



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

Chicago, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the year ended June 30, 2013

*Prepared by the
Office of School Financial Services*

Rahm Emanuel, Mayor, City of Chicago
David Vitale, Board President
Barbara Byrd-Bennett, Chief Executive Officer



Board of Education

CITY OF CHICAGO

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February 4, 2014

Dear Stakeholders,

This has been an unprecedented year of challenges and transformation for Chicago Public Schools (CPS). We have implemented several initiatives to improve the quality of education and services we deliver to over 400,000 students who depend on us. As a result, many of our schools are thriving. Some are among the very best in the state of Illinois but others are not meeting those standards. From an emerging body of educational research here in Chicago and across the country, we have a growing understanding of what we must do in order to provide a high-quality education for every child in every community. These research results, in addition to input from thousands of CPS stakeholders, including families and students, provide the background for our District vision and five-year action plan to accelerate student achievement: The Next Generation: Chicago's Children.

CPS' top priority throughout this year has been to protect investments in student learning as much as possible while balancing the budget as required by law. The school district is committed to delivering high-quality education to every student in every school. This overarching aspect of our District vision is supported by the five pillars of CPS' plan for the future: high standards, rigorous curriculum and powerful instruction; systems of supports that meet all students' needs; engaged and empowered families and communities; committed and effective teachers, leaders and staff; and sound fiscal, operational and accountability systems.

With every student in every school now benefiting from a full school day and a full school year, we are confident in our ability to continue accelerating progress. However, the lack of State action on pension reform for CPS, along with insufficient State education funding, results in substantial budget deficit projections for FY2015 and FY2016. In FY2014, we have been forced to absorb a \$613 million pension payment, resulting in an increase of \$404 million to our overall budget. In addition, we have increased costs associated with a renegotiated teachers' union contract. These budget challenges place necessary school based investments at risk.

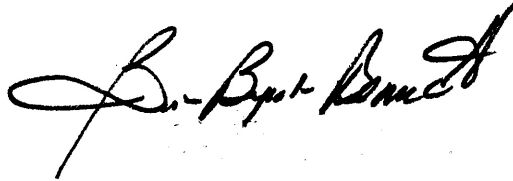
Last year, CPS realized the highest graduation rate to date at 65.4 percent, and also the highest freshman on-track rate of 81.5 percent. For the first time, CPS was able to offer full-day kindergarten to more than 30,000 students across the city. We moved to a new elementary promotion policy, increased meets/exceeds ISAT scores across every grade, established a unified school calendar and implemented a single accountability system to hold all employees responsible for student outcomes. We also streamlined our student assessment system to remove unnecessary testing burdens from students and increase instructional time. While these accomplishments are significant, the District's work is not done until every student is graduated and prepared for success in college, career and life.

We believe that every child who graduates from Chicago Public Schools is a victory for the city of Chicago. We are a city with a shared belief in the power of education to transform lives. Everyone has a stake in the success of our next generation. Everyone shares responsibility in shaping and educating our children. Public schools belong to the people and their communities. Only by working together can we ensure our collective vision of children with a joy for learning and school as engaging and meaningful.

Respectfully submitted,



President
Chicago Board of Education



Chief Executive Officer
Chicago Public Schools



Educate • Inspire • Transform

CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

2013 COMPREHENSIVE ANNUAL FINANCIAL REPORT

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CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

PRINCIPAL OFFICIALS

Mayor of the City of Chicago
Rahm Emanuel

Chicago Board of Education
David J. Vitale, President
Jesse H. Ruiz, Vice President

Members

Dr. Carlos M. Azcoitia
Dr. Henry S. Bienen
Dr. Mahalia A. Hines
Deborah H. Quazzo
Andrea L. Zopp

Executive Officers

Barbara Byrd-Bennett, Chief Executive Officer
Timothy Cawley, Chief Administrative Officer
Tom Tyrrell, Chief Operating Officer
Patricia J. Taylor, Chief Facilities Officer
Peter W. Rogers, Chief Financial Officer
Sebastien De Longeaux, Chief Procurement Officer
James Bebley, General Counsel





Government Finance Officers Association

Certificate of
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in Financial
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Presented to

Chicago Public Schools
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2012

Executive Director/CEO



Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
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Chicago Public Schools

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2012*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



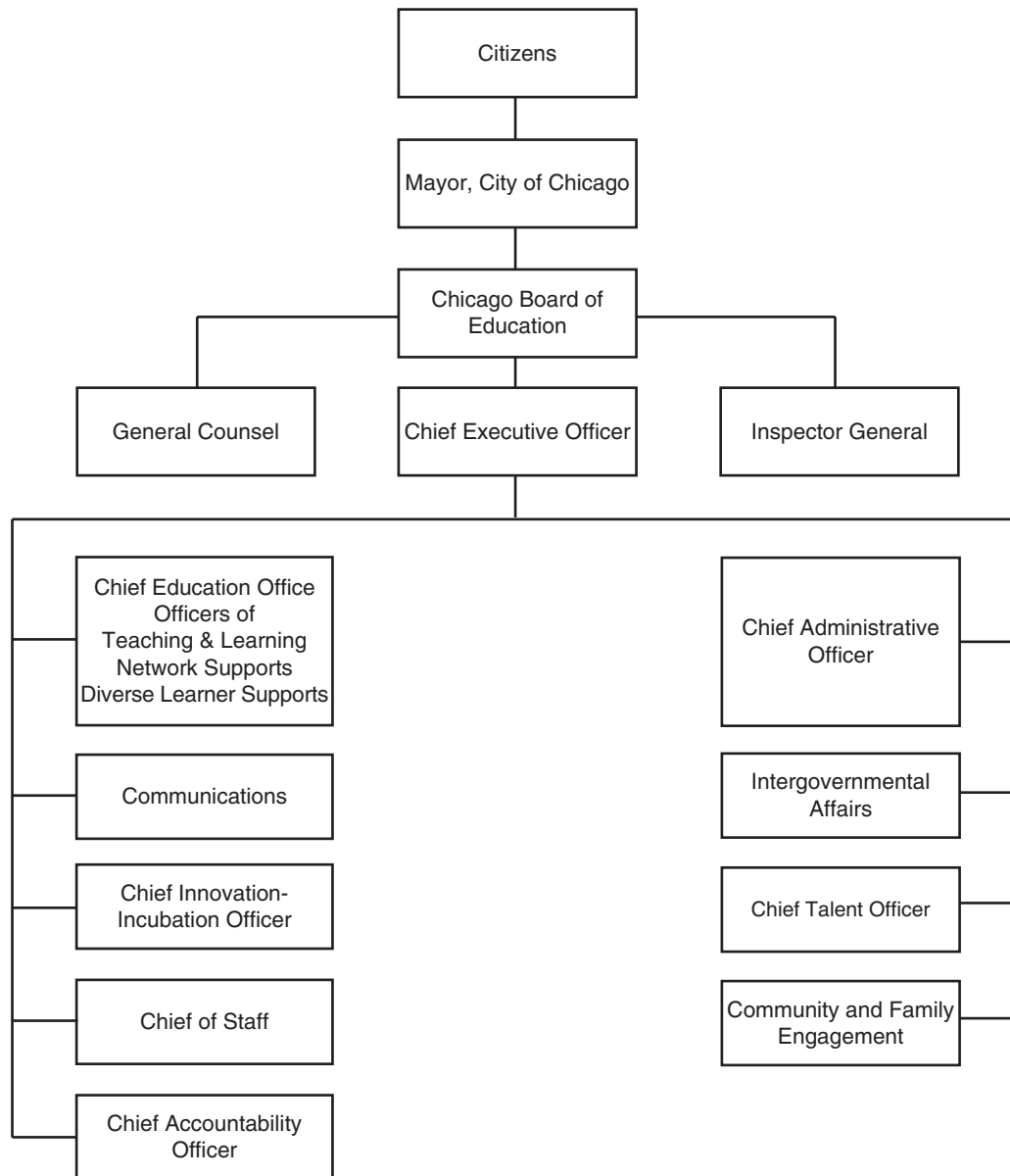
Ron McCulley, CPPB, RSBO
President

John D. Musso, CAE, RSBA
Executive Director



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education
Organizational Chart

The Chicago Public Schools is the third largest school district in the nation. It serves approximately 403,000 students in 681 attendance centers with a staff of 42,000.



CHICAGO PUBLIC SCHOOLS**Chicago Board of Education****Board Member Profiles****David J. Vitale**

David Vitale was appointed the president of the Chicago Board of Education on June 15, 2011. Previously, Mr. Vitale served as the chief administrative officer for the Chicago Public School system from 2003 through 2008. Mr. Vitale is the chairman of Urban Partnership Bank, a newly formed bank serving the financially underserved neighborhoods of Chicago, Cleveland and Detroit. From February of 2001 through November of 2002, Mr. Vitale served as president and chief executive officer of the Chicago Board of Trade (CBOT). In addition to serving as a member of the CBOT's Board of Directors and Executive Committee, Mr. Vitale also served as president and CEO of the MidAmerica Commodity Exchange, an affiliate of the CBOT. Mr. Vitale is a former vice chairman and director of Bank One Corporation, where he was responsible for Bank One's Commercial Banking, Real Estate, Private Banking, Investment Management and Corporate Investments businesses. Mr. Vitale serves on the Board of Directors of United Airlines, Wheels Inc., DNP Select Income Fund (chairman), Alion Science and Technology and Ariel Investments. He also serves on several civic and charitable boards including: The Visiting Committee of the Harvard Graduate School of Education; the Board of Trustees of the Museum of Science and Industry; The Art Institute of Chicago (vice chairman); the Board of Managers of the YMCA of Metropolitan Chicago (former chair); Member of the Advisory Council of the Graduate School of Business at the University of Chicago; the Advisory Committee of the Kellogg School of Management; Northwestern University; Illinois Institute of Technology (vice chairman); the Visiting Committee of The School for Social Service Administration at the University of Chicago (chairman); Leadership Greater Chicago (former president); The Partnership for New Communities (vice chairman); and The Chicago Council on Global Affairs. Mr. Vitale received his MBA from the University of Chicago and is a graduate of Harvard University.

Jesse H. Ruiz

Jesse Ruiz was appointed vice president of the Chicago Board of Education on June 15, 2011. Mr. Ruiz previously served as Chairman of the Illinois State Board of Education. He is a corporate and securities partner at the law firm of Drinker Biddle & Reath LLP and concentrates his practice on mergers and acquisitions, corporate finance and commercial transactions. Mr. Ruiz was appointed to the U.S. Department of Education Equity and Excellence Commission. In August 2010, Mr. Ruiz was appointed to the American Bar Association (ABA) Presidential Advisory Commission on Hispanic Legal Rights and Responsibilities by the President of the ABA. He also serves on the Board of Directors of Commonwealth Edison Company, an Exelon company, and on several other civic and charitable boards and committees. Previously, Mr. Ruiz was a management consultant with the international consulting firm of Booz Allen & Hamilton (n/k/a Booz & Co.). Mr. Ruiz received his JD from The University of Chicago Law School and his Bachelor's Degree in Economics and Business Administration from the University of Illinois at Urbana-Champaign.

Dr. Carlos M. Azcoitia

Dr. Carlos Azcoitia currently serves as Distinguished Professor of Practice in Educational Leadership at National Louis University. From 2011-2012, he oversaw and supported thirty-six schools in his role as interim chief of Midway Network in Chicago Public Schools. Previously, from 2003-2007, Dr. Azcoitia served as the founding principal of John Spry Elementary Community Links High School in the Little Village community, which is the first school in Chicago to include a pre-kindergarten through high school program in one building and sets high goals for student success; aiming for a 100% high school and college graduation. Before he founded John Spry Elementary Community Links High



Introductory Section

School, Dr. Azcoitia served as the deputy chief of Education at Chicago Public Schools (1996-2003), where he was responsible for managing wide-ranging departments, programs and services. He began his career as a teacher at Kosciuszko School, teaching 7th and 8th grades (1974-1982). He also serves as the chair of the Board of Trustees at Northeastern Illinois University, as a Steering Committee Member of the Coalition of Community Schools, and a member of the Board of Directors of the Chicago High School for the Arts and Ignatian Spirituality Center in Miami, FL. Dr. Azcoitia received his Doctorate in Education from Northern Illinois University, his Master's of Education from National Louis University and his Bachelor's degree from the University of Puerto Rico.

Dr. Henry S. Bienen

Dr. Henry Bienen served as the 15th president of Northwestern University and currently serves as president emeritus of Northwestern University. He was the James S. McDonnell Distinguished University Professor and Dean of the Woodrow Wilson School of Public and International Affairs at Princeton University prior to his appointment at Northwestern. Dr. Bienen is one of the first three university presidents awarded the Carnegie Corporation Academic Leadership Award for innovative leadership in higher education. He is a member of the American Academy of Arts and Sciences. Dr. Bienen chairs both the board of Ithaca Harbors and Rasmussen College, is a member of the Board of Directors of the Chicago Council on Global Affairs and serves on its executive committee. He also serves on the board of Ryan Specialty Group and is on the executive committee of the Steppenwolf Theatre, Gleacher Investment Bank and Grosvenor Fund of Funds. He was a member of the Argonne National Laboratory's Board of Governors, and served on the board's executive, nominating and auditing committees. Dr. Bienen received his PhD and Master's degrees from the University of Chicago and a Bachelor's degree from Cornell University. Dr. Bienen was awarded an honorary Doctorate of Humane Letters from Northwestern University, received the University of Chicago Professional Achievement Alumni Award and the 2008 Niagara Peace & Dialogue Award from the Niagara Foundation in 2008.

Dr. Mahalia A. Hines

Dr. Mahalia Hines is the chief executive officer of Think COMMON Entertainment, president of the Common Ground Foundation and Hip Hop Schoolhouse Publishing Company. Dr. Hines has worked in the educational field for more than 35 years as a teacher and principal. For 15 of those years, Dr. Hines served as principal in the Chicagoland area for grade levels from elementary through high school. Dr. Hines also worked as a coach for first-year principals and a mentor for current principals and prospective principals in Chicago and continues to work with school leaders of public and charter schools in urban areas throughout the country. In addition to working with schools and school leaders, Dr. Hines travels the country speaking to single mothers on raising successful sons. Dr. Hines received her Doctorate from the University of Illinois, her Master's degree from Northeastern University and Bachelor's degree from Central State University.

Deborah H. Quazzo

Deborah Quazzo is the managing partner at GSV Advisors, which she founded in 2009 to support the development of innovative ideas in the education and business services sectors through advisory services, working with emerging companies, as well as sophisticated industry leaders. Prior to GSV Advisors, Ms. Quazzo co-founded ThinkEquity Partners, an investment bank with offices across the nation, and served as the company's president and head of Investment Banking. Previously, Ms. Quazzo was a managing director in Investment Banking and head of the Global Growth Group at Merrill Lynch & Co. and began her career at J.P. Morgan. Ms. Quazzo is Chairman of the Board of Marwen, a visual arts education provider for underserved Chicago youth and is a member of the board of Steppenwolf Theater Company. She is also ex officio board member of The Chicago Public Education Fund and previously served on the boards of America's Promise Alliance in Washington, D.C. (core advocates for underserved youth in America), KIPP Chicago (Knowledge is



Introductory Section

Power Program), New Schools for Chicago, Teach for America Chicago and the Network for Teaching Entrepreneurship in Chicago (NFTE). Ms. Quazzo earned her Bachelor’s degree from Princeton University in 1982 and earned an MBA from Harvard University in 1987.

Andrea L. Zopp

Andrea Zopp is president and CEO of the Chicago Urban League, an organization that supports and advocates for economic, educational and social progress for African Americans and other minorities through an agenda focused on economic empowerment. Before her appointment to the Chicago Urban League, Ms. Zopp was executive vice president and general counsel at the Exelon Corporation. Prior to joining Exelon, Ms. Zopp served in similar roles at Sears Holdings Corporation and Sara Lee Corporation, and before then as a partner in the law firm of Sonnenschein Nath & Rosenthal. Ms. Zopp was also the first woman and African American to serve as First Assistant State’s Attorney in the Cook County State’s Attorney’s office where she was responsible for the day-to-day operations of the nation’s second largest prosecutor’s office. Ms. Zopp has served as a member and president for many civic organizations and in 2004, she became chair of the Blue Ribbon Commission on Magnet and Selective Enrollment School Admissions for the Chicago Public Schools. Ms. Zopp received her JD and Bachelor’s Degree in history and science from Harvard University.

The members of the Board have been appointed to serve terms ending as follows:

<u>Member</u>	<u>Term Expires</u>
David J. Vitale, President	July 01, 2014
Jesse H. Ruiz, Vice President	July 01, 2014
Dr. Carlos M. Azcoitia	June 30, 2015
Dr. Henry S. Bienen	June 30, 2015
Dr. Mahalia A. Hines	July 01, 2014
Deborah H. Quazzo	June 30, 2015
Andrea L. Zopp	June 30, 2015

At the expiration of the term of each member, the Mayor shall appoint a successor for a four-year term from July 1 of the year in which the term commences. Any vacancy shall be filled by appointment of the Mayor for the unexpired term.

The Board elects annually from its members a president and vice president in such manner as the Board determines.



*Introductory Section***CHICAGO PUBLIC SCHOOLS****Chicago Board of Education****Central Administration Profiles**

Barbara Byrd-Bennett is chief executive officer of Chicago Public Schools. A former teacher and principal with over 30 years experience, Ms. Byrd-Bennett is a lifelong educator with experience running schools and districts in New York City, Detroit and Cleveland. Ms. Byrd-Bennett has served as the Chicago Public Schools Chief Education Advisor, where she oversaw the development of curriculum and instructional policy for the Board and helped guide the Board's school and neighborhood administrators, from network chiefs to principals. She also played an integral role in guiding the Board during contract negotiations with the Chicago Teachers Union. As the chief executive officer of the Cleveland public school system, she successfully balanced the school district's budget each year of her tenure after inheriting a more than \$150 million deficit. In Detroit, as the district's Chief Academic and Accountability Auditor, she worked side-by-side with the district's emergency financial manager where she helped implement a plan to restore the District's financial and educational stability. Ms. Byrd-Bennett holds a Master's of Science from Pace University, a Master's of the Arts from New York University and a Bachelor's of the Arts from Long Island University. Ms. Byrd-Bennett also holds honorary doctorate degrees from Cleveland State University, Baldwin-Wallace College, John Carroll University and the University of Notre Dame.

Timothy Cawley is chief administrative officer of the Board. Previously, Mr. Cawley served as managing director for Finance and Administration at the Academy for Urban School Leadership (AUSL), which manages 29 schools within the School District. Mr. Cawley joined AUSL after a 30 year business career, serving in senior management positions at various Fortune 500 companies. Mr. Cawley began his career at Procter and Gamble in a series of brand management positions, and has served as senior vice president of Global Logistics for Motorola, president of SBC/Ameritech International, and Chief Executive Officer for Revell Monogram. Mr. Cawley holds a Bachelor's in Business Administration from the University of Notre Dame.

Tom Tyrrell is the chief operating officer of the Board. He brings over 30 years experience in strategic development and operational management for large public sector organizations. His broad ranging career includes twenty six years in the US Marine Corps and ten years as an executive in the private sector. He began his military career as an infantry officer and was privileged to serve as a commanding officer at every organizational level from platoon through regiment. As a senior officer he was assigned as the director of Strategy for the United Nations Mission to Kosovo and special assistant to the chairman of the Joint Chiefs of Staff for Transformation. In the private sector, Tom was engaged as the CEO of the Intrepid Sea-Air Space Museum in New York City and as the Cantor-Fitzgerald CAO for Europe and Asia based in London. He holds a BBA from Texas A&M University (Kingsville), a MS in Contracting and Acquisition from the Naval Postgraduate School, and a MS in Strategic Resource Management from the National Defense University (Industrial College of the Armed Forces).

Patricia J. Taylor is chief facilities officer of the Board. Ms. Taylor has more than 20 years of experience in city government. Prior to joining Chicago Public Schools, Ms. Taylor was the vice president of facility maintenance, construction and engineering for the Chicago Transit Authority. In this role, she oversaw maintenance of more than 150 facilities and numerous capital improvement projects including the renovation of the Brown Line elevated train system. Prior to that, Ms. Taylor served in government in an executive management capacity for the City of Chicago. Her positions included serving as the director of administration (Law Department), director of operations (Law-Investigations) and assistant budget director (Office of Budget and Management). Prior to that, she was an executive in the private sector for a large manufacturing corporation. Ms. Taylor holds an Associate's degree in liberal arts and attended Northeastern University majoring in elementary education and business administration.



Introductory Section

Peter W. Rogers is chief financial officer of the Board. Mr. Rogers has served as a president, chief executive officer, and a member of the Board of Directors. Most recently, he was President and CEO of Diners Club International, a network of 90 country franchise business units, the majority of which were owned by leading financial institutions. Previously he held the position of executive vice president of Citibank's European, Middle East and Africa Division, based in London, along with management positions for both Wilson Sporting Goods and Proctor and Gamble. Mr. Rogers is a graduate of Harvard College and received his Master's of Business Administration from Harvard Business School.

