend that is expected to continue. The district will be looking at ways to increase revenues and decrease expenditures in order to reverse this trend.

Agency (Activity) Funds

Activity Funds, which include both Student Activity Funds and Various Building Funds, have continued to decrease over the year. These funds have been raised to offset upcoming capital costs around the district, and are anticipated to decrease even further in FY2010.

Financial Analysis of the District's Funds

The financial performance of the District matches the scenario that many Illinois School Districts are facing. When expenditures continuously exceed revenues over a sustained period of time, deficit spending is inevitable.

- The largest expenses of the District, salaries and benefits, are increasing at a faster pace than our largest revenue source, property taxes.
- Throughout the poor economic times that the country and the state have endured, the District has managed to earn modest interest on our investments. As noted above, our investment earnings rose by ? in 2008-2009.

General Fund Budgetary Highlights

Capital Assets: The District upgraded more of the teacher computers throughout the schools, and will continue to upgrade computer equipment as needed.

Transportation: The District provides transportation to and from school for every child that lives further than a 1 ½ miles from school, and in many cases, less than 1 1/2 miles. These exceptions are made on an individual basis when special circumstances prevent the student from safely walking to school. In addition to the public school students, our District also transports the students of the two major parochial schools within the District. With the leasing of Bromberek School to the Archdiocese of Chicago, we now transport many of St. Alphonsus and St. Patrick's School across the Des Plaines River Canal, which increased our mileage and fuel consumption.

Lemont-Bromberek Combined School District 113A

Management's Discussion and Analysis

Long-Term Debt: The District has issued bonds for Capital Appreciation Bonds (CAB), and Limited Tax Bonds, Limited Tax Capital Appreciation Bonds, and School Bonds.

Type	Year	Amount of Issue
CAB	1995	\$ 16,358,467
Limited Tax, WC	2001A	\$ 1,625,000
Limited Tax CAB, WC	2001B	\$ 1,068,071
CAB	2001D	\$ 6,914,760
CAB	2002	\$ 4,329,323

Revenue is collected by the County Assessor to cover the payments on these bonds. Bond Payments are not under the tax cap.

The District utilizes leases for certain types of equipment, including buses and copying equipment. For buses, the District enters into three-year leases on each bus. Imaging equipment is normally a five-year lease that is renegotiated near the end of the lease agreement to bring newer equipment into the District.

Factors Bearing on the District's Financial Future

The School District's Financial Profile, compiled by the Illinois State Board of Education, has listed Lemont-Bromberek CSD 113A under the "Financial ?" category, which is its top honor. However, there are some factors that should affect the District's long-term financial health;

- The State has increased the foundation level once again for FY2009. This increase, along with other changes to state funding, is expected to increase our state revenues slightly.
- The type of Equalized Assessed Value that the District is realizing tax revenue from is showing a growing percentage of residential property. This kind of property obviously increases our enrollment as well, which causes expenditures to increase proportionately. Additionally, the expected EAV for the District will be declining. This will force the overall extension rate to increase in order to generate the same amount of revenue.
- The number of new and proposed subdivisions within our district boundaries indicates that our enrollment should continue to grow within the next five years. However, the new growth in the District for 2006-2007 did not produce the number of students that were projected. As the subdivisions continue to develop, the District will continue to evaluate its growth plan utilizing our existing facilities.
- The District will have to drastically reduce expenditures or approach the community for additional revenues in the near future.

Contacting the District's Financial Management Team

This financial report is designed to provide the District's citizens, taxpayers, customers, investors, 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 Manager, Mr. Robert Beckwith, at Lemont-Bromberek Combined School District 113A, 16100 W. 127th St., Lemont, IL 60439.

Beckwith, Bob

From: Beckwith, Bob
Sent: Tuesday, November 24, 2009 3:29 PM
To: Ricker, Tim
Subject: FW: Lemont Bromberek SD 113A Audit

Tim,

I just received this from Knutte & Associates. This information was provided to them prior to their on site visit. I will take the documents to their offices tonight or tomorrow. I also have to go to PMA with the TAW documents.

Thanks
Bob

From: Abdullah Khan [mailto:abdullahk@knutte.com]
Sent: Tuesday, November 24, 2009 2:20 PM
To: Beckwith, Bob
Subject: Lemont Bromberek SD 113A Audit

Hello Bob,

We are currently working on the Lemont Bromberek School District audit. Dave Knutte and I wanted to request several documents from you to help us in the audit process. You can fax the following documents to (630)-960-9960.

1) Copy of only the first page of every bank statement from July 2008 to June 2009 for the following bank accounts:

- A) Lemont National Bank A/P account
- B) Lemont National Bank Payroll account
- C) Lemont National Bank Imprest account
- D) Lemont National Bank Cafateria account
- E) Lemont National Bank a/c 3001017675
- F) Illinois Funds account
- G) IIIT account
- H) William Blair and Company account
- I) Cole Taylor Bank account
- J) Both Amalgamated accounts

2) Can you please explain where the \$249,629 deposit in the A/P account during June 2009 originated from.