Sebastien De Longeaux is chief procurement officer of the Board. A native of France, Sebastien previously worked at REXAM (an English packaging company with operations in Chicago) as the director of Group Supply Chain & Commodity Risk, where he improved procurement core processes, including category management, supplier relationship management and risk management. Prior to his role at REXAM, Sebastien worked as a consultant at McKinsey and then served as general manager for Renault-Nissan's purchasing organization, both in France and Japan. He graduated from l'Institut D'études Politiques de Paris in 1993 with a degree in economics and finance. He also received a Master's of Business Administration from the University of Chicago.

James Bebley is general counsel of the Board. Previously he served as first deputy general counsel and as deputy general counsel for Finance and Budget. Mr. Bebley's 28 years of experience includes practice at Ice Miller LLP in Chicago where he concentrated on economic development and municipal finance and acted as bond counsel, issuer's counsel and underwriter's counsel for tax-exempt bond issues, and Carney & Brothers, where he handled transactional matters and assisted in developing the firm's municipal finance group. He also served at the City of Chicago's Law Department and the Office of the Mayor. Mr. Bebley is a graduate of Daniel Hale Williams Elementary School and Robert Lindblom Technical High School, both in the Chicago Public School system. He earned his Bachelor of Science in Finance from the University of Illinois (Urbana-Champaign) College of Commerce and Business Administration in 1982 and his Juris Doctorate from the College of Law in 1985.



Introductory Section**Office of Finance**

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February 4, 2014

David Vitale, President,
 Members of the Chicago Board of Education,
 And Residents of the City of Chicago:

The Comprehensive Annual Financial Report (CAFR) of Chicago Public Schools (CPS) for the fiscal year ended June 30, 2013, is hereby submitted. It has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to fairly present the financial position as well as the financial condition of CPS.

Illinois School Code (105 ILCS 5/34-9) requires CPS to submit an annual report of the financial records and transactions audited by independent certified public accountants. This document is submitted in fulfillment of this requirement. An audit was also conducted to meet the requirements of the Federal Single Audit Act Amendment of 1996 and related Office of Management and Budget Circular A-133, Audits of State and Local Governments.

The role of the auditors is to audit the basic financial statements to determine if they are free of material misstatements and to assess the accounting principles used. Based on their findings, they express an opinion on the fairness of the statements and disclose any material weaknesses or significant deficiencies. Responsibility for the accuracy of the data presented as well as completeness and fairness of presentation of this report rests with CPS management.

The CAFR is presented in four sections: Introductory, Financial, Statistical, and Statutory Reporting, which contains state and federal compliance reporting information. The Introductory section includes this transmittal letter, a list of principal officials, and an organization chart. The Financial section includes the basic financial statements as well as the unmodified opinion of independent public accountants on the basic financial statements. The Statistical section contains selected financial and demographic information, generally presented over a multi-year basis. Finally, the Statutory Reporting section includes the results of the Federal Single audit.

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

PROFILE OF CHICAGO PUBLIC SCHOOLS

CPS is a body politic and corporate, and a school district of the State of Illinois having boundaries coterminous with the City of Chicago. The Chicago Board of Education is established under and governed by the Illinois School Code. The Chicago Board of Education is not a home-rule unit of government and operates a system of schools primarily for grades pre-kindergarten through twelve. CPS has no component units, which are legally separate organizations for which CPS is financially accountable.



Introductory Section

CPS is governed by a seven-member Board of Education appointed by the Mayor of the City of Chicago. Board members elect one member to serve as President of the Board. In addition, pursuant to amendments to the School Code initially enacted in 1988, elected local school councils, composed of parents, teachers, principals and community representatives, exercise certain powers relating to the operation of individual schools, most notably the selection of principals.

As a large urban school district, our schools and students reflect the broad diversity of our city. In fiscal year 2013 (FY2013), CPS operated 681 schools, including charters and schools with multiple sites. CPS has neighborhood schools, options schools, citywide schools, military schools, performance schools, selective enrollment schools, small schools, special education schools, charter schools and contract schools.

Student enrollment as of September 2012 was 403,461, a decrease of 690 or 0.17% from the September 2011 level (404,151). Approximately 85% of our students come from low-income families and 16% speak English as a second language. CPS employs approximately 42,000 workers, including approximately 22,000 teaching positions with an annual operating budget of \$5.232 billion in FY2013.

LOCAL ECONOMIC OUTLOOK

Chicago is a national center for manufacturing, transportation and tourism. According to the city's 2013 budget overview, in 2012, Chicago hosted 46.3 million domestic and overseas visitors, including 34.1 million domestic leisure travelers, 10.9 million domestic business travelers and 1.3 million overseas travelers, contributing nearly \$12.76 billion to Chicago's economy. The area is home to several of the world's largest corporations; top employers include city, state and county governments, universities, airports and banks. However, the overall economic status of the nation has impacted Chicago locally in terms of both revenue and expenditures.

The economic downturn has been reflected in Chicago's job market over the past few years. The unemployment rate trend at city, state and national levels, as tracked by the U.S. Bureau of Labor Statistics, is displayed in the table below.

<u>Year</u>	<u>Chicago (%)</u>	<u>Illinois (%)</u>	<u>U.S. (%)</u>
2010	11.0	10.3	9.6
2011	9.5	8.7	9.0
2012	8.8	8.9	8.1
2013 (August)	9.2	9.2	7.2

LONG-TERM FINANCIAL PLANNING

The challenge of declining revenues and increasing costs continues to create budget challenges for the District in the coming years, with deficits projected to be about \$1 billion annually, if no changes are made. Operating revenues over the next three years are projected to be flat or declining, particularly with the challenges facing both state and federal budgets. Expenditures for pension contributions increased significantly in FY2014 and are expected to increase substantially in FY2015 as the Pension Fund changed a number of actuarial assumptions, including the investment rate of return, driving up contribution requirements. Without pension reform similar to what was adopted for state-funded systems, CPS will continue to face unsustainable financial pressure from pensions. Furthermore due to the additional long-term debt driven by capital investment needed to maintain our facilities, debt service will increase in future years.

CPS has continued to make reductions outside the classroom, focusing on central office, administration, and operations, although school budgets were impacted in FY2014, when there were no other options. We have and must continue to invest in our students, as the full school day, full day kindergarten for all, and implementation of common core state standards attest.



Introductory Section

Current Condition: Total operating revenues for FY2013 were \$4.826 billion, which were \$390 million or 7.5% lower than the prior year of \$5.216 billion. The amended budget reflects a \$70 million (1.48%) increase in operating revenue from the original adopted budget of \$4.731 billion to the final FY2013 adopted budget of \$4.800 billion to cover the cost of the renegotiated teacher contract.

Total operating expenditures for fiscal year 2013 were \$4.946 billion, which were \$58 million or 1.19% higher than the prior year of \$4.888 billion. CPS ended FY2013 with a fund balance for its General Operating Fund of \$949 million, a decrease of \$120 million or 11.23%, from FY2012. Of this, \$798 million is restricted or assigned for specific uses, while the balance is held as a reserve to cover future years' deficits.

The overall decrease in year end fund balance in the general operating fund is primarily due to funding the FY13 budget gap using funds from the general operating fund.

One-Time Resources: In past years, financial results have benefited from one-time fixes such as federal stimulus funding, bond restructuring and TIF surplus, which helped mask the depth of the structural deficit. In FY2013, the Board adopted a balanced budget that reflected the use of \$431.8 million of available fund balances for the General Operating Fund. In addition, TIF surplus revenues were received totaling \$26.3 million.

At the end of FY2013, CPS made the difficult decision to consolidate 49 (closing 47) elementary schools in order to redirect limited resources in response to school underutilization and a projected billion-dollar budget deficit. Beginning FY2014, nearly 80 percent of students enrolled in their designated welcoming schools, with 12,700 students transitioning into 49 higher-performing welcoming schools.

CPS also made important investments in welcoming schools, including the addition of 13 STEM school-wide programs, 5 IB programs, iPads for every student, security installations, and other infrastructure upgrades. In collaboration with sister agencies, CPS implemented a comprehensive transition plan to ensure a safe and smooth transition for all students, including the addition of 53 new safe passage routes.

Pension Funding: Employees of CPS participate in either the Public School Teachers' Pension and Retirement Fund of Chicago (the "Pension Fund") or the Municipal Employees Annuity and Benefit Fund of Chicago (the "Annuity Fund"). As of June 30, 2012, the Pension Fund had approximately \$9.364 billion in actuarial assets and \$17.375 billion in actuarial liabilities, for a funded ratio of 53.89%. CPS has recorded an estimated pension liability of \$3.020 billion in the accompanying financial statements, as determined under GAAP.

Under state law, CPS is the only school district in Illinois that is required to make a substantial annual employer contribution to its teacher pension fund. In April 2010, the Governor signed into law a bill passed by the General Assembly that provided short-term pension funding relief for CPS. Under this legislation — Public Act 96-0889 — CPS made pension contributions to the Pension Fund in the approximate amount of the "employer's normal cost" in FY2011 through FY2013. With the adoption of pension funding relief in 2010, CPS contributions for FY2011, FY2012 and FY2013 were set at \$187 million, \$192 million and \$196 million, respectively.

In FY2014, the District's required contribution level will return to an amount necessary to bring the Pension Fund's funded ratio to 90% by FY2059, which the Fund certified to be \$613 million, or an increase of \$404 million over the projected FY2013 level. Because the Pension Fund's funded ratio remains below 90%, CPS must continue to make additional annual contributions, prospectively increasing in dollar amounts until we reach the funding ratio of 90%.

During a Special Session of the Illinois General Assembly, on December 3, 2013, the House and Senate adopted a Conference Committee Report on Senate Bill 1, which was signed by the Governor on December 5, 2013. Public Act 98-0599 makes substantial reforms to four of the five State pension



Introductory Section

funds, including the Teachers' Retirement System, which covers all public school educators in Illinois outside Chicago. CPS continues to seek similar reforms to the Pension Fund from the General Assembly to decrease the financial pressure on CPS and to bring long-term stability to the pension fund.

As of December 31, 2012, the date of the latest available report, the Annuity Fund had actuarial assets of approximately \$5.073 billion and actuarial liability for all covered employees, including CPS employees, of approximately \$13.637 billion, for a funded ratio of 37.20%. CPS employs 17,518 of the 31,326 active participants in the Annuity Fund. CPS, in the opinion of its legal counsel, has no duty to contribute to the Annuity Fund.

Debt Ratings: Investors who purchase municipal bonds use debt ratings as an indicator of the financial stability of an organization and consequently the safety and security of the debt sold by that organization. Moody's Investor Service and Fitch Ratings have most recently downgraded CPS' debt rating in July 2013 and September 2013, respectively, citing budget and pension concerns as rationale. As of November 2013, CPS was rated A+ by Standard and Poor's, A3 by Moody's Investor Service and A- by Fitch Ratings.

RELEVANT FINANCIAL POLICIES

Fund Accounting: CPS reports its financial activities through the use of fund accounting. This is a system wherein transactions are reported in self-balancing sets of accounts to reflect the results of activities. (See Notes 1 and 2 of the Notes to the Basic Financial Statements for a summary of significant accounting policies and a description of fund types and account groups).

Internal Control Structure: CPS financial management officials are responsible for implementing and enforcing a system of internal controls to protect the assets of CPS from loss, theft, or misuse and to ensure that reliable accounting data are available for the timely preparation of financial statements in accordance with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

Budgetary Control: Annual budgets are prepared on a basis consistent with GAAP for the General Operating, Capital Projects and Debt Service Funds. The fiscal year begins on July 1 and ends June 30. Individual school units submit budgets based on the school improvement plans and approved by the Local School Councils. Administrative units submit budget requests to the Office of Management and Budget, which analyzes all requests and prepares a comprehensive budget, balancing revenues and appropriations of each fund. The budget is submitted to the Board of Education for appropriation.

The appropriated budget is prepared by fund, unit, and account. The legal level of budgetary control is at the account level, except for school-based discretionary programs. Board approval is required for all funding transfers except school-based discretionary program expenditures, which are governed by specific program policies and procedures. In addition, an amended budget is required for increases in total appropriation.

Budgetary control is maintained by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Capital Projects Funds are budgeted on a project-by-project basis and represent the entire project budget for projects expected to begin in that fiscal year. Board Resolution 11-0928-RS3 reflects the implementation of Public Act 97-0474 (Senate Bill 630) as amended by Public Act 97-1133 (SB 547) which requires CPS to undertake various measures including a Five-Year Capital Improvement Plan by May 2, 2012 and a Ten-Year Educational Facility Master Plan by October 1, 2013. Debt Service Funds are established in accordance with requirements of the bondholders.



Introductory Section

In November 2012, the Board adopted an amended FY2013 budget that incorporated changes needed to implement the agreement with the Chicago Teachers Union, which provides resources for the Full School Day and increased teacher and staff compensation. Per statute (105 ILCS 5/34-48), the District adheres to the same legal process required to adopt the original budget. This includes public notice, public hearings, and the Board vote.

MAJOR INITIATIVES

Financial Strategies

The District's budget is designed to help CPS achieve its overarching vision: to ensure that every child, in every community, has access to a high-quality education and choices that prepare them for success in college and career.

Over the past several years we have made deep non-school reductions to avoid impacting school budgets. The District has reduced central office-directed spending by nearly \$700 million since 2011, including \$112 million in cuts for FY2014. CPS has also reduced its Central Office workforce by 34% since 2009. These reductions in central office, administrative and operations spending have minimized the impact on our schools.

With every student in every school now benefiting from a full school day and a full school year, we are confident in our ability to continue accelerating this progress. However, in the absence of State action on pension reform, along with the lack of increased State education funding (Illinois currently ranks 50th among all states) our preliminary projections for FY2015 and FY2016 indicate substantial budget deficits. In FY2014, we have been forced to absorb a \$613 million pension payment resulting in an increase of \$404 million to our overall budget. These budget challenges place necessary school based investments at risk.

In December 2012, CPS executed a \$109 million Series 2012B restructuring. This restructuring generated \$105 million in budgetary relief consisting of \$58 million for FY2013 and \$47 million for FY2014. Additionally, CPS executed a \$404 million Series 2013A refinancing which generated \$8 million of savings and reduced risk in the variable rate portfolio. Finally, the District has delayed the sale of bonds for capital projects by more actively using the general operating fund and existing bond funds to manage cash and capital expenditures. This approach will allow the District to bond for only what is spent and minimize the interest it pays on bonds.

In FY2014, we will introduce Student Based Budgeting to provide a more equitable and transparent funding formula and to give school principals — not central office — maximum discretion over how dollars are spent to improve student achievement. Student Based Budgeting provides principals with more flexibility in the creation of their school budgets and alignment of the budget to their academic programs.

Next Generation: Chicago's Children

The budget provides a solid foundation of support for "The Next Generation: Chicago's Children": a detailed five-year comprehensive action plan to accelerate student achievement. This action plan was developed after listening carefully to the concerns of thousands of citizens and civic leaders across the City of Chicago. We have heard from parents and community members, from principals and teachers, religious leaders and business leaders, elected officials and philanthropists.

The Next Generation: Chicago's Children action plan establishes a comprehensive accountability system tied to the goal of providing every child in every neighborhood across the city with a rigorous, well-rounded instructional program that prepares them for success in college, career and life. The action plan builds upon the Mayor's educational priority of expanding high-quality options to neighborhoods across Chicago and will act as a roadmap for delivering positive outcomes tied to the District's five strategic pillars.



Introductory Section

The District's Five Strategic Pillars

The framework for the Next Generation: Chicago's Children action plan is built on the District's five pillars and includes investments in these pillars to ensure we achieve our vision.

High standards, rigorous curriculum and powerful instruction are the cornerstones of the first pillar in the five-year plan. We must go beyond the basics to ensure that all children become critical-thinkers, effective communicators and responsible global citizens. The definition of core instruction will be expanded to include the arts, health, physical education and extracurricular activities.

Pillar two encompasses systems of support that meet our students' needs and also remove barriers to learning with practices that promote children's health and safety, social and emotional development, school attendance and college and career preparation. High expectations for all students are to be coupled with a holistic approach that supports the individual needs of each.

The success of our plan relies upon the third and very powerful pillar: engaged and empowered families and communities. Parents must be empowered as leaders who can advocate for their children and for all the community's children. School and district leaders must be resourceful in identifying community partners who can support children's growth and learning.

In order to achieve our objective of delivering high-quality education and supportive services, we must ensure we are the place where the best talent comes to work. Therefore, our fourth pillar is focused upon the District implementing strategies to retain and recruit committed and effective teachers, leaders and staff. Our teachers, principals and administrators will be valued and developed. They will also hold themselves accountable for student outcomes and will be rewarded for success.

Our fifth and final pillar includes setting forth sound fiscal, operational and accountability systems. Priorities that lead to student success must drive planning, spending and accountability at the school and district level. The District's budget was designed to support the implementation of the five-year plan. Everyone who works for the District needs to be held accountable for student outcomes and also provided with useful data and guidance in working toward those goals.

Capital Improvement Program

Total expenditures in the capital projects fund in FY2013 were \$493 million. The projects were funded by bond proceeds, state funds, City of Chicago tax increment financing and other funds. In FY2013, CPS issued the Series 2012A debt offering generating \$509 million of bond proceeds to fund the ongoing capital improvement projects, capitalized interest and cost of issuance.

The capital budget reflects the amount needed for large construction, renovation, or investment projects with value that lasts for multiple years and are outside the scope of the District's day-to-day operations. The Capital budget plan includes improvement to school facilities as well as support for technology upgrades, major equipment replacement in schools and continuing the District's efforts to make its facilities accessible to people with disabilities. These capital investments will address critical safety, nutrition, early childhood, information and technology and college and career-ready initiatives designed to help drive student achievement.

Since the start of the Capital Improvement Program (CIP) in 1996, nearly every elementary and high school has benefited from some kind of capital improvement. A total of \$9.3 billion has been committed to improving CPS schools. Local sources for new revenue are limited, motivating CPS to continue to lobby for additional resources at the state and federal levels. Overall, CPS has completed 43 new schools, 19 replacement schools, 98 additions, annexes, links and modular units, 483 new roofs, 832 windows, doors and masonry repairs, 71 state of the art science labs, 320 Americans with Disabilities projects, 784 renovations and 443 gymnasiums and play lots. CPS, in conjunction with the City of Chicago, the Chicago Park District, and the Public Building Commission of Chicago, has created 99 campus parks.



Introductory Section**AWARDS AND ACKNOWLEDGEMENTS**

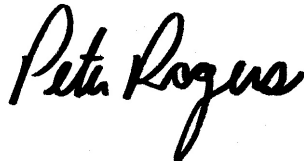
Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Board of Education of the City of Chicago for its CAFR for the fiscal year ended June 30, 2012. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports. CPS has received this award every year since 1996.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are again submitting it to GFOA.

CPS also received the Certificate of Excellence for Financial Reporting from the Association of School Business Officials International for the twelfth consecutive year. We have included this award in the recognition of the importance of fiscal policies on our ability to educate our students and undertake the new initiatives outlined above.

Acknowledgments: This report could not have been prepared without the dedicated and effective help of the entire staff of the Office of Finance, the Chief Executive Office and the Office of the Board. We wish to express our gratitude and appreciation to them for their dedicated efforts and professionalism.

Respectfully submitted,



Peter Rogers
Chief Financial Officer





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Independent Auditor's Report

To the Board of Education of the City of Chicago
Chicago Public Schools
Chicago, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Chicago Public Schools (the Board of Education of the City of Chicago, "CPS", a body politic and corporate of the State of Illinois), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise CPS' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of CPS, as of June 30, 2013, and the respective changes in financial position and the respective budgetary comparison for the General Operating Fund thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Emphasis of Matter

As discussed in Note 1 to the financial statements, CPS has adopted the reporting and disclosure requirements of Governmental Accounting Standards Board Statements No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and No. 65, *Items Previously Reported as Assets and Liabilities*. The implementation of GASB Statement No. 65 required a restatement of beginning net position, as discussed in Note 15 to the financial statements. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, such as management's discussion and analysis on pages 22–41 and pension and other post-employment benefit (OPEB) information on pages 90-91, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise CPS' basic financial statements. The individual fund schedules for the year ended June 30, 2013 the schedule of expenditures of federal awards as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the introductory section and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2013, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual fund schedules and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2013.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the basic financial statements of CPS as of and for the year ended June 30, 2012 (not presented herein), and have issued our report thereon dated January 23, 2013, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The individual fund schedules for the year ended June 30, 2012 are presented for



Independent Auditor's Report

purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2012 financial statements. The individual fund schedules have been subjected to the auditing procedures applied in the audit of the 2012 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual fund schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2012.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 4, 2014 on our consideration of CPS' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering CPS' internal control over financial reporting and compliance.

McGladrey LLP

Chicago, Illinois
February 4, 2014





Educate • Inspire • Transform



CHICAGO PUBLIC SCHOOLS
Management's Discussion and Analysis (Unaudited)
June 30, 2013

Our discussion and analysis of the financial performance of Chicago Public Schools (CPS) provides an overview of financial activities for the fiscal year ended June 30, 2013. Because the intent of this management discussion and analysis is to look at financial performance as a whole, readers should also review the transmittal letter, financial statements and notes to the basic financial statements to further enhance their understanding of CPS' financial performance.

FINANCIAL HIGHLIGHTS

On the government-wide financial statements, statement of net position shows liabilities and deferred inflows totaling \$13.405 billion, while assets and deferred outflows equaled \$10.600 billion, with increases of \$1.083 billion and \$75 million respectively. The overall increase in total liabilities and deferred inflows resulted primarily from higher pension and other postemployment benefit costs of \$602 million, a combined increase in current and long-term bond payables of \$465 million and higher swap implicit borrowing costs of \$89 million. The overall increase in total assets and deferred outflows was primarily driven by increases in capital assets of \$70 million, Intergovernmental Agreement (IGA) receivables from the City of Chicago of \$108 million and Federal aid receivables of \$89 million, while the accumulated fair value of hedging activities decreased by \$163 million. CPS ended the fiscal year with a deficit of \$2.804 billion, an increase in the deficit of \$1.007 billion or 56% from the prior year. The statement of activities shows an increase in total expenses from governmental activities of \$383 million, a net decrease of \$161 million in grants and contributions, including the expiration of the American Recovery and Reinvestment Act (ARRA) and a decrease in interest and investment earnings of \$13 million.

CPS ended FY2013 with a combined fund balance for its governmental funds of \$1.859 billion, an increase of \$108 million or 6.2%, from fiscal year 2012. The fund balance is classified as follows: \$6 million of non-spendable fund balance, \$765 million of restricted fund balance, \$938 million of assigned fund balance and \$151 million of unassigned fund balance. With respect to the general operating fund, its fund balance decreased by \$120 million, whereas the fund balance for the capital projects fund increased by \$85 million and the fund balance for the debt service funds increased by \$143 million. Total revenues in the general operating fund for FY2013 were \$4.826 billion, which were \$390 million or 7.5% lower than the prior year of \$5.216 billion. Total operating expenditures for FY2013 were \$4.946 billion, which were \$58 million or 1.2% higher than the prior year of \$4.888 billion.

The general operating fund cash and investments balance decreased to \$1.090 billion in FY2013 from \$1.292 billion in FY2012, a decrease of \$202 million.

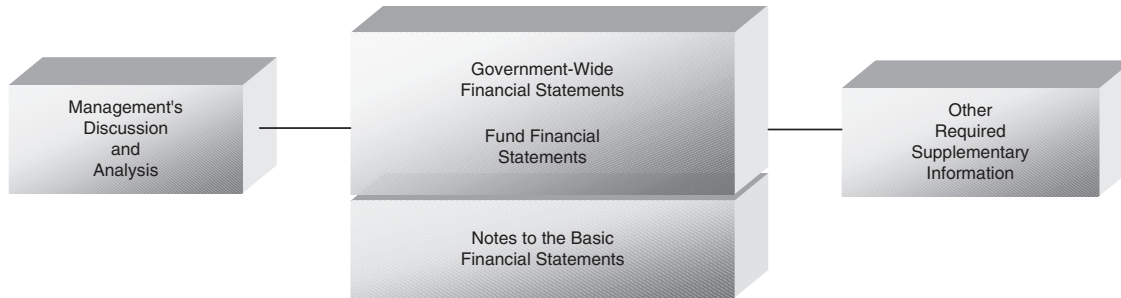
Total expenditures in the capital projects fund were \$493 million in FY2013. These expenditures were funded by bond proceeds as well as other revenue sources. During FY2013, CPS issued Unlimited Tax General Obligation Bonds, which generated \$509 million in proceeds including premium to fund the capital improvement program, capitalized interest and cost of issuance.

In July and September 2013, Moody's Investors Service and Fitch Ratings, respectively, downgraded CPS' debt rating, citing structural budget gaps, sizable increase in pension contributions following a three-year relief period and an overleveraged tax base as rationales for their rating actions.



OVERVIEW OF THE FINANCIAL STATEMENTS

This Comprehensive Annual Financial Report (CAFR) consists of Management's Discussion and Analysis and a series of financial statements and accompanying notes, both primarily focusing on the school district as a whole. The following graphic summarizes the components of the CAFR:



The government-wide financial statements including the Statement of Net Position and the Statement of Activities provide both short-term and long-term information about CPS' financial status. The fund financial statements provide a greater level of detail of how services are financed in the short-term as well as the remaining available resources for future spending. The accompanying notes provide essential information that is not disclosed on the face of the financial statements, and as such, are an integral part of the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the school district's finances in a manner similar to a private sector business. The Statement of Net Position and the Statement of Activities provide information about the activities of the school district as a whole, presenting both an aggregate and long-term view of the finances. These statements include all assets and liabilities using the accrual basis of accounting. This basis of accounting includes all of the current year's revenues and expenses regardless of when cash is received or paid.

The **Statement of Net Position** presents information on all of CPS' assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources, for the resulting net position. Increases or decreases in net position may serve as a useful indicator of whether the financial position is improving or deteriorating.

The **Statement of Activities** presents information showing the details of change in net position during the fiscal year. All changes in the net position are reported as soon as the underlying event giving rise to the change occurs regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in the statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of CPS that are principally supported by taxes and inter-governmental revenues (governmental activities).

All of CPS' services are reported in the government-wide financial statements, including instruction, pupil support services, administrative support services, facility support services, instructional support services, food services and community services. Property taxes, replacement taxes, state aid, and interest and investment earnings finance most of these activities. Additionally, capital assets and debt-financing activities are reported here.



Condensed Statement of Net Position
(In Millions)

	Governmental Activities			
	2013	2012	Difference	% Change
Current Assets	\$ 3,898	\$ 3,840	\$ 58	1.5%
Capital Assets, net	6,170	6,100	70	1.1%
Non-current Assets	247	215	32	14.9%
Total Assets	<u>\$10,315</u>	<u>\$10,155</u>	<u>\$ 160</u>	<u>1.6%</u>
Total deferred outflows of resources . .	<u>\$ 285</u>	<u>\$ 370</u>	<u>\$ (85)</u>	<u>- 23.0%</u>
Current Liabilities	\$ 1,259	\$ 1,169	\$ 90	7.7%
Long-term Liabilities:	12,123	11,153	970	8.7%
Total Liabilities	<u>\$13,382</u>	<u>\$12,322</u>	<u>\$ 1,060</u>	<u>8.6%</u>
Total deferred inflows of resources . . .	<u>\$ 22</u>	<u>\$ —</u>	<u>\$ 22</u>	<u>100.0%</u>
Net Position:				
Net Investment in capital assets	\$ 80	\$ 310	\$ (230)	- 74.2%
Restricted for:				
Debt service	345	282	63	22.3%
Grants and donations	64	70	(6)	- 8.6%
Workers' comp/tort immunity	65	93	(28)	- 30.1%
Unrestricted	<u>(3,358)</u>	<u>(2,552)</u>	<u>(806)</u>	<u>31.6%</u>
Total net position (deficit), as restated	<u>\$ (2,804)</u>	<u>\$ (1,797)</u>	<u>\$ (1,007)</u>	<u>56.0%</u>

Current assets of \$3.898 billion increased \$58 million or 1.5% primarily due to higher IGA receivable balances.

Capital assets, net of depreciation of \$6.170 billion increased \$70 million or 1.1% due to capital investments made in welcoming schools and the continued progress of the Capital Improvement Program.

Non-current assets of \$247 million increased \$32 million or 14.9%. Cash and investments held in escrow increased by \$10 million or 4.6% and accumulated changes in the fair value of swaps increased by \$22 million.

Deferred outflows of resources of \$285 million decreased \$85 million or 23.0%. Deferred charges on refundings were previously reported as a component of long-term debt, net of discounts and premiums and reclassified in 2013 due to the implementation of GASB 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. An increase of \$82 million in deferred charges was offset by the decrease in the fair market values of derivative instruments of \$167 million.

Current liabilities of \$1.259 billion increased \$90 million or 7.7% primarily due to an increase in the current portion of long-term debt of \$80 million, accrued payroll and benefits of \$70 million, unearned revenue of \$10 million and a net increase of \$3 million in other current liabilities. These increases were offset by a decrease of \$73 million in accounts payable.

Long-term debt increased \$413 million or 6.4%, due to the issuance of new debt to fund the capital improvement program. The total long-term portion of debt outstanding, net of premiums and discounts,



was \$6.616 billion in FY2013 and \$6.169 billion in FY2012 for an increase of \$447 million, while capitalized lease obligations were \$235 million in FY2013 and \$269 million in FY2012 for a decrease of \$34 million.

Accrued pension increased to \$3.020 billion in FY2013 from \$2.619 billion in FY2012, an increase of \$401 million or 15.3%. The year-end balance reflects the increase in the net pension obligation related to the Public School Teachers' Pension and Retirement Fund of Chicago ("the Teachers' Pensions Fund").

Other post employment benefits (OPEB) liability increased to \$1.537 billion in FY2013 from \$1.336 billion in fiscal year 2012, an increase of \$201 million, or 15.0%. The year-end balance reflects the increase in net OPEB related to health care costs associated with the Teachers' Pension Fund.

Other benefits and claims excluding the current portion, increased to \$463 million in FY2013 from \$444 million in FY2012, an increase of \$19 million or 4.3%. The year-end balance reflects increases in accrued sick and vacation pay of \$18 million and increase in tort liability of \$1 million.

Other long-term liabilities of \$253 million in FY2013 decreased from \$316 million in FY2012 for a total decrease of \$63 million. The year-end balance reflects a decrease of \$168 million in the derivative instrument liability and the swaption borrowing payable decreased by \$2 million. The decreases were offset by an increase of \$89 million in the swap implicit borrowing and \$18 million accrued for estimated demolition cost related to closed schools.

Deferred inflows of resources increased to \$22 million in FY2013 due to an increase in fair values of several derivative instruments.

Net position (deficit) increased \$1.007 billion to a \$2.804 billion deficit. Of this amount, \$80 million represents CPS' net investment in capital assets. Restricted net position of \$474 million is reported separately to present legal constraints from debt covenants and enabling legislation. The \$3.359 billion of unrestricted deficit represents the shortfall CPS would experience if it had to liquidate all of its non-capital liabilities as of June 30, 2013.



The following table presents the changes in net position from fiscal year 2012 to 2013:

**Changes in Net Position
(In Millions)**

	Governmental Activities			
	2013	2012	Difference	% Change
Revenues:				
Program revenues:				
Charges for services	\$ 6	\$ 7	\$ (1)	- 14.3%
Operating grants and contributions	963	1,196	(233)	- 19.5%
Capital grants and contributions	186	113	73	64.6%
Total program revenues	<u>\$ 1,155</u>	<u>\$ 1,316</u>	<u>\$ (161)</u>	- 12.2%
General revenues:				
Property taxes	\$ 2,157	\$ 2,089	\$ 68	3.3%
Replacement taxes (PPRT)	186	182	4	2.2%
Non-program state aid	1,689	1,612	77	4.8%
Interest and investment earnings	8	21	(13)	- 61.9%
Other	143	147	(4)	- 2.7%
Total general revenues	<u>\$ 4,183</u>	<u>\$ 4,051</u>	<u>\$ 132</u>	3.3%
Total revenues	<u>\$ 5,338</u>	<u>\$ 5,367</u>	<u>\$ (29)</u>	- 0.5%
Expenses:				
Instruction	\$ 4,040	\$ 3,743	\$ 297	7.9%
Support services:				
Pupil support services	494	483	11	2.3%
Administrative support services	211	193	18	9.3%
Facilities support services	490	455	35	7.7%
Instructional support services	491	473	18	3.8%
Food services	235	219	16	7.3%
Community services	40	39	1	2.6%
Interest expense	337	349	(12)	- 3.4%
Other	7	8	(1)	- 12.5%
Total expenses	<u>\$ 6,345</u>	<u>\$ 5,962</u>	<u>\$ 383</u>	6.4%
Change in net position	<u>\$(1,007)</u>	<u>\$ (595)</u>	<u>\$ (412)</u>	69.2%
Beginning net position (deficit), as restated	<u>(1,797)</u>	<u>(1,202)</u>	<u>(595)</u>	49.5%
Ending net position (deficit)	<u>\$(2,804)</u>	<u>\$(1,797)</u>	<u>\$(1,007)</u>	56.0%

Net position (deficit) at June 30, 2013 reflects an increase of \$1.007 billion from the prior year or 56.0%. Total revenues decreased \$29 million or 0.5% in FY2013. The reduction in revenues is primarily due to the expiration of the ARRA grants and lower investment earnings. The overall increase in expenditures of \$383 million or 6.4% compared to the prior year is primarily driven by increases in pension and other postemployment benefit costs and the impairment of capital assets related to fiscal year and prior school consolidations.



Capital Assets

At June 30, 2013, CPS had \$6.170 billion invested in a broad range of capital assets, including land, buildings and improvements and equipment. This amount represents a net increase of \$70 million or 1.1% over the prior fiscal year.

<i>(In Millions)</i>	<u>2013</u>	<u>2012</u>	<u>Difference</u>	<u>% Change</u>
Land	\$ 315	\$ 321	\$ (6)	– 1.9%
Construction in progress	536	567	(31)	– 5.5%
Buildings and improvements	8,281	8,088	193	2.4%
Equipment and administrative software	190	179	11	6.1%
Internally developed software	7	6	1	16.7%
Total capital assets	<u>\$ 9,329</u>	<u>\$ 9,161</u>	<u>\$168</u>	<u>1.8%</u>
Less: accumulated depreciation	<u>(3,159)</u>	<u>(3,061)</u>	<u>(98)</u>	<u>3.2%</u>
Total capital assets, net	<u>\$ 6,170</u>	<u>\$ 6,100</u>	<u>\$ 70</u>	<u>1.1%</u>

Capital assets increased due to the two new schools placed in service along with several major renovations. These additions were offset by the write off of the book values of schools closed by CPS in FY2013. For more detailed information, please refer to Note 6 to the basic financial statements.

Debt and Capitalized Lease Obligations

In August 2012, CPS issued \$468.9 million in Unlimited Tax General Obligation Bonds (Dedicated Revenues) Series 2012A at a premium of \$40 million. The proceeds from these bonds are being used as part of CPS' Capital Improvement Program and to pay costs of issuance of the bonds. In addition, \$41.6 million was deposited into a capitalized interest account to pay for future debt payments. As a result of the issuance, CPS recorded net proceeds of \$464 million in the Capital Improvement Fund. The debt service on this issuance will be paid from the State School Construction Program revenues through the Capital Development Board (CDB).

In December 2012, CPS issued \$109.8 million in Unlimited Tax General Obligation Bonds (Dedicated Revenues) Series 2012B at a premium of \$7.3 million. The proceeds from these bonds were used to refund the principal and interest of the Series 2003A, 2006B, 2007D, 2009D and 2009F as well as the principal of Series 2000B and 2008B bonds. The proceeds were also used to refund certain interest payments of the Series 2011A and to pay costs of issuance of the bonds. In addition, \$1.8 million was deposited into a capitalized interest account to pay for future debt payments. As a result of the issuance, \$113.8 million was deposited in a trust for the refunding of the bonds. The debt service on this issuance will be paid from General State Aid (GSA) and State School Construction revenue through the CDB.

The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$1.4 million. This difference, reported in the accompanying financial statements as deferred outflows of resources, is being charged to operations over the life of the refunding or refunded bonds, whichever is shorter. Because certain refunded bonds are variable rate, the calculation of an economic gain disclosure is not meaningful, as there is an uncertainty of future debt service requirements.

In May 2013, CPS issued \$404 million in Unlimited Tax General Obligation Bonds (Dedicated Revenues) Series 2013A. The proceeds from these bonds were used to pay off the remaining balances of the Series 2009A, 2009B, 2010A and 2010B bonds. As a result of the issuance, \$404 million was deposited in a trust to pay off the bonds. The debt service on this issuance will be paid from General State Aid revenues.



Because the Series 2009A, 2009B, 2010A and 2010B bonds were associated with an interest rate swap agreement, the refunding of the 2009A, 2009B, 2010A and 2010B bonds was considered a termination event per GASB Statement No. 53. The balance (\$90.7 million) of the deferral account attributable to the hedging relationship was included in the net carrying amount of the old debt for the purpose of calculating the difference between the reacquisition price and the net carrying amount of the old debt, resulting in a total difference of \$90.7 million. This difference, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to operations over the life of the refunding or refunded bonds, whichever is shorter. Because the refunded bonds are variable rate, the calculation of an economic gain disclosure is not meaningful, as there is an uncertainty of future debt service requirements.

As of June 30, 2013, CPS had \$6.909 billion in total debt, including accreted interest and capitalized lease obligations outstanding versus \$6.451 billion last year, an increase of 7.1 %. For more detailed information, please refer to Notes 8 and 9 to the basic financial statements.

Pension Funding

Employees of CPS participate in either the Teachers' Pension Fund or the Municipal Employees Annuity and Benefit Fund of Chicago ("the Municipal Fund"). All certified teachers and administrators employed by CPS or Charter Schools are members of the Teachers' Pension Fund. Educational support personnel who do not belong to the Teachers' Pension Fund participate in the Municipal Fund.

State statutes determine CPS' employer-required contribution to the Teachers' Pension Fund. As of June 30, 2012, the funded ratio of the Teachers' Pension Fund was 53.9%. CPS has recorded an estimated liability of \$3.020 billion in the accompanying financial statements, as determined under generally accepted accounting principles. Under Public Act 96-0889, CPS was required to make a \$196 million employer contribution to the Teachers' Pension Fund in FY2013.

As required under State statute, the City of Chicago is required to contribute all employer pension costs on behalf of CPS educational support personnel. The statutorily established rate for employer contribution to the Municipal Fund is 10.625% of actual salaries paid two years ago. Covered employees are required by State statute to contribute 8.5% of their salary. In FY2013, as in previous fiscal years, CPS paid a portion, 7.0%, or approximately \$39.3 million of the required employees' contribution for most employees. Governmental Accounting Standards Board Statement No. 24 requires that on-behalf payments made by other governments should be included as revenues and expenditures as long as they are for employee benefits. CPS has been reporting on-behalf pension costs and revenues since FY1998. For detailed information, please refer to Note 12 to the basic financial statements.

Short-term Pension Funding Relief

In April 2010, the Governor signed into law a bill passed by the General Assembly that provided short-term pension funding relief for CPS. Under this legislation (Public Act 96-0889), CPS made pension contributions to the Chicago Teachers' Pension Fund (CTPF) in the estimated amount of the "employer's normal cost" for FY2011 through FY2013, in lieu of actuarial contributions to bring CTPF's funded ratio to 90% by FY2045. This resulted in a significant reduction of CPS' pension contributions. The required pension contribution in FY2013 was \$196 million. Beginning in FY2014, CPS will be mandated to make contributions to CTPF to bring the funded ratio to 90% by FY2059; the required contribution for FY2014 is \$600 million, or a \$404 million increase over the FY2013 payment.



Overview of 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. CPS, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All CPS funds are reported in the governmental funds.

Governmental 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 for spending in future years. Such information may be useful in evaluating a government's near-term financing requirements.

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

CPS' fund financial statements provide detailed information about the most significant funds – not CPS as a whole. CPS' governmental funds use the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. All of CPS' services are reported in governmental funds, showing how money flows into and out of funds and the balances left at year-end that are available for spending. The governmental fund statements provide a detailed short-term view of CPS' operations and the services it provides.

CPS maintains three governmental funds: General Operating, Capital Projects, and Debt Service. The following schedules present a summary of the general operating fund, capital projects fund and debt service fund revenues, and other financing sources by type and expenditures by program for the period ended June 30, 2013, as compared with June 30, 2012. They also depict the amount and percentage increases and decreases in relation to prior year revenues and other financing resources.



Governmental Funds
Total Revenues, Other Financing Sources and Expenditures
(In Millions)

	<u>2013</u>	<u>2012</u>	<u>2013 Percent of Total</u>	<u>Increase (Decrease) from 2012</u>	<u>Percent Increase (Decrease) from 2012</u>
Revenues:					
Property taxes	\$2,212	\$2,352	37.2%	\$(140)	- 6.0%
Replacement taxes	186	182	3.1%	4	2.2%
State aid	1,816	1,966	30.6%	(150)	- 7.6%
Federal aid	846	936	14.2%	(90)	- 9.6%
Interest and investment earnings	7	21	0.1%	(14)	- 66.7%
Other	<u>322</u>	<u>303</u>	5.4%	<u>19</u>	6.3%
Subtotal	5,389	5,760	90.7%	(371)	- 6.4%
Other financing sources	<u>550</u>	<u>404</u>	9.3%	<u>146</u>	36.1%
Total	<u>\$5,939</u>	<u>\$6,164</u>	<u>100.0%</u>	<u>\$(225)</u>	- 3.7%
Expenditures:					
Current:					
Instruction	\$3,035	\$2,992	52.0%	\$ 43	1.4%
Pupil support services	454	469	7.9%	(15)	- 3.2%
General support services	941	968	16.1%	(27)	- 2.8%
Food services	216	213	3.7%	3	1.4%
Community services	40	40	0.7%	—	0.0%
Teachers' pension and retirement benefits	228	184	3.9%	44	23.9%
Other	7	8	0.1%	(1)	- 12.5%
Capital outlay	520	591	8.9%	(71)	- 12.0%
Debt service	<u>390</u>	<u>375</u>	6.7%	<u>15</u>	4.0%
Total	<u>\$5,831</u>	<u>\$5,840</u>	<u>100.0%</u>	<u>\$ (9)</u>	- 0.2%
Net change in fund balance	<u>\$ 108</u>	<u>\$ 324</u>			



General Operating Fund

The general operating fund supports the day-to-day operation of educational and related activities. Despite CPS' efforts to control costs, the general operating fund ended FY2013 with revenues and other financing sources less than expenditures by \$119 million. As a result, the fund balance in the general operating fund that can be used for future operations decreased from \$792 million at the end of FY2012 to \$713 million as of June 30, 2013. Total operating revenues for FY2013 were \$389 million less than FY2012, while total operating expenses increased by \$58 million over FY2013. The main reasons for the operating deficit are the decrease in property tax revenues and reduced funding for State aid, along with higher personnel costs.