If you have any questions you can contact me or Dave at the office.

Thanks,

Abdullah Khan
Knutte & Associates, P.C.

Beckwith, Bob

From: Beckwith, Bob
Sent: Monday, December 21, 2009 10:12 AM
To: Ricker, Tim
Subject: FW: Interfund Loans

Tim,

I received this from Dave on Friday. How would you like for me to proceed?

Thanks,
Bob

From: Dave Knutte [mailto:davek@knutte.com]
Sent: Friday, December 18, 2009 1:27 PM
To: Beckwith, Bob
Subject: Interfund Loans

Hi Bob,

I wanted to check back to see if you have been able to decide how the interfund balances should be recorded?

Give me a call when you have a chance.

Thanks
Dave

Beckwith, Bob

From: Beckwith, Bob
Sent: Tuesday, January 12, 2010 9:12 AM
To: Ricker, Tim
Subject: FW: Amended Budget

Tim,

Now that the FY 2010 budget amendments have been confirmed, I will forward the document to Sandi to place on Board Docs for the BOE. If there is anything else please let me know.

Thanks,
Bob

From: Steve Miller [mailto:Smiller@pmanetwork.com]
Sent: Tuesday, January 12, 2010 8:55 AM
To: Beckwith, Bob
Subject: RE: Amended Budget

They match

Stephen W. Miller CPA
Senior Financial Advisor
PMA Financial Network, Inc.
2135 CityGate Lane, 7th Floor
Naperville, IL 60563
P: (630) 657-6413
F: (630) 718-8701
www.pmanetwork.com

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Any statements regarding tax matters made herein are for preliminary use only, including any attachments, and cannot be relied upon by any person to avoid tax penalties and are not intended to be used or referred to in any marketing or promotional materials.

From: Beckwith, Bob [mailto:rbeckwith@sd113a.org]
Sent: Tuesday, January 12, 2010 8:46 AM
To: Smiller@pmanetwork.com
Subject: RE: Amended Budget

Steve,

Thanks. I have changed the beginning fund balances to reflect the ending fund balances for 2009. Please verify that the calculations now reflect the same figures that you indicated yesterday.

Thanks,
Bob

From: Steve Miller [mailto:Smiller@pmanetwork.com]
Sent: Tuesday, January 12, 2010 8:34 AM
To: Beckwith, Bob
Cc: Ricker, Tim; 'Dave Knutte'
Subject: RE: Amended Budget

Bob,

The changes to the transfers and GSA look good, but you need to change the beginning cash and fund balances to the revised AFR figures. Once you do that you should be able to match the ending balances to the Financial Plan document we looked at yesterday.

Steve

Stephen W. Miller CPA
Senior Financial Advisor
PMA Financial Network, Inc.
2135 CityGate Lane, 7th Floor
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www.pmanetwork.com

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From: Beckwith, Bob [mailto:rbeckwith@sd113a.org]
Sent: Monday, January 11, 2010 3:05 PM
To: Smiller@pmanetwork.com
Cc: Ricker, Tim; Dave Knutte
Subject: RE: Amended Budget

Steve,

I made the changes to the budget summary page as you suggested. Please verify that the amounts I entered are in the proper locations and that the ending fund balances appear as you have them. Thank you again for all of your assistance.

Bob

From: Steve Miller [mailto:Smiller@pmanetwork.com]
Sent: Monday, January 11, 2010 2:07 PM
To: Beckwith, Bob; Ricker, Tim
Cc: LMatkowski@pmanetwork.com; 'Greg Kubitz'
Subject: Amended Budget

Bob & Tim,

For the beginning cash and fund balances, attached is a revised Balance Sheet from the 2009 AFR based upon this morning's discussion (please match with version from auditor when you receive his).

For the budget changes, I think these are the only ones at this point:

REVENUES

Reduce Ed GSA by \$500,000 and add it to IMRF revenue

TRANSFERS

Working Cash (acct. #8110) to Ed (7110) abatement should be changed to full Working Cash amount of \$5,492,942.

New 17-2(a) transfer from Ed (8130) to O&M (7130) for \$1,261,885

New transfer from O&M (8800) to Capital Projects (7800) for \$1,261,885

I think that's it for this amendment, let me know if you have questions.

Steve

Stephen W. Miller CPA
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Combined School District Number 113A (Lemont-Bromberek) Existing Debt Service

Preliminary, subject to change.