Revenues:

**Revenues and Other Financing Sources
(In Millions)**

	2013	2012	2013 Percent of Total	Increase (Decrease) from 2012	Percent Increase (Decrease) from 2012
Property taxes	\$2,158	\$2,295	44.7%	\$(137)	— 6.0%
Replacement taxes (PPRT)	128	127	2.7%	1	0.8%
State aid	1,599	1,757	33.1%	(158)	— 9.0%
Federal aid	806	891	16.7%	(85)	— 9.5%
Interest and investment earnings	2	4	0.0%	(2)	— 50.0%
Other	133	142	2.8%	(9)	— 6.3%
Subtotal	\$4,826	\$5,216	100.0%	\$(390)	— 7.5%
Other financing sources	1	—	0.0%	1	100.0%
Total	\$4,827	\$5,216	100.0%	\$(389)	— 7.5%

Property tax revenues declined by \$137 million in FY2013 primarily due to the net revenue impact of the earlier second half penalty date of August 1st, which first took place in FY2012. The August 1, 2012 penalty date, together with CPS' 30 day revenue recognition policy, resulted in an additional \$244 million in collections being booked to the general operating fund in FY2012. The continuation of the August 1st due date in FY2013, thus "normalized" collections and the result was an overall decrease compared to FY2012.

Personal property replacement taxes (PPRT) derives its revenues primarily from an additional State income tax on corporations and partnerships. These revenues increased approximately \$4 million in FY2013 due to an increase in corporate taxes. However, CPS transferred \$3 million of PPRT to the debt service fund (DSF) in FY2013 as expected, returning the PPRT in the DSF to its regular level of funding, and leaving \$1 million net increase in the operating fund.

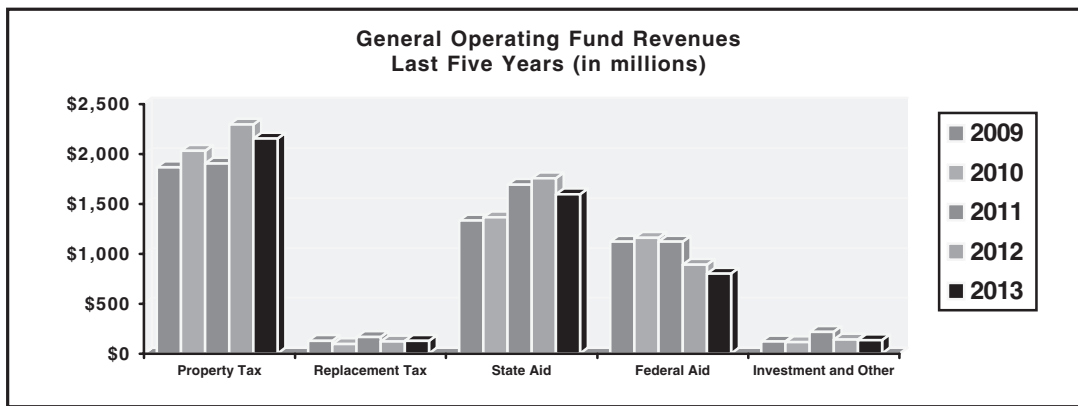
State aid decreased by \$158 million from FY2012 primarily as a result of reduced State appropriations and the timing of when the funding was received (not within thirty days of fiscal year end). General state aid and the State block grants were reduced by \$44 million and \$93 million, respectively. The bilingual TPE and TBE grant was decreased by \$13 million, while other smaller programs had a net decrease of \$8 million.

Federal aid decreased by \$85 million in FY2013 due primarily to the loss of \$80 million in ARRA stimulus funds as the program expired. Other major decreases included \$51 million in Medicaid-fee for service funds and administrative outreach claim due to the state processing a retroactive rate adjustment in FY2012. There were additional decreases of \$18 million in IASA Title I-Low Income and \$9 million in Other Restricted Direct Federal Grant income. The major increases partially offsetting these reductions were \$6 million in Head Start Program, \$8 million in the Lunchroom Lunch Program, \$21 million in the School Improvement Grant, and \$22 million in the IDEA Flow Through grant. Other programs changed by a net increase of \$16 million.



Interest and investment earnings decreased \$2 million due to the loss in market value on certain securities in FY2013 compared to FY2012.

Other local revenues comprise of miscellaneous or one-time receipts such as Tax Increment Financing (TIF) surplus funds, rental income, daycare fees, private foundation grants, school internal account funds and flow-through employer contributions to the Municipal Employees' Annuity and Benefit Fund of Chicago. Other local revenues declined by \$9 million primarily due to a \$13 million decrease in the amount of TIF surplus funds declared and distributed to tax agencies, \$2 million decrease from schools' internal accounts and \$1 million decrease in facility fees and lunchroom sales. These reductions were offset with increases of \$5 million in rental income and \$2 million in the flow-through employer contributions.



Expenditures:
(In Millions)

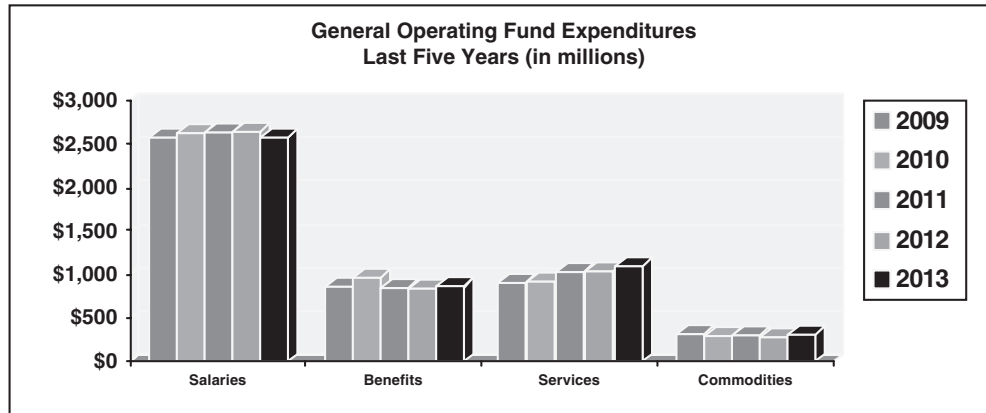
	2013	2012	2013 Percent of Total	Increase (Decrease) from 2012	Percent Increase (Decrease) from 2012
Salaries	\$2,575	\$2,645	52.1%	\$(70)	- 2.6%
Benefits	866	839	17.5%	27	3.2%
Services	1,094	1,035	22.1%	59	5.7%
Commodities	306	273	6.2%	33	12.1%
Other	105	96	2.1%	9	9.4%
Total	\$4,946	\$4,888	100.0%	\$ 58	1.2%

Salaries — The decrease of \$70 million in total salaries is due to significant decreases of \$97 million in termination payouts, \$29 million in extended day services, and \$3 million in overtime, which were offset by increases in salaries of \$54 million and \$5 million in substitutes. The increases in salaries can be primarily attributed to the new Chicago Teachers' Union contract with 3% increases and the other new union contracts with 2% increases, including retro pay and costs attributed to new hires.

Benefit — The increase of \$27 million in total benefit costs is due to the following factors. Teachers' total pension cost rose by \$38 million due to a settlement payment of the "required employer contribution" for FY2010 under section 17-129 of the Illinois Pension Code, 40 ILCS 5/17-129. Career Service pension rose by \$2 million in FY2013 as compared to FY2012. This increased cost was offset by a decrease in hospitalization of \$5 million and a decrease in unemployment compensation of \$8 million due to eligible benefit maximum week decreased from 99 weeks to 26 weeks.

Services — Total services costs increased by \$59 million for the following reasons. First, charter school tuition payments rose by \$74 million due to the addition of ten new charter schools and increased student enrollment. Second, professional fees decreased by \$14 million. This reduction is primarily attributed to a decrease in the cost of security services provided by the Chicago Police Department to CPS high schools of \$11 million as compared to FY2012. Janitorial cost decreased by \$4 million due to the reduction in the number of custodial employees from a private vendor. This decreased cost was offset by an increase of other professional services of \$1 million. Finally, pupil transportation cost decreased by \$5 million due to fewer routes and higher number of paired routes in FY2013 compared to FY2012. Other miscellaneous services have also increased by \$4 million.

Commodities — Total costs for commodities were \$33 million higher than last year primarily due to an increase in textbook spending of \$21 million due to the timing of purchases between fiscal years, an increase in food cost of \$2 million attributed to an increase in student participation, a longer school year and an increase in vendor pricing, an increase in energy cost of \$3 million due to higher energy demands as a result of a colder winter as compared to FY2012, and an increase of \$7 million in purchases of school supplies.



Capital Projects Fund

The capital projects fund accounts for financial resources to be used for the acquisition or construction of major capital facilities. The use of capital projects funds is required for major capital acquisition and construction activities financed through borrowing or other financing agreements. In FY2013, CPS issued one debt Series 2012A offering, at a premium, generating \$509 million of bond proceeds, including a premium to fund the on-going capital improvement projects, which was slightly higher than \$404 million of net bond proceeds issued in FY2012.



Revenues and Other Financing Sources
(In Millions)

	2013	2012	2013 Percent of Total	Increase (Decrease) from 2012	Percent Increase (Decrease) from 2012
State aid	\$ 7	\$ 1	1.2%	\$ 6	600.0%
Federal aid	13	18	2.2%	(5)	– 27.8%
Interest and investment earnings	2	6	0.4%	(4)	– 66.7%
Other	88	54	15.2%	34	63.0%
Subtotal	\$110	\$ 79	19.0%	\$31	39.2%
Other financing sources	468	404	81.0%	64	15.8%
Total	<u>\$578</u>	<u>\$483</u>	<u>100.0%</u>	<u>\$95</u>	<u>19.7%</u>

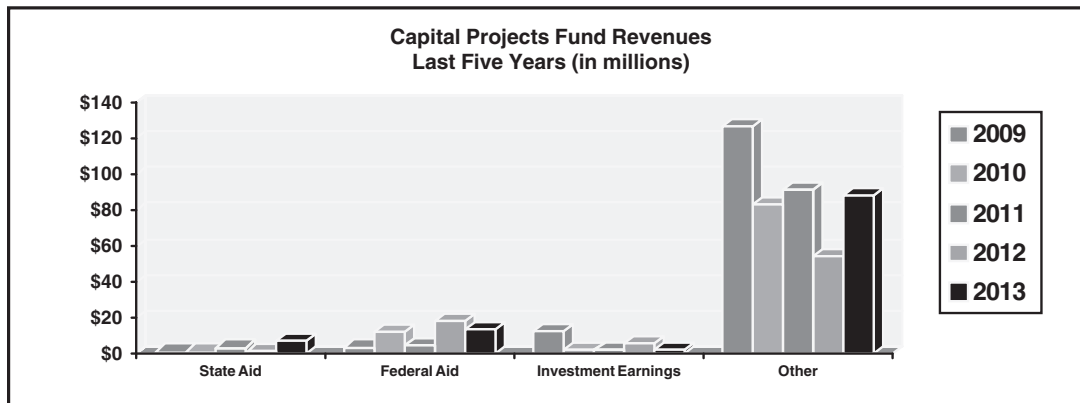
State aid increased by \$6 million in 2013 due to the receipt of a rebate of \$5 million from a Public Sector Energy Efficiency Program administered by the Illinois Department of Commerce and Economic Opportunity (IDCEO) and approximately \$1 million in IDCEO grant reimbursements for minor capital improvement at schools.

Federal aid decreased by \$5 million in FY2013 due to \$4 million settlement on an E-rate project recognized as revenue in FY2012 and \$1 million less in approved funding for E-rate projects during FY2013.

Interest and investment earnings decreased by \$4 million due to lower rates prevailing in the market in FY2013 compared to FY2012.

Other revenues increased by \$34 million in FY2013 primarily due to an increase in the revenue recognized under the Inter-governmental Agreement (IGA) with the City of Chicago on certain reimbursable construction projects compared to the prior year.

Other financing sources reflects a net increase of \$64 million in FY2013 primarily due to the issuance of bond Series 2012A in the amount of \$509 million, including a premium, which was slightly higher than the \$404 million in net proceeds received from bonds issued during FY2012. Of the \$509 million bond proceeds issued in FY2013, approximately \$42 million was transferred from the capital projects fund to the debt service fund. In addition, CPS received approximately \$1 million from the sale of property in FY2013.

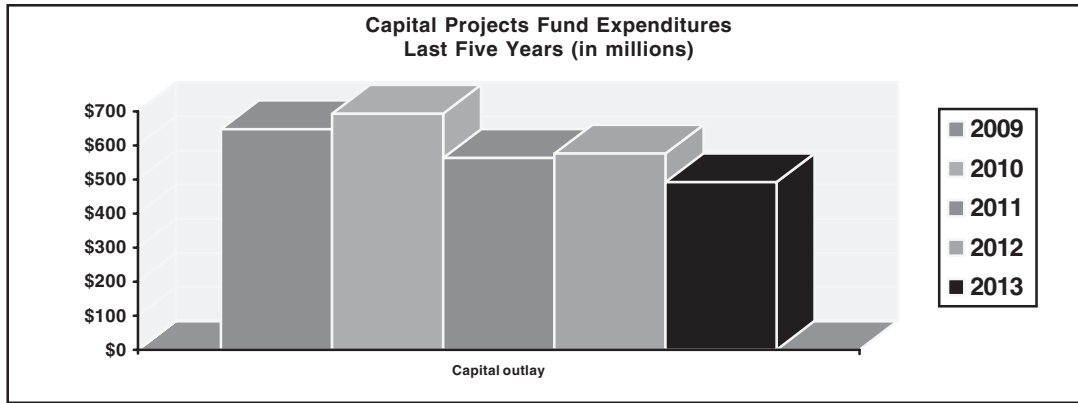


	2013	2012	Increase (Decrease) from 2012	Percent Increase (Decrease) from 2012
Capital outlay	\$493	\$577	\$(84)	– 14.6%



Capital outlay

The actual spending on capital outlay decreased by \$84 million from FY2012, primarily due to fewer construction projects initiated in FY2013.



Debt Service Fund

The debt service fund is established to account for annual property tax levies and other revenues that are used for the payment of principal and interest on bonds, and lease obligations.

**Revenues and Other Financing Sources
(In Millions)**

	2013	2012	2013 Percent of Total	Increase (Decrease) from 2012	Percent Increase (Decrease) from 2012
Property taxes	\$ 54	\$ 57	10.2%	\$ (3)	- 5.3%
Replacement taxes (PPRT)	58	55	10.9%	3	5.5%
State aid	209	207	39.3%	2	1.0%
Federal aid	26	27	4.9%	(1)	- 3.7%
Interest and investment earnings	3	11	0.6%	(8)	- 72.7%
Other	101	107	18.9%	(6)	- 5.6%
Subtotal	\$451	\$464	84.8%	\$(13)	- 2.8%
Other financing sources	81	—	15.2%	81	100.0%
Total	\$532	\$464	100.0%	\$ 68	14.7%

Property tax revenues decreased by \$3 million in FY2013 due to a decrease in the net revenue impact of the new August 1st second half penalty date which started in calendar year 2012 and continued in calendar year 2013. The August 1, 2012 penalty date, together with CPS' 30 day revenue recognition policy, increased the FY2012 revenues in the debt service fund by \$6 million, causing a one-time increase in revenues due to the acceleration of property tax collections. The impact of both the 2012 and 2013 August 1st penalty dates on the FY2013 revenues was a decrease of \$3 million (net impact of losing \$6 million due to the August 1, 2012 penalty date and gaining \$3 million from the August 1, 2013 penalty date in FY2013).

Replacement tax revenues increased by \$3 million in FY2013 due to higher debt obligations supported by replacement tax revenues compared to FY2012.



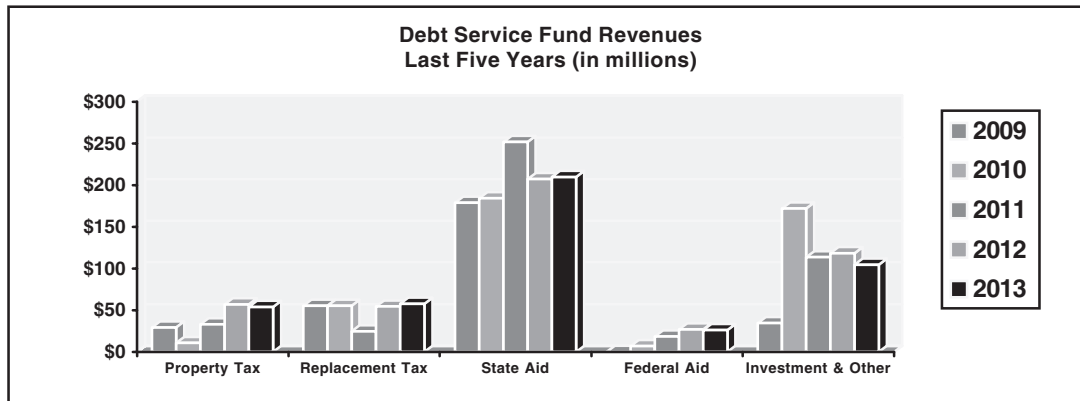
State aid used for debt service funds increased by \$2 million in FY2013. State aid is comprised of two revenue sources, General State Aid (GSA) and State School Construction funds administered through the CDB. Several bond series supported by GSA revenue required an increase of \$3 million for higher debt obligations. The increase was offset by a \$1 million decrease in CDB funds used for debt service.

Federal aid decreased by \$1 million due to the 2013 Federal Budget Sequestration which became effective March 1, 2013. CPS received interest subsidies from the federal government for Qualified School Construction Bonds (QSCBs) and Build America Bonds (BABs) that CPS issued in FY2009, FY2010 and FY2011. CPS was able to issue these bonds as a part of the ARRA program. FY2012 was the first year CPS received the interest subsidy for a full year on all the QSCBs and BABs debt series issued. The 2013 Federal Budget Sequestration reduced the Federal Subsidy Payments by 8.75% which resulted in lower interest subsidy payments to CPS.

Interest and investment earnings decreased by \$8 million in FY2013. The decrease is due to lower rates prevailing in the market in FY2013 compared to FY2012.

Other revenues account for any one-time local revenues or the disbursement of property tax revenues from the City of Chicago based on the IGA for capital bonds issued in the late 1990s. The decrease of \$6 million in this source is due to a decrease in the IGA property tax revenues as compared to FY2012.

Other financing sources increased by \$81 million primarily due to the bond issuance of Series 2012B and 2013A. Gross bond proceeds, including premium, were \$521 million, of which CPS transferred \$481 million of cash to the trustee accounts. In addition, CPS transferred \$41 million of capitalized interest from the Capital Projects Fund to the Debt Service Fund for Series 2012A.



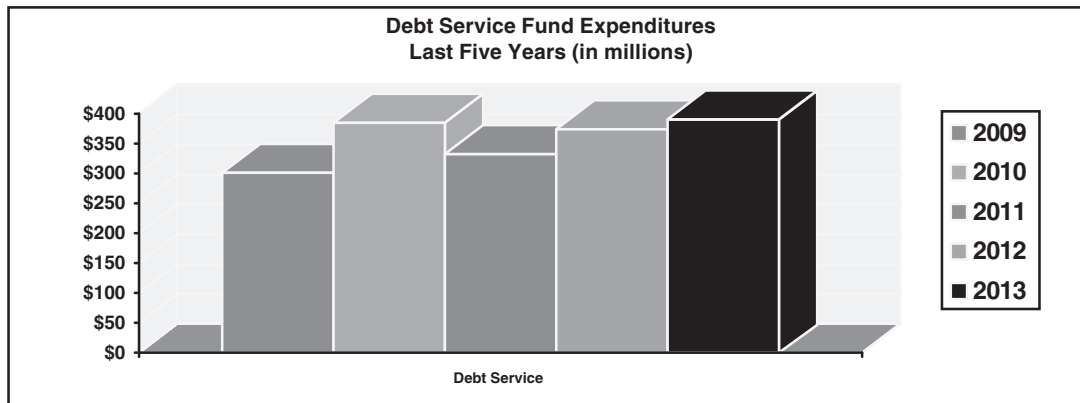
Expenditures:
(In Millions)

	2013	2012	Increase (Decrease) from 2012	Percent Increase (Decrease) from 2012
Debt service	\$390	\$374	\$16	4.3%



Debt service costs

The overall debt service cost for FY2013 increased by \$16 million due to an increase in interest expense of \$29 million which was offset by a decrease in principal redemption of \$15 million. In addition to the \$14 million increase in the net debt service cost, professional services and membership fees increased \$2 million as compared to FY2012.



Notes to the Basic Financial Statements

The notes to the basic financial statements follow the statements in the report and complement the financial statements by describing qualifying factors and changes throughout the fiscal year.

Comparative Budgets for General Operating Fund

In August 2011, the Board adopted a balanced budget for FY2012 that reflected total resources, including \$241 million of available fund balances, and appropriations of \$5.110 billion for the General Operating Fund.

In August, 2012, the Board adopted a balanced budget for FY2013 that reflected total resources, including \$432 million of available fund balances, and appropriations of \$5.162 billion.

In November 2012, the budget was amended to implement the agreement with the Chicago Teachers Union which included increases in teacher and staff compensation. The new contract includes other changes, such as a new Wellness program, short-term disability plan, more structured teacher evaluation process, and revisions to sick day and layoff benefits. The other changes discussed above did not have a significant impact on FY2013 funding needs. The amended budget includes appropriations of \$5.232 billion for the General Operating Fund.



The following schedule presents the specific activities impacted by the amended budget.

Comparison of Original and Amended Budgets
General Operating Fund
Fiscal Year 2013
(In Millions)

	<u>Original Budget</u>	<u>Supplemental Appropriations</u>	<u>Amended Budget</u>
Revenues			
State aid	\$1,523	\$ 70	\$1,593
	<u>Original Budget</u>	<u>Supplemental Appropriations</u>	<u>Amended Budget</u>
Expenditures			
Teachers' salaries	\$1,944	\$ 83	\$2,027
Career service salaries	629	1	629
Teachers' pension	343	6	349
Hospitalization & dental insurance	360	5	365
Medicare	37	—	37
Unemployment Compensation	17	—	17
Workers Compensation	30	—	30
Other	215	(25)	190

General Operating Fund Budget and Actual

Annual budgets are prepared on a basis consistent with accounting principles generally accepted in the United States for the General Operating Fund. All annual unencumbered appropriations lapse at fiscal year-end.

The budget is prepared by unit, fund, account, program and grant. Certain funding allocations (primarily Federal and State programs, including supplemental GSA) are made to schools but are not budgeted by account by the schools at the time the budget is adopted. These allocations are included in other fixed charges for budget purposes. During the fiscal year, upon receiving the appropriate approvals, transfers are made to the appropriate accounts. These transfers are reflected in the schedule shown below.



The following schedule presents a summary of the operating fund revenues, expenditures, and other financing sources in comparison with the final budget for the period ending June 30, 2013.

The General Operating Fund ended FY2013 with a deficit of \$119 million, which compared favorably with the budgeted deficit of \$432 million. This financial performance reflects a combination of CPS' conscientious efforts to improve its financial position and revenues anticipated for the FY2014 budget that were received during the FY2013 revenue recognition period. Major budget-to-actual variances are described below:

Revenues, Other Financing Sources and Expenditures
General Operating Fund
Budget to Actual Comparison
(In Millions)

	FY2013 Original Budget	Supplemental Appropriations & Transfers In/(Out)	Final Appropriations	FY2013 Actual	Variance
Revenues:					
Property taxes	\$2,053	\$ —	\$2,053	\$2,158	\$ 105
Replacement taxes	106	—	106	128	22
State aid	1,523	70	1,593	1,599	6
Federal aid	911	—	911	806	(105)
Interest and investment earnings	3	—	3	2	(1)
Other	134	—	134	133	(1)
Subtotal	\$4,730	\$ 70	\$4,800	\$4,826	\$ 26
Other financing sources	—	—	—	1	1
Total	<u>\$4,730</u>	<u>\$ 70</u>	<u>\$4,800</u>	<u>\$4,827</u>	<u>\$ 27</u>
Expenditures:					
Current:					
Salaries	\$2,572	\$ 141	\$2,713	\$2,575	\$(138)
Benefits	888	(7)	881	866	(15)
Services	1,054	122	1,176	1,094	(82)
Commodities	346	(12)	334	306	(28)
Other	302	(174)	128	105	(23)
Total	<u>\$5,162</u>	<u>\$ 70</u>	<u>\$5,232</u>	<u>\$4,946</u>	<u>\$(286)</u>
Change in fund balances	<u>\$ (432)</u>			<u>\$ (119)</u>	

Property tax revenues

The positive variance of \$105 million in property tax revenue is the result of additional revenue from second installment property taxes arriving in July, during the 30 day revenue recognition period. As discussed earlier, the penalty date (due date) for the second half property tax bills of calendar year 2013 was August 1, 2013. The Cook County Treasurer received and distributed \$356 million of the second half property tax bills between July 1, 2013 and July 30, 2013 during CPS' 30 day revenue recognition period. This is approximately \$116 million more than the amount collected in the 30 day revenue recognition period for FY2012.



Replacement tax

Replacement tax revenues were higher than budgeted by \$22 million as a result of an unanticipated increase in state corporate income taxes. It resulted from expiration at the end of calendar year 2012 of certain federal tax credits. As a result, CPS received larger tax distributions than anticipated in FY2013.

State revenues

Actual state revenues were \$6 million above budget. This is made up of a combination of factors. On the positive side, the state caught up with the remaining block grant payments. However, some of our claiming was delayed, reducing the amount we received. On net, block grants were up \$25 million compared to budget. Similarly, our bilingual education grant funds were \$11 million below budget because of claim issues, and GSA was \$3 million below budget. We were targeting \$9 million of additional state grants, which did not materialize. These reductions are offset by increases of \$2 million in orphanage, \$2 million in vocational education, and various other smaller revenues.

Federal revenues

Federal revenues were \$105 million lower than budgeted for several reasons. Major federal grant programs were below budget because spending was below the budgeted level. Elementary and Secondary Act (ESEA) Title I Low Income revenues were below budget by \$60 million, Title II Teacher Quality by \$16 million, School Improvement (SSOS) by \$5 million. Lunchroom revenue was \$9 million below budget, offset by lower spending. Medicaid reimbursement was approximately \$15 million below budget because the state caught up on prior year claiming in FY2012, which was not repeated in FY2013 and because CPS anticipated increasing claiming from personal care services, a new effort that was not implemented during FY2013.

Interest and investment earnings

The interest income was only slightly less than budget by \$2 million due to the loss in market value on certain securities in FY2013.

Other revenues

Other local revenues comprise miscellaneous or one-time receipts such as TIF surplus funds, rental income, daycare fees, private foundation grants, school internal account funds, and flow-through employer contributions to the Municipal Employees' Annuity and Benefit Fund of Chicago. Other local revenues decreased by \$1 million. A number of increases and decreases account for the variance, most significantly lower TIF surplus revenue than budgeted, offset by more school-based revenue than expected.

Actual General Operating Fund expenditures were \$286 million under budget. The variance is primarily due to the following:

Salary

Teacher salary expenditures were \$99 million, or 4.9%, below budget and Career Service employee salaries were approximately \$39 million, or 5.7%, below budget for a total of \$138 million. Teacher salaries spending was \$51 million below budget due to turnover greater than anticipated and fewer positions filled than budgeted. In addition, there was \$11 million less in spending for professional development and other additional payments. Payments for accrued sick and vacation time when employees leave was \$10 million less than budgeted. Costs for substitutes were over-budgeted by \$31 million. Variances in Career Service salaries have similar explanations. Turnover was greater than anticipated and fewer positions were filled, leading to a reduction of \$16 million in spending. Sick and vacation payments were \$4.7 million below budget. Use of part-time/miscellaneous employees was \$8 million below budget, and overtime and other position savings account for \$10.3 million.



Benefits

Benefit costs include health care, unemployment compensation, workers compensation, and pension costs. Benefit costs were under budget by \$15 million. Health care spending was \$28 million below budget, as was unemployment compensation by \$8 million, due to fewer than expected claims, while workers compensation was \$5 million below budget and Medicare \$2 million below. These under budget items were offset by \$28 million in spending on teacher pensions above budget, which was primarily due to a lawsuit settlement, which required CPS to make an additional payment from prior years.

Services expenditure

Expenditures for services include student transportation costs, tuition for charter schools and special education institutions, contractual and professional services, telephone, printing and equipment rental. FY2013 costs for services totaled \$1.094 billion, which is lower than the budget by \$82 million. Spending was \$61 million less than budget in professional fees due to lower than expected legal, assessment, security and food service equipment repair needs, as well as grant services that were not fully implemented. Transportation was \$16 million lower due to savings initiatives to provide the same level of service at lower cost; private facility tuition was \$4 million lower due to fewer students requiring placement and other services came in \$4 million lower. These savings were offset by slightly higher than budgeted expenses in telecommunication of \$2 million and charter school tuition of \$1 million.

Commodities

Spending on commodities was lower than budget by \$28 million. Food expenditures were lower than the budget by \$13 million. Spending on supplies was \$15 million below budget, with few areas with large variances; mostly modest supply savings occurred in hundreds of units across the district.

Other charges

Other charges include unallocated educational program costs, unallocated grant contingency in anticipation of new or expanding grants, equipment costs, miscellaneous charges, facility rental, insurance, and legal claims. Expenditures for other fixed charges were below budget by \$23 million. Equipment spending was below budget by \$21 million, primarily because spending for new and expanding schools did not take place. Repair spending was \$7 million below budget, and rent was \$2 million below budget. These savings are offset by \$7 million in spending that was over budget in appearance. When CPS prepared the budget, savings targets were set where we did not have specific initiatives identified. While we exceeded these targets, the budgeted savings were not explicitly offset, and make certain expenditures in this category appear over budget.

Requests for Information

This financial report is designed to provide citizens, taxpayers, parents, students, investors and creditors with a general overview of CPS' finances and to show CPS' accountability for the money it receives. Additional details can be requested by mail at the following address:

The Chicago Public Schools
Office of the Controller
125 South Clark Street, 14th Floor
Chicago, Illinois 60603

Or visit our website at: http://cps.edu/About_CPS/Financial_information/Pages/Annualreport.aspx for a complete copy of this report and other financial information.

(Please note that some amounts may not tie to the financial statements due to rounding.)



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education
STATEMENT OF NET POSITION
June 30, 2013
(Thousands of Dollars)

	GOVERNMENTAL ACTIVITIES
Assets:	
Current Assets:	
Cash and investments	\$ 1,259,273
Cash and investments in escrow	531,309
Cash and investments held in school internal accounts	35,536
Property taxes receivable, net of allowance	1,061,198
Other receivables:	
Replacement taxes	35,870
State aid, net of allowance	514,760
Federal aid	291,336
Other, net of allowance	159,492
Other assets	9,650
Total current assets:	\$ 3,898,424
Non-current Assets:	
Cash and investments in escrow	\$ 223,716
Land and construction in progress	850,897
Buildings, building improvements and equipment, and software, net of accumulated depreciation	5,319,537
Derivative instrument	22,901
Total non-current assets:	\$ 6,417,051
Total assets	\$10,315,475
Deferred Outflows of Resources:	
Deferred charge on refunding	\$ 190,434
Accumulated decrease in fair value of hedging activities	94,331
Total deferred outflows of resources:	\$ 284,765
Liabilities:	
Current Liabilities:	
Accounts payable	\$ 421,491
Accrued payroll and benefits	568,710
Amount held for student activities	35,536
Other accrued liabilities	12,125
Unearned revenue	13,300
Interest payable	23,230
Current portion of long-term debt and capitalized lease obligations	184,705
Total current liabilities:	\$ 1,259,097
Long-term liabilities, net of current portion:	
Debt, net of premiums and discounts	\$ 6,615,813
Capitalized lease obligations	234,515
Derivative instrument liability	95,261
Swaption borrowing payable	32,190
Swap implicit borrowing	107,717
Other accrued liabilities	18,650
Net pension obligation	3,020,049
Net other post-employment benefits obligation	1,536,593
Other benefits and claims	462,984
Total long-term liabilities:	\$12,123,772
Total liabilities	\$13,382,869
Deferred Inflows of Resources:	
Accumulated increase in fair value of hedging activities	\$ 21,850
Total deferred inflows of resources:	\$ 21,850
Net Position:	
Net investment in capital assets	\$ 80,009
Restricted for:	
Debt service	345,399
Grants and donations	63,862
Workers' comp/tort immunity	64,985
Unrestricted (deficit)	(3,358,734)
Total net position (deficit)	\$ (2,804,479)

The accompanying notes to the basic financial statements are an integral part of this statement.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2013
(Thousands of Dollars)

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
FUNCTIONS/PROGRAMS					
<i>Governmental activities:</i>					
Instruction	\$4,040,352	\$ 700	\$380,585	\$121,713	\$(3,537,354)
Support services:					
Pupil support services	494,076	—	55,128	18,219	(420,729)
Administrative support services	211,294	—	50,824	7,792	(152,678)
Facilities support services	490,381	—	162,247	15,167	(312,967)
Instructional support services	491,137	—	88,106	14,795	(388,236)
Food services	234,659	5,554	197,821	7,356	(23,928)
Community services	39,946	—	28,614	1,352	(9,980)
Interest expense	337,053	—	—	—	(337,053)
Other	7,043	—	—	—	(7,043)
Total governmental activities	<u>\$6,345,941</u>	<u>\$6,254</u>	<u>\$963,325</u>	<u>\$186,394</u>	<u>\$(5,189,968)</u>
General revenues:					
Taxes:					
Property taxes					\$ 2,156,943
Replacement taxes					185,884
Non-program state aid					1,688,611
Interest and investment earnings					7,879
Other					143,350
Total general revenues					<u>\$ 4,182,667</u>
Change in net position					\$(1,007,301)
Net position, as restated — beginning (deficit)					(1,797,178)
Net position — ending (deficit)					<u>\$(2,804,479)</u>

The accompanying notes to the basic financial statements are an integral part of this statement.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

BALANCE SHEET — GOVERNMENTAL FUNDS

June 30, 2013

(Thousands of Dollars)

	General Operating Fund	Capital Projects Fund	Debt Service Fund	Totals
Assets:				
Cash and investments	\$1,049,362	\$ —	\$209,911	\$1,259,273
Cash and investments in escrow	5,087	264,061	485,877	755,025
Cash and investments held in school internal accounts	35,536	—	—	35,536
Receivables:				
Property taxes, net of allowance	1,035,910	—	25,288	1,061,198
Replacement taxes	35,870	—	—	35,870
State aid, net of allowance	511,139	3,621	—	514,760
Federal aid	286,147	2,149	3,040	291,336
Other, net of allowance	32,374	108,443	18,675	159,492
Due from other funds	142,979	769	23,395	167,143
Other assets	1,299	4,388	—	5,687
Total assets	<u>\$3,135,703</u>	<u>\$383,431</u>	<u>\$766,186</u>	<u>\$4,285,320</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 370,692	\$ 40,345	\$ 10,454	\$ 421,491
Accrued payroll and benefits	473,189	—	—	473,189
Amount held for student activities	35,536	—	—	35,536
Due to other funds	24,164	142,979	—	167,143
Unearned revenue	12,435	157	—	12,592
Total liabilities	<u>\$ 916,016</u>	<u>\$183,481</u>	<u>\$ 10,454</u>	<u>\$1,109,951</u>
Deferred inflows of resources:				
Unavailable property tax revenue	\$ 680,913	\$ —	\$ 16,558	\$ 697,471
Other unavailable revenue	589,631	26,194	3,041	618,866
Total deferred inflows of resources	<u>\$1,270,544</u>	<u>\$ 26,194</u>	<u>\$ 19,599</u>	<u>\$1,316,337</u>
Fund balances:				
Nonspendable	\$ 1,720	\$ 4,388	\$ —	\$ 6,108
Restricted for grants and donations	63,434	—	—	63,434
Restricted for workers' comp/tort immunity	64,985	—	—	64,985
Restricted for capital improvement program	—	169,368	—	169,368
Restricted for debt service	—	—	466,966	466,966
Assigned for appropriated fund balance	562,682	—	—	562,682
Assigned for debt service	—	—	269,167	269,167
Assigned for commitments and contracts	105,664	—	—	105,664
Unassigned	150,658	—	—	150,658
Total fund balances	<u>\$ 949,143</u>	<u>\$173,756</u>	<u>\$736,133</u>	<u>\$1,859,032</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$3,135,703</u>	<u>\$383,431</u>	<u>\$766,186</u>	<u>\$4,285,320</u>

The accompanying notes to the basic financial statements are an integral part of this statement.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

**RECONCILIATION OF THE BALANCE SHEET — GOVERNMENTAL FUNDS
 TO THE STATEMENT OF NET POSITION**

June 30, 2013

(Thousands of Dollars)

Total fund balances — governmental funds	\$ 1,859,032
Prepaid assets and deferred charges are recorded as expenditures in governmental funds. The Statement of Net Position includes these amounts as other assets.	
Deferred charges — bond insurance costs	3,963
Derivative instrument	22,901
Deferred outflows of resources applicable to CPS' governmental activities do not involve available financial resources and accordingly are not reported on the fund financial statements	284,765
The cost of capital assets (land, buildings and improvements and equipment) purchased or constructed is reported as an expenditure in the governmental funds. The Statement of Net Position includes those capital assets among the assets of CPS as a whole. The cost of those capital assets are allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in the governmental funds.	
Cost of capital assets	9,329,155
Accumulated depreciation	(3,158,721)
Liabilities applicable to CPS' governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Debt, interest payable on debt and other long-term obligations is not recorded in the governmental funds but they are reported in the Statement of Net Position. All liabilities, both current and long-term, are reported in the Statement of Net Position.	
Other accrued liabilities	\$ (30,775)
Debt, net of premiums and discounts	(6,765,953)
Capitalized lease obligations	(269,080)
Net pension obligation	(3,020,049)
Net other post-employment benefits obligation	(1,536,593)
Other benefits and claims	(558,505)
	(12,180,955)
Interest payable	(23,230)
Swaption borrowing payable	(32,190)
Swaption implicit borrowing	(107,717)
Derivative instrument liability	(95,261)
Revenues are deferred inflows of resources in the governmental funds because they are not available but are recognized as revenue in the government-wide financial statements.	
Unavailable property tax revenue	697,471
Other	618,158
Deferred inflows of resources applicable to CPS' governmental activities do not involve available financial resources and accordingly are not reported on the fund financial statements	(21,850)
Net position (deficit)	<u>\$ (2,804,479)</u>

The accompanying notes to the basic financial statements are an integral part of this statement.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

**STATEMENT OF REVENUES, EXPENDITURES AND NET CHANGES IN FUND BALANCES —
GOVERNMENTAL FUNDS**

For the Fiscal Year Ended June 30, 2013

With Comparative Amounts for the Fiscal Year Ended June 30, 2012

(Thousands of Dollars)

	General Operating Fund	Capital Projects Fund	Debt Service Fund	Total Fiscal Year Ended June 30, 2013	Total Fiscal Year Ended June 30, 2012
Revenues:					
Property taxes	\$2,157,777	\$ —	\$ 53,791	\$2,211,568	\$2,352,136
Replacement taxes	128,212	—	57,672	185,884	181,927
State aid	1,599,424	6,901	209,473	1,815,798	1,965,901
Federal aid	805,983	13,570	26,243	845,796	935,951
Interest and investment earnings	2,207	1,860	3,236	7,303	20,760
Other	132,717	88,076	101,335	322,128	303,744
Total revenues	<u>\$4,826,320</u>	<u>\$ 110,407</u>	<u>\$ 451,750</u>	<u>\$5,388,477</u>	<u>\$5,760,419</u>
Expenditures:					
Current:					
Instruction	\$3,034,509	\$ —	\$ —	\$3,034,509	\$2,992,481
Pupil support services	454,240	—	—	454,240	469,366
Administrative support services	194,259	—	—	194,259	187,104
Facilities support services	378,142	—	—	378,142	402,247
Instructional support services	368,869	—	—	368,869	378,341
Food services	215,739	—	—	215,739	213,115
Community services	39,656	—	—	39,656	39,794
Teachers' pension and retirement benefits	227,766	—	—	227,766	183,499
Other	7,043	—	—	7,043	8,115
Capital outlay	26,147	493,457	—	519,604	591,148
Debt service	—	—	390,409	390,409	374,494
Total expenditures	<u>\$4,946,370</u>	<u>\$ 493,457</u>	<u>\$ 390,409</u>	<u>\$5,830,236</u>	<u>\$5,839,704</u>
Revenues in excess of (less than) expenditures . . .	<u>\$ (120,050)</u>	<u>\$(383,050)</u>	<u>\$ 61,341</u>	<u>\$ (441,759)</u>	<u>\$ (79,285)</u>
Other financing sources (uses):					
Gross amounts from debt issuances	\$ —	\$ 468,915	\$ 513,805	\$ 982,720	\$ 592,510
Premiums	—	39,994	7,277	47,271	1,229
Sales of general capital assets	—	723	—	723	—
Payment to refunded bond escrow agent	—	—	(480,597)	(480,597)	(190,100)
Transfers in / (out)	439	(41,588)	41,149	—	—
Total other financing sources (uses)	<u>\$ 439</u>	<u>\$ 468,044</u>	<u>\$ 81,634</u>	<u>\$ 550,117</u>	<u>\$ 403,639</u>
Net change in fund balances	<u>\$ (119,611)</u>	<u>\$ 84,994</u>	<u>\$ 142,975</u>	<u>\$ 108,358</u>	<u>\$ 324,354</u>
Fund balances, beginning of period	1,068,754	88,762	593,158	1,750,674	1,426,320
Fund balances, end of period	<u>\$ 949,143</u>	<u>\$ 173,756</u>	<u>\$ 736,133</u>	<u>\$1,859,032</u>	<u>\$1,750,674</u>

The accompanying notes to the basic financial statements are an integral part of this statement.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND NET CHANGES
 IN FUND BALANCES — GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**
For the Fiscal Year Ended June 30, 2013
(Thousands of Dollars)

Total net change in fund balances — governmental funds	\$108,358
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which capital outlays exceed the depreciation in the period.	
Capital outlay/equipment	\$ 444,377
Depreciation expense	<u>(251,720)</u>
	192,657
Proceeds from sales of bonds are reported in the governmental funds as a source of financing, whereas they are recorded as long-term liabilities in the Statement of Net Position	(1,029,991)
Repayment of bond principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Position	554,195
Changes in fair value of investment derivatives is reported as investment earnings on the statement of activities, but is not reported in the fund financial statements	22,901
Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the governmental funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities however, interest cost is recognized as the interest accrues, regardless of when it is due	(30,723)
Government funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities	(26,975)
Since some property taxes and grants will not be collected for several months after CPS' fiscal year ends, they are not considered as "available" revenues in the governmental funds and are instead recorded as unearned revenues. They are, however, recorded as revenues in the Statement of Activities. The following represents the change in related unavailable revenue balances.	
Property taxes	(54,625)
Grants	(4,114)
In the Statement of Activities, pollution remediation obligation, legal settlements, sick pay, vacation pay, workers' compensation and unemployment insurance, general and automobile liability, net pension obligation, accrued post-closure costs and other post-employment benefits are measured by the amount accrued during the year. In the governmental funds, expenditures for these items are paid when the amounts become due. The following represents the change during the year for these obligations.	
Pollution remediation obligation	(3,161)
Legal settlements	(1,278)
Sick pay	10,607
Vacation pay	(4,335)
Workers' compensation and unemployment insurance	1,859
General and automobile liability	(409)
Net pension obligation	(401,213)
Accrued post-closure costs	(18,650)
Other post-employment benefits — teacher	(200,665)
In the Statement of Activities, gain or loss on disposal of capital assets is reported, whereas in the governmental funds, the entire proceeds are recorded	(121,739)
Change in net position	<u><u>\$(1,007,301)</u></u>

The accompanying notes to the financial statements are an integral part of this statement.