Levy Year	Non-Referendum Debt Service				Referendum Debt Service				Total	Total General Obligation	5.0% County Losses/Cost Debt	EAV (2)	Growth Rate	B&I Tax Rate
	Fiscal Year	Series	Bonds CABS	LTGO School	Series	Bonds CABS	Building	School						
2007	2009	\$1,625,000	Series 2001A	\$2,389	Series 2001B	210,982	210,000	210,000	210,000	2,965,000	3,175,982	1,126,646,789	0.17%	0.2862
2008	2010	128,583	Series 2001A	86,402	Series 2001B	211,872	213,400	213,400	213,400	3,320,000	3,531,872	1,286,605,086	14.31%	0.2882
2009	2011	127,020	Series 2001A	85,830	Series 2001B	212,850	213,613	213,613	213,613	3,485,000	3,697,850	1,316,418,077	2.32%	0.2949
2010	2012	123,340	Series 2001A	90,000	Series 2001B	213,340	216,818	216,818	216,818	3,660,000	3,873,340	1,382,235,529	5.00%	0.2942
2011	2013	119,660	Series 2001A	90,276	Series 2001B	209,936	220,070	220,070	220,070	4,100,000	4,309,936	1,534,662,440	11.03%	0.2949
2012	2014	120,980	Series 2001A	90,418	Series 2001B	211,398	223,371	223,371	223,371	4,305,000	4,516,398	1,562,393,454	1.81%	0.3035
2013	2015	116,900	Series 2001A	95,088	Series 2001B	211,988	226,721	226,721	226,721	4,520,000	4,731,988	1,638,642,705	4.88%	0.3032
2014	2016	117,820	Series 2001A	95,000	Series 2001B	212,820	230,122	230,122	230,122	5,060,000	5,272,820	1,817,481,509	10.91%	0.3046
2015	2017	113,500	Series 2001A	96,965	Series 2001B	210,465	233,574	233,574	233,574	4,255,000	4,465,465	1,835,656,325	1.00%	0.2554
2016	2018	109,000	Series 2001A	102,272	Series 2001B	211,272	237,078	237,078	237,078	4,345,000	4,556,272	1,854,012,888	1.00%	0.2580
2017	2019	109,500	Series 2001A	103,375	Series 2001B	212,875	240,634	240,634	240,634	4,800,000	5,012,875	2,039,414,177	10.00%	0.2581
2018	2020	104,750	Series 2001A	104,292	Series 2001B	209,042	244,243	244,243	244,243	4,900,000	5,109,042	2,059,808,318	1.00%	0.2604
2019	2021	105,000	Series 2001A	105,000	Series 2001B	210,000	247,907	247,907	247,907	5,005,000	5,215,000	2,080,406,402	1.00%	0.2632
2020	2022	-	Series 2001A	-	Series 2001B	-	251,626	251,626	251,626	5,110,000	5,110,000	2,288,447,042	10.00%	0.2345
2021	2023	-	Series 2001A	-	Series 2001B	-	255,400	255,400	255,400	-	-	2,311,331,512	1.00%	0.0000
2022	2024	-	Series 2001A	-	Series 2001B	-	259,231	259,231	259,231	-	-	2,334,444,827	1.00%	0.0000
2023	2025	-	Series 2001A	-	Series 2001B	-	263,120	263,120	263,120	-	-	2,567,889,310	10.00%	0.0000
2024	2026	-	Series 2001A	-	Series 2001B	-	267,066	267,066	267,066	-	-	2,593,568,203	1.00%	0.0000
2025	2027	-	Series 2001A	-	Series 2001B	-	271,072	271,072	271,072	-	-	2,619,503,885	1.00%	0.0000
2026	2028	-	Series 2001A	-	Series 2001B	-	275,138	275,138	275,138	-	-	2,861,454,274	10.00%	0.0000
2027	2029	-	Series 2001A	-	Series 2001B	-	279,265	279,265	279,265	-	-	2,910,268,816	1.00%	0.0000
2028	2030	-	Series 2001A	-	Series 2001B	-	283,454	283,454	283,454	-	-	2,939,371,504	1.00%	0.0000
Total DS From														
Current FY: \$ 1,382,940 \$ 1,144,918 \$ 2,537,858														
\$ 28,450,000 \$ 16,275,000 \$ 12,140,000 \$ 56,865,000 \$ 59,402,858 \$ 62,373,001														

(1) Pursuant to Public Act 96-0501, the District's DSEB will increase by the lesser of CPI or 5% each year starting with levy year 2009. The increase for levy year 2009 is 0.1% based on the 2008 CPI and assumed to be 1.5% per year thereafter.
 (2) EAV and growth rates in levy years 2009-2014 as estimated by FPP.



Beckwith, Bob

From: Beckwith, Bob
Sent: Friday, January 22, 2010 2:49 PM
To: Ricker, Tim
Subject: FW: Debt Schedule
Attachments: 101509 Lemont Bromberek 113A Existing Debt.pdf

Tim,

More information that was used in the financial plan from PMA

Bob

From: Steve Miller [mailto:Smiller@pmanetwork.com]
Sent: Thursday, January 21, 2010 2:15 PM
To: Beckwith, Bob
Subject: Debt Schedule

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