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

STATEMENT OF REVENUES, EXPENDITURES BY OBJECT,
 OTHER FINANCING SOURCES AND NET CHANGES IN FUND BALANCE
 FINAL APPROPRIATIONS VS. ACTUAL — GENERAL OPERATING FUND
 For the Fiscal Year Ended June 30, 2013
 (Thousands of Dollars)

	Original Budget	Supplemental Appropriations & Transfers In/ (Out)	Final Budget	Fiscal Year Actual	Over (under) Budget
Revenues:					
Property taxes	\$2,052,800	\$ —	\$2,052,800	\$2,157,777	\$ 104,977
Replacement taxes	105,730	—	105,730	128,212	22,482
State aid	1,523,290	69,942	1,593,232	1,599,424	6,192
Federal aid	910,839	—	910,839	805,983	(104,856)
Interest and investment earnings	3,500	—	3,500	2,207	(1,293)
Other	134,379	—	134,379	132,717	(1,662)
Total revenues	<u>\$4,730,538</u>	<u>\$ 69,942</u>	<u>\$4,800,480</u>	<u>\$4,826,320</u>	<u>\$ 25,840</u>
Expenditures:					
Salaries —					
Teachers' salaries	\$1,943,785	\$ 97,542	\$2,041,327	\$1,942,007	\$ (99,320)
Career service salaries	628,685	43,185	671,870	633,489	(38,381)
Commodities —					
Energy	84,158	(8,390)	75,768	76,559	791
Food	117,452	1,819	119,271	106,650	(12,621)
Textbooks	82,353	(11,969)	70,384	68,969	(1,415)
Supplies	61,516	6,479	67,995	52,925	(15,070)
Other	733	(25)	708	408	(300)
Services —					
Professional and special services	412,115	47,168	459,283	398,064	(61,219)
Charter schools	425,834	71,348	497,182	498,162	980
Transportation	121,609	852	122,461	106,861	(15,600)
Tuition	59,931	(1,361)	58,570	54,626	(3,944)
Telephone and telecommunications	21,289	499	21,788	23,642	1,854
Other	13,270	3,784	17,054	12,438	(4,616)
Equipment — educational					
Building and sites —	47,836	33,258	81,094	59,654	(21,440)
Repairs and replacements	27,120	6,000	33,120	26,449	(6,671)
Capital outlay	—	44	44	75	31
Fixed charges —					
Teachers' pension	343,311	2,684	345,995	374,567	28,572
Career service pension	100,490	2,009	102,499	102,342	(157)
Hospitalization and dental insurance	360,214	(12,229)	347,985	319,792	(28,193)
Medicare	37,323	1,249	38,572	36,404	(2,168)
Unemployment compensation	16,689	282	16,971	9,134	(7,837)
Workers compensation	29,799	(706)	29,093	23,967	(5,126)
Rent	12,091	267	12,358	10,547	(1,811)
Other	214,677	(213,847)	830	8,639	7,809
Total expenditures	<u>\$5,162,280</u>	<u>\$ 69,942</u>	<u>\$5,232,222</u>	<u>\$4,946,370</u>	<u>\$(285,852)</u>
Revenues in excess of (less than) expenditures ...	\$ (431,742)	\$ —	\$ (431,742)	\$ (120,050)	\$ 311,692
Other financing sources (uses):					
Transfers in / (out)	\$ —	\$ —	\$ —	\$ 439	\$ 439
Total other financing sources (uses)	\$ —	\$ —	\$ —	\$ 439	\$ 439
Net change in fund balances	\$ (431,742)	\$ —	\$ (431,742)	\$ (119,611)	\$ 312,131
Fund balances, beginning of period	1,068,754	—	1,068,754	1,068,754	—
Fund balances, end of period	<u>\$ 637,012</u>	<u>\$ —</u>	<u>\$ 637,012</u>	<u>\$ 949,143</u>	<u>\$ 312,131</u>

The accompanying notes to the basic financial statements are an integral part of this statement.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Board of Education of the City of Chicago, or the Chicago Public Schools (CPS), is a body politic and corporate, and a school district of the State of Illinois having boundaries coterminous with the boundaries of the City of Chicago. The Board of Education of the City of Chicago (the Board) is established under and governed by the Illinois School Code and maintains a system of schools primarily for kindergarten through twelfth grade.

As a result of legislation passed by the Illinois General Assembly, which became effective on June 30, 1995, the Mayor of the City of Chicago appoints the members of the Board. CPS is excluded from the City's reporting entity because it does not meet the financial accountability criteria for inclusion established by the Governmental Accounting Standards Board (GASB).

The City of Chicago, the Public Building Commission of Chicago and the Public School Teachers' Pension and Retirement Fund of Chicago are deemed to be related organizations, but separate entities, and are not included as part of the CPS reporting entity. No fiscal dependency exists between these organizations. These units are excluded from the CPS reporting entity because they do not meet the criteria for inclusion as established by GASB.

New Accounting Standards

During fiscal year 2013, CPS adopted the following GASB Statements:

- GASB 60, *Accounting and Financial Reporting for Service Concession Arrangements*, which had no impact on the current year financial statements. The objective of this Statement is to improve financial reporting by addressing uses related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. This Statement establishes recognition, measurement, and disclosure requirements for SCAs for both transferors and governmental operators.
- GASB 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which had no impact on the current year financial statements. The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements.
- GASB 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. The objective of this Statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government's net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance where none previously existed.
- GASB 65, *Items Previously Reported as Assets and Liabilities*. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.



NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Other accounting standards that CPS is currently reviewing for applicability and potential impact on the financial statements include:

- GASB 66, *Technical Corrections — 2012, an Amendment of GASB Statements 10 and 62*, will be effective for CPS beginning with its year ending June 30, 2014. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions and No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.
- GASB 68, *Accounting and Financial Reporting for Pensions*, will be effective for CPS beginning with its year ending June 30, 2015. The objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The implementation of this standard will result in an unfunded pension liability to be recognized on the statement of net position.
- GASB 69, *Government Combinations and Disposals of Government Operations*, will be effective for CPS beginning with its year ending June 30, 2015. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. This Statement provides specific accounting and financial reporting guidance for combinations in the governmental environment. This Statement also improves the decision usefulness of financial reporting by requiring that disclosures be made by governments about combination arrangements in which they engage and for disposals of government operations.
- GASB 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, will be effective for CPS beginning with its year ending June 30, 2014. The requirements of this Statement will enhance comparability of financial statements among governments by requiring consistent reporting by those governments that extend nonexchange financial guarantees and by those governments that receive nonexchange financial guarantees. This Statement also will enhance the information disclosed about a government's obligations and risk exposure from extending nonexchange financial guarantees. This Statement also will augment the ability of financial statement users to assess the probability that governments will repay obligation holders by requiring disclosures about obligations that are issued with this type of financial guarantee.
- GASB 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, will be effective for CPS beginning with its year ending June 30, 2015. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, *Accounting and Financial Reporting for Pensions*. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. The requirements of this Statement will eliminate the source of a potential significant understatement of restated beginning net position and expense in the first year of implementation of Statement No. 68 in the accrual-basis financial statements of employers and nonemployer contributing entities.



NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**Description of Government-Wide Financial Statements**

The Statement of Net Position and the Statement of Activities display information about the government-wide entity as a whole. The Statement of Net Position and the Statement of Activities were prepared using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange transactions are recognized in accordance with the GASB requirements of accounting and financial reporting for non-exchange transactions. Deferred Outflows of Resources represent consumption of resources that is applicable to future reporting periods and will be reported in a separate section after assets. Deferred Inflows of Resources represent acquisition of resources that is applicable to future reporting periods and will be reported in a separate section after liabilities.

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside CPS' taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from general revenues.

CPS reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense to each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Government-Wide and Fund Financial Statements

The government-wide financial statements report information on all of the activities of CPS. Interfund balances have been removed from these statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not identified as program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. State and Federal grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Measurable means that the amount of the transaction can be determined. Revenues are considered to be available when they are collectible within the current period or soon



NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within 30 days of fiscal year end. For this purpose, CPS also considers State aid, Federal aid, replacement taxes, IGA, and other revenue that are susceptible to accrual to be available if they are collected within 30 days of fiscal year end.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to derivatives, compensated absences, claims and judgments, other postemployment benefits, net pension obligations and pollution remediation obligations, are recorded only when payment is due.

Funds

CPS reports its financial activities through the use of “fund accounting”. This is a system of accounting wherein transactions are reported in self-balancing sets of accounts to reflect results of 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. The minimum number of funds is maintained, consistent with legal and managerial requirements. A description of the activities of the various funds is provided below.

Governmental Funds*a. General Operating Fund*

The General Operating Fund is established in compliance with the provisions of the Illinois Program Accounting Manual for Local Education Agencies. This Fund is the primary operating fund of CPS and is made up of the following programs:

- Educational Program
- Supplementary General State Aid Program
- School Food Service Program
- Elementary and Secondary Education Act (ESEA) Program
- Individuals with Disabilities Education Act (IDEA) Program
- Workers’ and Unemployment Compensation/Tort Immunity Program
- Public Building Commission Operations and Maintenance Program
- Other Government-Funded Programs

b. Capital Projects Fund

The Capital Projects Fund includes the following programs:

Capital Asset Program — This program is for the receipt and expenditure of the proceeds from the sale of certain Board real estate, proceeds from the Chicago School Finance Authority and other miscellaneous capital projects revenues from various sources as designated by the Board.

Capital Improvement Program — This program is for the receipt and expenditure of proceeds from the sale of Unlimited Tax General Obligation Bonds, Public Building Commission (PBC) Building Revenue Bonds, State of Illinois Construction Grants, Federal E-rate capital subsidies and other revenues for the purpose of building and improving schools as designated by the Board. The bonds are being repaid in the Debt Service Fund from Replacement Tax revenue, from an Intergovernmental Agreement with the City of Chicago, State of Illinois Construction Grants, General State Aid, and other revenues as designated by the Board and from a separate tax levy associated with the bonds, if necessary.



NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)*c. Debt Service Fund*

The Debt Service Fund includes the following programs:

Bond Redemption and Interest Program — This program is for the receipt and expenditure of Replacement Taxes, City of Chicago IGA revenue, State of Illinois Construction Grants, General State Aid and other revenues as designated by the Board for the payment of interest and principal on specific bond issues.

Public Building Commission Leases Program — Receipts and expenditures of tax levies and State of Illinois Construction Grants for the rental payments due to the PBC of school buildings are recorded in this program. The title to these properties passes to the City of Chicago, in trust for the use of CPS, at the end of the lease terms.

Assets, Deferred Inflows of Resources, Liabilities, Deferred Outflows of Resources, and Net Position or Fund Balances*Deposits and Investments*

CPS' cash and cash equivalents consist of cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. In addition, State statutes authorize CPS to invest in obligations of the U.S. Treasury, commercial paper, repurchase agreements and the State Treasurer's Investment Pool. CPS' investments are reported at fair value, based on quoted market prices.

Restricted Assets

Certain proceeds of CPS' bond issuances, as well as certain assets set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. These amounts are consequently held in escrow.

Receivables and Interfund Activity

CPS records its property taxes receivable amounts equal to the current year tax levy net of an allowance for estimated uncollectible amounts. The allowance is recorded at 3.5% of the gross levy.

A calendar year's property tax levies are billed (extended) in two installments in the subsequent calendar year. Calendar year 2012 property taxes were levied for fiscal year 2013 in December 2012 and were billed in fiscal year 2013. In 2013, the installment due dates were March 1 and August 1. Property taxes unpaid after these dates accrue interest at the rate of 1.5% per month. The treasurers of Cook and DuPage counties, who distribute such receipts to CPS, receive collections of property tax installments. CPS' property tax becomes a lien on real property on January 1 of the year for which it is levied. CPS does not record a receivable nor related deferred revenue until the Board passes the levy for the current fiscal year.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds".

Capital Assets

Capital assets, which include land, construction in progress, buildings, building improvements and equipment are reported in the governmental activities columns in the government-wide financial



NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

statements. Land, buildings and building improvements are recorded at historical cost or estimated historical cost if purchased or constructed. The capitalization threshold for equipment is a unit cost of \$25,000 or more. Donated capital assets are recorded at estimated fair market value at date of donation. CPS also capitalizes internally developed software with a capitalization threshold of \$75,000 or more.

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.

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

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

Beginning in fiscal year 2005, CPS implemented procedures related to impaired assets. Generally, a capital asset is considered impaired when its service utility has declined significantly and the events or changes in the circumstances are unexpected or outside the normal life cycle. Capital asset impairments in fiscal year 2013 were \$121.6 million. This is due to CPS closing 47 schools in the current fiscal year. The majority of the closed schools were determined to be impaired. See Note 6 for additional information on the impairments. In addition, some of the closed schools have been identified to be demolished. In accordance with GASB 62 “Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements,” CPS recorded a liability for the estimated demolition cost of \$18.7 million.

Depreciation of buildings and building improvements of CPS is calculated using the straight-line method. Equipment is depreciated using the straight-line method. CPS’ capital assets have the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and building improvements	25-50
Administrative software/systems	20
Internally developed software	3
Equipment	5

Depreciation of buildings and building improvements placed in service prior to fiscal year 2002 was calculated using a composite rate that CPS estimated to be 32 years. For items placed in service subsequent to fiscal year 2001, CPS utilizes the estimated useful lives for specific components within the range noted above.

Vacation and Sick Pay

CPS provides vacation and sick pay benefits for substantially all of its employees. Accrued sick pay benefits were computed using the termination payment method. The liability for accrued vacation pay benefits was computed using the employees’ actual daily wages. Please refer to Note 11 for accruals.

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 Position. Bond premiums and discounts, as well as prepaid insurance, are deferred and amortized over the life of the bonds using the straight line method. Bonds payable are reported net of applicable bond premium or discount. Prepaid Insurance 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 insurance costs, during the current period. The face amount of debt issued is reported as

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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. Principal payments, issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Swaps

CPS enters into interest rate swap agreements to modify interest rates on outstanding debt. CPS reported the swaps according with GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*. Please refer to Note 10 for required disclosures. Swaps are reported at fair value and if they meet the definition of a hedge, then a like amount is reported as a deferred item in the Statement of Net Position. If the swaps are not hedging, the offset is reported in the Statement of Activities. Swaps are not reported in the fund financial statements.

Fund Balances

Within the governmental fund types, CPS' fund balances are reported in one of the following classifications:

Nonspendable — includes amounts that cannot be spent because they are either: a) not in spendable form or b) legally or contractually required to be maintained intact.

Restricted — includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.

Committed — includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of CPS' highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless CPS removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. CPS' highest level of decision-making authority rests with CPS' Board of Education. CPS passes formal resolutions to commit their fund balances. There are no committed fund balances as of June 30, 2013.

Assigned — includes amounts that are constrained by CPS' *intent* to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) CPS' Board of Education itself or b) a body or official to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. As of FY2013, CPS's Board has not delegated the authority to assign amounts to be used for specific purposes to a body or official. CPS' Board of Education assigns amounts for a specific purpose within the General Operating Fund. Within the other governmental fund types (debt service and capital projects) resources are assigned in accordance with the established fund purpose and approved budget/appropriation. Residual fund balances in these fund types that are not restricted or committed are reported as assigned.

Unassigned — includes the residual fund balance that has not been restricted, committed, or assigned within the general fund and deficit fund balances of other governmental funds.

In the General Operating Fund and other governmental funds (capital projects and debt service fund types), it is CPS' policy to consider restricted resources to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted (i.e. committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.



NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)*Net Position*

The Statement of Net Position includes the following:

Net investment in capital assets — the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position.

Restricted for debt service — the component of net position with constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.

Restricted for grants and donations — the component of net position that reports the difference between assets and liabilities of the certain programs that consists of assets with constraints placed on the use of resources are either: a) externally imposed by creditors, (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.

Restricted for workers' comp/tort immunity — the component of net position that reports the difference between assets and liabilities of the certain programs that consist of assets with constraints placed on the use of resources are either: a) externally imposed by creditors, (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.

Unrestricted — consists of net position that does not meet the criteria of the four preceding categories.

Comparative Data

The basic financial statements include certain prior-year summarized comparative information in total but not at the level of detail required for presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with CPS' financial statements for the year ended June 30, 2012, from which the summarized information was derived.

Management's Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**Budgets**

Annual budgets are prepared on a basis consistent with accounting principles generally accepted in the United States for the General Operating, Capital Projects and Debt Service funds. All annual unencumbered appropriations lapse at fiscal year-end.

Certain funding allocations (primarily Federal and State programs, including Supplementary General State Aid) are made to schools but may not be budgeted by account by the schools at the time the



NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (continued)

budget is adopted. These allocations are included in Other Fixed Charges for budget purposes. During the fiscal year, upon receiving the appropriate approvals from the Office of Management and Budget, transfers are made to the appropriate accounts. Actual expenditures are reflected in the appropriate accounts.

The appropriated budget is prepared by fund, account and unit. The legal level of budgetary control is at the account level except for school-based discretionary programs. School-based discretionary program expenditures are governed by specific program policies and procedures. Board approval is required for all funding transfers. In addition, an amended budget is required for increases in total appropriation.

The Capital Projects Fund is budgeted on a project-by-project basis. Budgeted amounts in the Capital Projects Fund represent the entire project budget for projects that were expected to commence in fiscal year 2013. Actual expenditures in the Capital Projects Fund include expenditures on projects that were budgeted in the current and prior fiscal years.

NOTE 3. PROPERTY TAXES AND STATE AID REVENUE

a. Property Taxes — CPS levies property taxes using tax levy rates established by statute and an equalized assessed valuation (EAV) estimated by CPS. The maximum billing (extension) of property taxes for the rate-limited Educational Levy in any calendar year is limited to the lesser of the tax rate established by statute multiplied by the EAV known at the time the final calendar year tax bills are calculated by the Cook and DuPage County Clerks, or the tax rates established by statute multiplied by the prior year EAV. Property taxes for the levies that are not rate-limited are levied based on the estimated requirements for such funds.

As part of the annual budgetary process, CPS adopts a resolution each December in which it is determined to levy real estate taxes. This tax levy resolution imposes property taxes in terms of a dollar amount. The Truth in Taxation Law requires that notice in prescribed form must be published and a public hearing must be held if the aggregate annual levy exceeds 105% of the levy of the preceding year.

Since the 1994 levy year, CPS has been subject to the Property Tax Extension Limitation Law (PTELL). The PTELL, commonly known as the property-tax cap, is designed to limit the increases in property taxes billed for non-home rule taxing districts. The growth in a taxing district's aggregate extension base is limited to the lesser of 5% or the increase in the national Consumer Price Index (CPI) for the year preceding the levy year. The CPI used is for all urban consumers for all items as published by the U.S. Department of Labor, Bureau of Labor Statistics. This limitation can be increased for a taxing body with voter approval. The PTELL allows a taxing district to receive a limited annual increase in tax extensions on existing property, plus an additional amount for new construction. This limit slows the growth of revenues to taxing districts when property values and assessments are increasing faster than the rate of inflation.

Amounts collected in excess of the estimated net receivable for each levy year are reported as revenue in the fiscal year that the tax collections are distributed to CPS. Tax amounts collected in excess of the specified prior years' levies are recorded in the year of receipt without impacting receivable and deferred revenue balances. CPS maintains the accounts receivable, reserves for uncollectibles and deferred revenue balance on the general ledger for three tax levy years. All refunds, regardless of the applicable tax year, are recorded against the property tax revenue and cash accounts in the period of occurrence or notification from the respective county treasurer.

The most recent levy, calendar year 2012, was intended to levy for FY2013.



NOTE 3. PROPERTY TAXES AND STATE AID REVENUE (continued)

Legal limitations on tax rates and the rates extended in calendar years 2013 and 2012 are shown below.

	Maximum 2012 Legal Limit	Tax Rates Extended Per \$100 of EAV	
		2012	2011
General Operating Fund:			
Educational	(A)	\$3.309	\$2.671
Workers' and Unemployment Compensation/Tort Immunity	(B)	0.031	0.133
Debt Service Fund:			
Public Building Commission Leases Program	(C)	0.082	0.071
		<u>\$3.422</u>	<u>\$2.875</u>

- A. The maximum legal limit for educational purposes cannot exceed \$4.00 per \$100 of EAV (105 ILCS 5/34-53), and the total amount billed under General Operating Fund is subject to the PTELL as described above.
- B. These tax rates are not limited by law, but are subject to the tax cap as described above.
- C. The tax cap limitation contained in the PTELL does not apply to the taxes levied by CPS to make its lease payments.

b. *State Aid* — The components of State Aid as shown on the financial statements are as follows (\$000's):

	Fund Financial Statements	Government Wide- Financial Statements
Revenues:		
General state aid unrestricted	\$ 833,732	\$ 833,732
Supplementary general state aid	261,000	261,000
General education block grant	113,883	119,253
Educational services block grant	511,221	474,626
Other restricted state revenue	95,962	102,681
Total state aid	<u>\$1,815,798</u>	<u>\$1,791,292</u>
Program Revenues:		
Less amounts shown as Operating grants and contributions		(102,681)
Non-program general state aid		<u>\$1,688,611</u>

NOTE 4. CASH DEPOSITS AND INVESTMENTS

Cash and investments held in the name of the CPS are controlled and managed by the CPS' Treasury Department; however, custody is maintained by the Treasurer of the City of Chicago, who is the designated ex-officio Treasurer of the CPS under the Illinois School Code. Custody is not maintained by the Treasurer of the City of Chicago for cash and investments in escrow and the schools' internal accounts. The cash and investments in escrow in the Debt Service Fund represent the amount available for debt service payments on the Unlimited Tax General Obligation Bonds and PBC Leases. The cash and investments in escrow in the Capital Projects Fund represent the unspent proceeds from the Unlimited Tax General Obligation Bonds and other revenues.

NOTE 4. CASH DEPOSITS AND INVESTMENTS (continued)**Cash**

With the exception of school internal accounts as designated by the Board, the Municipal Code of Chicago requires that cash be deposited only in chartered banks or savings and loan associations that are on the City of Chicago's approved depository listing. The ordinances allow only regularly organized state or national banks insured by the Federal Deposit Insurance Corporation, and Federal and State savings and loan associations insured by the Savings Association Insurance Fund of the Federal Deposit Insurance Corporation located within the City of Chicago, to be designated depositories.

The CPS Investment Policy requires collateral with an aggregate market value of not less than 110% of the original acquisition price, including principal and accrued interest, on depository account balances, banker's acceptances and certificates of deposit unless the bank meets certain rating requirements and/or asset size. Repurchase agreement collateral shall not be less than 102%. Collateral for the CPS' bank accounts are held by a third-party custodian in the name of the City of Chicago Treasurer for the benefit of the CPS. Collateral shall be only those securities authorized as allowable investments.

As of June 30, 2013, the book amount of the CPS' deposit accounts was \$73.3 million. The bank balances totaled \$87.8 million as of June 30, 2013. The difference between the book and bank balances primarily represents checks that have been issued but have not yet cleared as of June 30, 2013. The bank balance was covered by Federal depository insurance and by collateral held by third-party custodians.

Cash and Investments Held in School Internal Accounts, and the corresponding liability, Amounts Held for Student Activities, represent the book balance for checking and investments for individual schools. The bank balance was covered by Federal depository insurance and by collateral held by third-party custodians.

Investments

The CPS' investments are authorized under the Illinois Compiled Statutes Finance Investment Act. The CPS' Investment Policy is derived from this Act. The CPS Investment Policy authorizes the CPS to invest in obligations guaranteed by the full faith and credit of the U.S. Government, certificates of deposit constituting direct obligations of banks, commercial paper, money market mutual funds, repurchase agreements that mature within 330 days, certain U.S. Government agency securities, and certain State and municipal securities that are rated at the time of purchase within the two highest classifications established by a nationally recognized rating service. All mutual funds purchased invest in eligible securities outlined in the parameters of the CPS Investment Policy and meet certain other regulatory requirements.

The CPS' Investment Policy contains the following stated objectives:

- **Safety of Principal.** Investments shall be undertaken in a manner that provides for the preservation of principal in the overall portfolio.
- **Liquidity.** The investment portfolio shall be sufficiently liquid to meet all reasonably anticipated operating and cash flow requirements.
- **Rate of Return.** The investment portfolio shall be constructed with the objective of attaining a market rate of return through budgetary and economic cycles, taking into account investment risk constraints and liquidity needs.
- **Diversification.** The investment portfolio shall be diversified to avoid incurring unreasonable risks associated with specific securities or financial institutions.



NOTE 4. CASH DEPOSITS AND INVESTMENTS (continued)

At June 30, 2013, CPS had the following investments (\$000's), maturities and ratings (Moody's Investors Service, Standard and Poor's and Fitch Ratings):

Investment Type	Ratings	Carrying Amount	Maturities Less Than 1 Year	Maturities 1-5 Years
Repurchase Agreements	Aaa/AA+/AAA	\$ 88,312	\$ 88,312	\$ —
U.S. Government Agency Securities	Aaa/AA+/AAA	594,425	204,067	390,358
U.S. Treasury Notes	Aaa/AA+/AAA	63,390	21,872	41,518
Commercial Paper	A1/A1+/P1	209,248	209,248	—
Municipal Bonds	Aa3/AA- or better	15,038	15,038	—
Money Market Mutual Funds	AAA	1,006,134	1,006,134	—
Total Investments		<u>\$1,976,547</u>	<u>\$1,544,671</u>	<u>\$431,876</u>
Cash and CDs		73,287		
Total Cash and Investments		<u>\$2,049,834</u>		

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

State law and the CPS' Investment Policy limits investment in commercial paper to the top two ratings issued by at least two standard rating services. As of June 30, 2013, CPS' investments in banker's acceptances and commercial paper were rated A1+ or A1 by Standard and Poor's, and P-1 by Moody's. As of June 30, 2013, Standard and Poor's rated the CPS' investments in money market mutual funds AAA and municipal securities as Aa3/AA- or better as required by the CPS' Investment Policy.

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.

As of June 30, 2013, there were no investments in any one issuer that represent 5% or more of the total investments. Investments issued by the U.S. government and investment in mutual funds are excluded from the concentration of credit risk.

Custodial Risk — The custodial risk for deposits or investments is the risk that, in the event of the failure of a depository financial institution or the counterparty to a transaction, a government will not be able to recover deposits, the value of investment, or collateral securities that are in the possession of an outside party.

During fiscal year ended June 30, 2013, all of CPS' investments are required to be supported by collateral, the aggregate market value was equal to at least 102% of amounts invested. The collateral consisted of securities that were permissible under the CPS Investment Policy. Third-party custodians held all collateral in the City of Chicago's name on behalf of CPS.

Interest Rate Risk — Interest rate risk is the risk that changes in exchange rates will adversely affect the fair value of an investment.

The CPS Investment Policy requires maintenance of a two-tiered portfolio which limits the average maturity of the Liquidity Cash Management tier of the portfolio to six months, limits the average maturity of the Enhanced Cash Management tier of the portfolio to five years and limits the maturity of any single issue in the Enhanced Cash Management tier of the portfolio to 10 years.

NOTE 4. CASH DEPOSITS AND INVESTMENTS (continued)

The following table provides a summary of CPS' total cash and investments as of June 30, 2013 (\$000's):

Fund:	Amount
General Operating Fund	\$1,089,985
Capital Projects Fund	264,061
Debt Service Fund	695,788
Total Cash and Investments	<u>\$2,049,834</u>

NOTE 5. RECEIVABLES AND DEFERRED INFLOWS OF RESOURCES

Receivables as of June 30, 2013 for CPS, net of the applicable allowance for uncollectible accounts, are as follows (\$000's):

	<u>General Operating Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Fund Financial Statements</u>	<u>Government- Wide Financial Statements</u>
Property taxes	\$1,112,192	\$ —	\$27,150	\$1,139,342	\$1,139,342
Replacement taxes	35,870	—	—	35,870	35,870
State aid	514,981	3,621	—	518,602	518,602
Federal aid	286,147	2,149	3,040	291,336	291,336
Other	35,443	108,443	18,675	162,561	162,561
Total receivables	\$1,984,633	\$114,213	\$48,865	\$2,147,711	\$2,147,711
Less: Allowance for uncollectibles — property tax	(76,282)	—	(1,862)	(78,144)	(78,144)
Less: Allowance for uncollectibles — state aid	(3,842)	—	—	(3,842)	(3,842)
Less: Allowance for uncollectibles — other	(3,069)	—	—	(3,069)	(3,069)
Total receivables, net	<u>\$1,901,440</u>	<u>\$114,213</u>	<u>\$47,003</u>	<u>\$2,062,656</u>	<u>\$2,062,656</u>

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At June 30, 2013, the components of unavailable revenue reported in the fund financial statements are as follows (\$000's):

Unavailable property tax revenue	\$ 697,471
Other unavailable revenue	618,866
Total deferred inflows of resources	<u>\$1,316,337</u>



NOTE 6. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2013 was as follows (\$000's):

Government-wide activities:	Beginning Balance	Increases	Impairment	Decreases and Transfers to In-service	Ending Balance
Capital assets, not being depreciated:					
Land	\$ 320,505	\$ 980	\$ (6,868)	\$ —	\$ 314,617
Construction in progress	566,731	355,059	—	(385,510)	536,280
Total capital assets not being depreciated	<u>\$ 887,236</u>	<u>\$ 356,039</u>	<u>\$ (6,868)</u>	<u>\$(385,510)</u>	<u>\$ 850,897</u>
Capital assets being depreciated:					
Buildings and improvements ...	\$ 8,088,497	\$ 459,098	\$(246,912)	\$ (19,554)	\$ 8,281,129
Equipment and administrative software	179,048	13,318	(367)	(1,748)	190,251
Internally developed software	6,132	746	—	—	6,878
Total capital assets being depreciated	<u>\$ 8,273,677</u>	<u>\$ 473,162</u>	<u>\$(247,279)</u>	<u>\$ (21,302)</u>	<u>\$ 8,478,258</u>
Total capital assets	<u>\$ 9,160,913</u>	<u>\$ 829,201</u>	<u>\$(254,147)</u>	<u>\$(406,812)</u>	<u>\$ 9,329,155</u>
Less accumulated depreciation for:					
Buildings and improvements ...	\$(3,001,111)	\$(237,984)	\$ 132,403	\$ 19,385	\$(3,087,307)
Equipment and administrative software	(56,850)	(11,692)	173	1,747	(66,622)
Internally developed software	(2,748)	(2,044)	—	—	(4,792)
Total accumulated depreciation ..	<u>\$(3,060,709)</u>	<u>\$(251,720)</u>	<u>\$ 132,576</u>	<u>\$ 21,132</u>	<u>\$(3,158,721)</u>
Capital assets, net of depreciation	<u>\$ 6,100,204</u>	<u>\$ 577,481</u>	<u>\$(121,571)</u>	<u>\$(385,680)</u>	<u>\$ 6,170,434</u>

Depreciation and asset impairment expenses were charged to functions/programs of CPS as follows (\$000's):

	Depreciation Expense	Impairment Expense
Governmental activities:		
Instruction	\$164,419	\$ 79,408
Pupil support services	24,612	11,887
Administrative support services	10,525	5,083
Facilities support services	20,489	9,895
Instructional support services	19,986	9,653
Food services	11,689	5,645
Total depreciation/asset impairment expenses	<u>\$251,720</u>	<u>\$121,571</u>

NOTE 6. CAPITAL ASSETS (continued)

Asset Impairment

In accordance with GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*, impaired capital assets that will no longer be used are reported at the lower of carrying value or fair value. The fair values of the District buildings were estimated to be zero. In the absence of a plan to dispose, the book values were adjusted to zero.

Construction Commitments

CPS had active construction projects as of June 30, 2013. These projects include new construction and renovations of schools. At year-end, CPS had approximately \$173.8 million in outstanding construction encumbrances.

NOTE 7. INTERFUND TRANSFERS AND BALANCES

Interfund Transfers

Interfund transfers are defined as the flow of assets, such as cash or goods, without equivalent flows of assets in return. Interfund borrowings are reflected as “Due to/from Other Funds” on the accompanying governmental fund financial statements. All other interfund transfers are reported as transfers in/out.

General Operating Fund:	
Due from Capital Improvement Program	\$ 142,979
Due to Capital Asset Program	(769)
Due to Bond Redemption and Interest Program	(23,395)
Total — Due from other funds	<u>\$ 118,815</u>
Capital Projects Fund:	
Capital Assets Program — Due from General Operating Fund	\$ 769
Capital Improvement Program — Due to General Operating Fund	(142,979)
Total — Due to other funds	<u>\$(142,210)</u>
Debt Service Fund:	
Bond Redemption and Interest Program — Due from General Operating Fund	<u>\$ 23,395</u>

The purpose of interfund balances is to present transactions that are to be repaid between major programs at year end. The balances result from operating transactions between funds and are repaid during the fiscal year within the normal course of business.

Transfers

In fiscal year 2013, CPS transferred to the General Operating Fund \$0.4 million of interest earnings and unused cost of issuance funds from the Debt Service Fund. In addition, CPS also made an operating transfer of \$41.6 million from the Capital Projects Fund to the Debt Service Fund for capitalized interest.

NOTE 8. LONG-TERM DEBT

General Obligation Bonds

CPS issued the following bonds in fiscal year 2013:

Unlimited Tax General Obligation Bonds (Dedicated Revenues), Series 2012A

In August 2012, CPS issued \$468.9 million in Unlimited Tax General Obligation Bonds (Dedicated Revenues), Series 2012A, at a premium of \$40.0 million. The proceeds from these bonds are being



NOTE 8. LONG-TERM DEBT (continued)

used as part of CPS' Capital Improvement Program, capitalized interest and to pay costs of issuance of the bonds. As a result of the issuance, CPS recorded net proceeds of \$464.0 million in the Capital Improvement Fund. The debt service on this issuance will be paid from General State Aid revenues.

Unlimited Tax General Obligation Refunding Bonds (Series 2012B)

In December 2012, CPS issued \$109.8 million in Unlimited Tax General Obligation Refunding Bonds (Dedicated Revenues) Series 2012B, at a premium of \$7.3 million. The proceeds from these bonds are being used to refund outstanding Series 2003A, a portion of the Series 2000B, 2006B, 2007D, 2008B, 2009D, and 2009F, as well as pay for a portion of interest only on the 2011A bonds and cost of issuance of the Series 2012B bonds. As a result of the issuance, net proceeds of \$113.8 million were deposited with trustees of the various refunded series to provide for future debt service payments on the refunded bonds. As a result, Series 2003A is considered to be fully refunded. The debt service on the Series 2012B Bonds will be paid for from General State Aid revenues.

The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$1.4 million. This difference, reported in the accompanying financial statements as deferred outflows of resources, is being charged to operations over the life of the refunding or refunded bonds, whichever is shorter. The refunding bonds were issued primarily to provide budget relief to CPS' General Operating Fund by deferring principal and interest payments. The refunding resulted in an overall economic loss of \$10.9 million.

Unlimited Tax General Obligation Refunding Bonds (Series 2013A)

In May 2013, CPS issued \$404.0 million in Unlimited Tax General Obligation Refunding Bonds, Series 2013A. CPS contributed \$2.0 million to pay for costs of issuance. The proceeds from these bonds were used to refund the Series 2009AB and 2010AB bonds ("Refunded Bonds"). As a result of the issuance, \$404.0 million was deposited with the Trustee, who purchased the principal of the Refunded Bonds. The accrued interest was paid from funds on hand as well as other Board funds. On June 17, 2013, the bonds were repurchased in full and are considered to be fully refunded. The debt service on this issuance will be paid for from General State Aid revenues.

Because the refunded series were associated with interest rate swap agreements, the refunding of the bonds was considered a termination event per GASB 53 and the balance (\$90.7 million) of the deferral account attributable to the hedging relationship was included in the net carrying amount of the old debt for purposes of calculating the difference between the reacquisition price and the net carrying amount of the old debt, resulting in a total difference of \$90.7 million. This difference, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to operations over the life of the refunding or refunded bonds, whichever is shorter. Because the refunded bonds are variable rate, the calculation of an economic gain disclosure is not meaningful, as there is an uncertainty of future debt service requirements.





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NOTE 8. LONG-TERM DEBT (continued)

The following is a summary of changes in Long-term Debt outstanding (\$000's):

Series	Original Amount Issued	Debt Purpose	Interest Rate	Final Maturity	Principal Outstanding June 30, 2012	Accreted Interest
2013A	\$403,980	Refunding	Variable	3/1/2036	\$ —	\$ —
2012B	109,825	Refunding	5.00%	12/1/2034	—	—
2012A	468,915	Capital Improvement	5.00%	12/1/2042	—	—
2011D	95,000	Refunding	Variable	3/1/2032	95,000	—
2011C	95,100	Refunding	Variable	3/1/2032	95,100	—
2011A	402,410	Capital Improvement	5.00% to 5.50%	12/1/2041	402,410	—
2010G	72,915	Refunding	2.77% to 4.18%	12/1/2017	72,915	—
2010F	183,750	Refunding	5.00%	12/1/2031	183,750	—
2010D	125,000	Capital Improvement	6.52%	3/1/2036	125,000	—
2010C	257,125	Capital Improvement	6.32%	11/1/2029	257,125	—
2010B	157,055	Refunding	Variable	3/1/2036	157,055	—
2010A	48,910	Refunding	Variable	3/1/2035	48,910	—
2009G	254,240	Capital Improvement	1.75%	12/15/2025	254,240	—
2009F	29,125	Capital Improvement	2.50% to 5.00%	12/1/2016	23,750	—
2009E	518,210	Capital Improvement	4.682% to 6.14%	12/1/2039	518,210	—
2009D	75,720	Refunding	1.00% to 5.00%	12/1/2023	63,210	—
2009B	75,410	Refunding	Variable	3/1/2031	75,410	—
2009A	130,000	Refunding	Variable	3/1/2026	130,000	—
2008C	464,655	Refunding	4.25% to 5.00%	12/1/2032	464,655	—
2008B	240,975	Refunding	Variable	3/1/2034	214,175	—
2008A	262,785	Refunding	Variable	12/1/2030	262,785	—
2007D	238,720	Capital Improvement	4.00% to 5.00%	12/1/2029	203,865	—
2007BC	204,635	Refunding	4.125% to 5.00%	12/1/2024	203,385	—
2006B	355,805	Capital Improvement	4.25% to 5.00%	12/1/2036	320,775	—
2006A	6,853	Capital Improvement	0.00%	6/1/2021	6,853	—
2005B	52,595	Refunding	5.00% to 5.50%	12/1/2021	52,595	—
2005A	193,585	Refunding	5.00% to 5.50%	12/1/2031	193,585	—
2004G	56,000	Capital Improvement	4.00% to 6.00%	12/1/2022	12,240	—
2004A	205,410	Refunding	4.00% to 5.00%	12/1/2020	202,420	—
2003C	4,585	Capital Improvement	0.00%	10/27/2017	4,585	—
2003A	75,890	Capital Improvement	2.50% to 5.25%	12/1/2016	6,795	—
2002A	48,970	Capital Improvement	3.00% to 5.25%	12/1/2022	40,225	—
2001B	9,440	Capital Improvement	0.00%	10/23/2015	9,440	—
2000E	13,390	Capital Improvement	0.00%	12/18/2013	13,390	—
2000B,C,D	303,000	Capital Improvement	Variable	3/1/2032	95,100	—
1999A	532,553	Capital Improvement/ Refunding	4.30% to 5.30%	12/1/2031	467,684	229,940
1998B-1	328,714	Capital Improvement	4.55% to 5.22%	12/1/2031	286,396	289,493
1997A	499,995	Capital Improvement	5.30% to 5.55%	12/1/2030	30,653	36,423
Total Bonds					\$5,593,686	\$555,856
Less Current Portion*						
Deferred Amounts:						
On Refunding*						
For Net Premium/ (Discount)						
Total Long-term Debt, net of Current Portion and Premium/Discount						

* June 30, 2012 balances restated due to the adoption of GASB 65



NOTE 8. LONG-TERM DEBT (continued)

Restated* Principal and Accreted Interest June 30, 2012	Issuances	Retirements	Principal Outstanding June 30, 2013	Accreted Interest	Principal and Accreted Interest June 30, 2013
\$ —	\$403,980	\$ —	\$ 403,980	\$ —	\$ 403,980
—	109,825	—	109,825	—	109,825
—	468,915	—	468,915	—	468,915
95,000	—	—	95,000	—	95,000
95,100	—	—	95,100	—	95,100
402,410	—	—	402,410	—	402,410
72,915	—	—	72,915	—	72,915
183,750	—	—	183,750	—	183,750
125,000	—	—	125,000	—	125,000
257,125	—	—	257,125	—	257,125
157,055	—	(157,055)	—	—	—
48,910	—	(48,910)	—	—	—
254,240	—	—	254,240	—	254,240
23,750	—	(11,425)	12,325	—	12,325
518,210	—	—	518,210	—	518,210
63,210	—	(10,745)	52,465	—	52,465
75,410	—	(75,410)	—	—	—
130,000	—	(130,000)	—	—	—
464,655	—	—	464,655	—	464,655
214,175	—	(9,000)	205,175	—	205,175
262,785	—	—	262,785	—	262,785
203,865	—	(16,490)	187,375	—	187,375
203,385	—	(345)	203,040	—	203,040
320,775	—	(14,900)	305,875	—	305,875
6,853	—	—	6,853	—	6,853
52,595	—	—	52,595	—	52,595
193,585	—	—	193,585	—	193,585
12,240	—	(270)	11,970	—	11,970
202,420	—	—	202,420	—	202,420
4,585	—	—	4,585	—	4,585
6,795	—	(6,795)	—	—	—
40,225	—	(2,405)	37,820	—	37,820
9,440	—	—	9,440	—	9,440
13,390	—	—	13,390	—	13,390
95,100	—	(3,700)	91,400	—	91,400
697,624	—	(13,267)	454,417	241,397	695,814
575,889	—	(10,384)	276,012	309,081	585,093
67,076	—	(6,907)	23,746	31,309	55,055
\$6,149,542 (71,550)	\$982,720	\$(518,008)	\$6,058,398	\$581,787	\$6,640,185 (150,140)
—	—	—	—	—	—
91,263	—	—	—	—	125,768
<u>\$6,169,255</u>	—	—	—	—	<u>\$6,615,813</u>



NOTE 8. LONG-TERM DEBT (continued)

The current portion of long-term debt and long-term lease obligations is comprised of the following (\$000's):

Bonds	\$(113,882)
Accreted Interest	(36,258)
Subtotal	\$(150,140)
Lease Obligations	(34,565)
Total Current Portion	<u>\$(184,705)</u>

The Unlimited Tax General Obligation Bonds are being repaid in the Debt Service Fund from Replacement Tax revenue, revenue from Intergovernmental Agreements with the City of Chicago, and General State Aid to the extent possible, and then from a separate tax levy associated with the bonds.

In fiscal year 2013, CPS adopted GASB 65, *Items Previously Reported as Assets and Liabilities*. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The deferred charge on refunding has been reclassified from current portion of long-term debt and long term liabilities, net of current portion, debt to deferred outflows of resources on the Statement of Net Position. The total deferred charge on refunding at June 30, 2013 is \$190,434.

Defeased Debt

Defeased bonds have been removed from the Statement of Net Position because related assets have been placed in irrevocable trust that, together with interest earned, will provide amounts sufficient for payment of all principal and interest. Defeased bonds at June 30, 2013 are as follows (\$000's):

<u>Description</u>	<u>Amount Defeased</u>	<u>Amount Outstanding</u>
Unlimited Tax General Obligation Bonds Series 2004F	\$ 25,000	\$ 23,190
Unlimited Tax General Obligation Bonds Series 2004H	18,500	17,140
Unlimited Tax General Obligation Bonds Series 2005C	53,750	39,850
Unlimited Tax General Obligation Refunding Bonds Series 2006B	28,670	14,900
Unlimited Tax General Obligation Bonds Series 2007D	31,665	16,490
Unlimited Tax General Obligation Refunding Bonds Series 2009D	18,915	10,745
Unlimited Tax General Obligation Refunding Bonds Series 2009F	16,800	11,425
	<u>\$193,300</u>	<u>\$133,740</u>

Future debt and associated swap payments (see Note 10). Interest rates on fixed rate bonds range from 1.75% to 6.25%, except that CPS does not pay or accrue interest on the Series 2006A, Series 2003C Bonds, the Series 2001B Bonds, and the Series 2000E Bonds. These bond series were issued as “qualified zone academy bonds” within the meaning of Section 1397E of the Internal Revenue Code of 1986, as amended. CPS does not pay interest on the bonds, however, for Federal income tax purposes, “eligible taxpayers,” as defined in Section 1397E of the Internal Revenue Code, who own these bonds will be entitled to a credit against taxable income. Interest rates on unhedged variable rate

NOTE 8. LONG-TERM DEBT (continued)

bonds assume the average monthly variable rate for June 30, 2013, and remain the same for the life of the bonds. Debt service requirements for the Unlimited Tax General Obligation Bonds and net swap payments are scheduled as follows (\$'000's):

Fiscal Year(s)	Fixed Rate Bonds		Variable Rate Bonds			Total
	Principal	Interest	Principal	Estimated Interest*	Interest Rate Swaps, Net**	
2014	\$ 96,197	\$ 255,539	\$ 17,685	\$ 9,535	\$ 36,532	\$ 415,488
2015	108,247	254,636	9,990	9,454	36,258	418,585
2016	138,586	252,439	22,605	9,352	35,974	458,956
2017	133,258	249,276	24,260	9,174	35,677	451,645
2018	147,792	235,026	24,975	8,984	35,300	452,077
2019-2023	841,317	1,194,218	161,625	41,547	166,901	2,405,608
2024-2028	1,101,208	1,055,919	371,205	32,174	133,471	2,693,977
2029-2033	902,393	1,028,903	428,750	12,408	49,611	2,422,065
2034-2038	554,065	319,844	92,345	1,187	4,850	972,291
2039-2043	881,895	119,734	—	—	—	1,001,629
Total	<u>\$4,904,958</u>	<u>\$4,965,534</u>	<u>\$1,153,440</u>	<u>\$133,815</u>	<u>\$534,574</u>	<u>\$11,692,321</u>

* Interest on variable rate demand notes assumes current interest rates remain the same as of June 30, 2013, calculated at:

- Series 2000B** — 0.06000% x outstanding principal
- Series 2008A** — 0.94378% x outstanding principal
- Series 2008B** — 0.94378% x outstanding principal
- Series 2011C-1** — 1.01000% x outstanding principal
- Series 2011C-2** — 1.16000% x outstanding principal
- Series 2011D** — 0.88600% x outstanding principal
- Series 2013A-1** — 0.71579% x outstanding principal
- Series 2013A-2** — 0.81000% x outstanding principal
- Series 2013A-3** — 0.89000% x outstanding principal

** Swap interest assumes current LIBOR and SIFMA rates remain the same as of June 30, 2013, calculated at:

- Series 2008A** — (5.250% — 0.13515%) x first swap principal + (5.250% — 0.41494%) x second swap principal
- Series 2008B** — (3.771% — 0.136745%) x swap principal
- Series 2011D** — (3.823% — 0.13515%) x swap principal
- Series 2013A-1** — (3.6617% — 0.1351%) x swap principal
- Series 2013A-2** — (3.825% — 0.13515%) x swap principal
- Series 2013A-3** — (3.6617% — 0.1351%) x swap principal

Liquidity Facilities

Variable rate bonds are demand obligations that allow bondholders to demand repayment on a daily or weekly basis. The \$95.1 million Series 2000B bonds are supported by a Letter of Credit Agreement with Wells Fargo Bank, NA which expires on December 29, 2014. Under the Letter of Credit Agreement, any liquidity advance would incur an interest rate equal to the greater of the Prime Rate plus 1%, the Federal Funds Rate plus 2%, and 7% per annum for the first 180 days. Thereafter, the advance would incur interest rate equal to the greater of 9% per annum or 125% of the rate for the most recent date shown in



NOTE 8. LONG-TERM DEBT (continued)

the 20 G.O. Bond Index as published in the most recent edition of the Bond Buyer. The commitment fee is 1% per annum for the Series 2000B bonds and at June 30, 2013 there were no bonds drawn under the Letter of Credit Agreement. The scheduled maturity of the bonds will not change in any event.

Floating Rate Note Securities

In December 2011, the Board issued \$51.0 million (Series 2011C-1) and \$44.1 million (Series 2011C-2) variable rate bonds with JP Morgan Chase Bank acting as placement agent. The bonds refunded the former Series 2000D. The interest rate for each series is reset monthly. For Series 2011C-1, the rate is equal to the SIFMA Index plus 95 basis points. For Series 2011C-2, the rate is equal to the SIFMA Index plus 110 basis points.

In May 2013, the Board issued \$122.6 million (Series 2013A-1), \$124.3 million (Series 2013A-2), and \$157.1 million (Series 2013A-3) variable rate bonds. The bonds refunded the former Series 2009A, 2009B, 2010A, and 2010B. For Series 2013A-1, the rate is reset monthly and equal to 70% of One Month LIBOR plus 58 basis points. For Series 2013A-2, the rate is reset weekly and equal to the SIFMA Index plus 75 basis points. For Series 2013A-3, the rate is reset weekly and equal to the SIFMA Index plus 83 basis points.

Direct Placements

In May 2008, the Board issued \$262.8 million (Series 2008A) and \$241.0 million (Series 2008B) variable rate bonds in direct placements with Dexia Credit Local. The interest rate for each series is reset monthly and is equal to the one month LIBOR rate plus 75 basis points. The bonds are subject to optional redemption prior to their Maturity Date at the option of the Board, in whole or in part (and, if in part, in an Authorized Denomination (\$100,000 and any integral multiple thereof of \$5,000 in excess thereof)) on any LIBOR Interest Payment Date (monthly), at a redemption price equal to 100% of the principal amount thereof and accrued interest, if any, to the redemption date.

In December 2011, the Board issued \$95.0 million variable rate bonds (Series 2011D) in a direct placement with PNC Bank. The bonds refunded the former Series 2000C. The interest rate for each series is reset monthly and is equal to 70% of the one month LIBOR rate plus 75 basis points for the first Index Rate Period, which terminates on December 1, 2014. Each Bond is subject to mandatory purchase on the Index Rate Purchase Date for the current Index Rate Period at a purchase price equal to 100% of the principal amount thereof plus accrued interest thereon to the Purchase Date. Unremarketed bonds shall bear interest at the Base Rate equal to the greater of the Prime Rate plus 1.5%, the Federal Funds rate plus 2%, the daily LIBOR rate plus 1%, and 7.5% for the first 30 days. For the 31st through 180th days, the interest rate is equal to the Base Rate plus 2%, thereafter at the maximum rate allowed under Illinois law not to exceed 15% per annum. The scheduled maturity of the bonds has been set by the private placement agreement.

Accreted Interest

Interest and maturities include accretable interest on the Capital Appreciation Bonds as follows (\$000's):

Series	Accreted Interest June 30, 2012	Increase	Payment	Accreted Interest June 30, 2013
1997A	\$ 36,423	\$ 3,224	\$ (8,338)	\$ 31,309
1998B-1	289,493	29,604	(10,016)	309,081
1999A	229,940	23,680	(12,223)	241,397
	<u>\$555,856</u>	<u>\$56,508</u>	<u>\$(30,577)</u>	<u>\$581,787</u>

NOTE 9. LEASE OBLIGATIONS*Capitalized Leases*

Annual rental payments are made pursuant to lease agreements with the Public Building Commission (the PBC). The PBC constructs, rehabilitates and equips school buildings and facilities for use by CPS. The annual lease rentals are funded by a tax levy established when CPS approved such construction.

The leases are structured so that annual rentals will exceed the PBC's requirements for debt service and other estimated expenses. This ensures that the PBC will receive adequate revenue to cover these obligations. The PBC can authorize rent surpluses to be used either to reduce future rental payments or to finance construction of other CPS projects.

In 2006, CPS entered into a \$3.7 million lease with an option to purchase with the Teachers Academy of Math and Science. The assets acquired under this lease are land and building at a cost of \$0.7 million and \$3.0 million, respectively. The accumulated amortization as of June 30, 2013 amounted to \$0.4 million. The term of the lease commenced October 1, 2005 and shall end February 1, 2021. This end date represents the maturity date of bonds issued for the premises by the Illinois Development Finance Authority Bonds. Debt service includes principal and interest and all other costs associated with these bonds. Additionally, CPS will assume all operating costs and personnel costs of the premises.

The future PBC lease rentals and other capitalized leases due at June 30, 2013, are as follows (\$000's):

<u>Fiscal Year(s)</u>	<u>PBC Lease Rentals</u>	<u>Other</u>	<u>Total</u>
2013	\$ 51,981	\$ 424	\$ 52,405
2014	52,029	424	52,453
2015	51,997	424	52,421
2016	52,019	424	52,443
2017	52,070	424	52,494
2018-2021	82,734	1,494	84,228
Total rentals	\$342,830	\$ 3,614	\$346,444
Less: Interest and other costs	(75,500)	(1,864)	(77,364)
Principal amount of rental due	<u>\$267,330</u>	<u>\$ 1,750</u>	<u>\$269,080</u>

The following is a summary of changes in PBC leases and other capitalized leases outstanding (\$000's):

	<u>Balance June 30, 2012</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2013</u>
PBC leases	\$299,780	\$—	\$(32,450)	\$267,330
Other capitalized leases	1,925	—	(175)	1,750
	<u>\$301,705</u>	<u>\$—</u>	<u>\$(32,625)</u>	\$269,080
Less: Current portion PBC leases				(34,390)
Current portion other capitalized leases				(175)
Total long-term leases outstanding				<u>\$234,515</u>



NOTE 9. LEASE OBLIGATIONS (continued)

Operating Leases

CPS is a lessee in numerous operating leases associated with the rental of trucks, automobiles, various office equipment and real property. The lease arrangements are both cancelable and non-cancelable with some having structured rent increases. None of the operating leases are considered to be contingent leases.

Total expenditures for operating leases for the fiscal year ending June 30, 2013 were \$15.9 million. The following is a summary of operating lease commitments as of June 30, 2013 (\$000's):

<u>Fiscal Year(s)</u>	<u>Non-real property leases</u>	<u>Real property leases</u>	<u>Total</u>
2014	\$ 4,896	\$10,744	\$15,640
2015	3,075	8,963	12,038
2016	2,009	4,042	6,051
2017	781	2,793	3,574
2018	179	2,588	2,767
2019-2023	—	11,322	11,322
2024-2028	—	601	601
Total operating lease commitments	<u>\$10,940</u>	<u>\$41,053</u>	<u>\$51,993</u>

NOTE 10. DERIVATIVE INSTRUMENTS

Interest Rate Swaps

GASB Statement 53, *Accounting and Financial Reporting for Derivative Instruments*, addresses the recognition, measurement and disclosure of information regarding derivative instruments entered into by state and local governments. Derivative instruments associated with changing financial and commodity prices result in changing cash flows and fair values that can be used as effective risk management or investment tools. Derivative instruments, however, also can expose governments to significant risks and liabilities. The guidance in GASB Statement 53 improves financial reporting by requiring governments to measure derivative instruments at fair value in their economic resources measurement focus financial statements. These improvements should allow users of those financial statements to more fully understand a government's resources available to provide services. The changes in fair value of effective hedging derivative instruments do not affect investment revenue but are reported as deferrals. On the other hand, the changes in fair value of investment derivative instruments (which include ineffective hedging derivative instruments) using mark-to-market accounting are reported in investment revenue or expense in the current reporting period.



NOTE 10. DERIVATIVE INSTRUMENTS (continued)**Interest Rate Derivatives**

CPS has ten interest rate swaps as of June 30, 2013. Interest rate swaps are classified as hedging derivative instruments, if the hedging instruments meet the criteria of paragraph 27 (a) and (b) of GASB Statement 53, or otherwise are classified as investment derivative instruments. The following table summarizes the interest rate swaps outstanding as of the end of the period (\$000's):

Type	Potential Hedging Derivative Notional Amount	Trade Date	Effective Date	Termination Date	Counterparty
Pay Fixed Swap	\$ 61,100	02/13/2007	03/01/2007	03/01/2032	Royal Bank of Canada
Pay Fixed Swap	100,000	08/18/2005	12/01/2007	12/01/2030	Bank of America, N.A.
Pay Fixed Swap	162,785	11/16/2006	12/01/2007	12/01/2028	Royal Bank of Canada
Pay Fixed Swap	90,000	12/08/2003	12/12/2003	03/01/2034	Goldman Sachs Capital Markets, L.P.
Pay Fixed Swap	95,350	12/08/2003	12/12/2003	03/01/2034	Goldman Sachs Bank USA
Pay Fixed Swap	122,605	11/30/2005	12/08/2005	03/01/2026	Loop Financial Products I LLC
Pay Fixed Swap	124,320	02/13/2007	03/01/2007	03/01/2035	Royal Bank of Canada
Pay Fixed Swap	157,055	11/30/2005	12/08/2005	03/01/2036	Loop Financial Products I LLC
Basis Swap	116,151	10/05/2005	11/01/2005	12/01/2031	Loop Financial Products I LLC
Basis Swap	77,434	10/05/2005	11/01/2005	12/01/2031	Merrill Lynch Capital Services, Inc.

Evaluation of Hedge Effectiveness

GASB Statement 53 includes four methods for evaluating hedge effectiveness. A governmental entity can use any evaluation method outlined in the Statement and is not limited to using the same method from period to period. The four methods described in GASB Statement 53 are consistent critical terms, synthetic instrument, dollar-offset, and regression analysis. In addition, GASB Statement 53 allows a governmental entity to use other quantitative methods that are based on "established principles of financial economic theory." CPS' derivatives have been evaluated by an independent third-party vendor, using two methods mentioned in the Statement and the results are summarized below:

Hedging Derivative Instruments	Results
Consistent Critical Terms Method: . . .	All derivatives failed
Regression Analysis Method:	Passed: \$61.1M Swap, \$100.0M Swap, \$162.8M Swap, \$90.0M Swap, \$95.4M Swap, \$122.6M Swap, \$124.3M Swap, \$157.1M Swap. Failed: \$116.2M Basis Swap, \$77.4M Basis Swap

As of June 30, 2013, eight of ten potential hedging derivatives are effective hedges under GASB Statement 53. The basis swaps do not meet the criteria of paragraph 27(b) and are classified according to GASB Statement 53 as investment derivatives and therefore are mark-to-market at each report date with change in fair value reported in investment revenue or expense.

In August 2005, CPS sold an option to Bank of America N.A. under which CPS would enter into an interest rate swap associated with \$100.0 million of bonds refunding the Series 1997A bonds upon exercise of the option in July 2007 (effective December 2007). CPS received an upfront payment of \$18.3 million during fiscal year 2006. Per GASB Statement 53, the swaption is classified as a hybrid instrument and is reported as a swaption liability in the Statement of Net Position. The liability is amortized over the life of the swap. As of June 30, 2013, the swaption liability balance is \$13.9 million.

In November 2006, CPS also sold an option to Royal Bank of Canada under which CPS would have to enter into an interest rate swap associated with \$162.8 million of bonds refunding the Series 1997A bonds upon exercise of the option in July 2007 (effective December 2007). CPS received an upfront



NOTE 10. DERIVATIVE INSTRUMENTS (continued)

payment of \$24.9 million during fiscal year 2007. Per GASB Statement 53, the swaption is classified as a hybrid instrument and is reported as a swaption liability in the Statement of Net Position. The liability is amortized over the life of the swap. As of June 30, 2013, the swaption liability balance is \$18.3 million.

On December 16, 2011, CPS refunded its Series 2000C bonds with Series 2011D bonds. Up to the refunding date, the hedging derivative, \$61.1 million pay-fixed swap, was effective with the cumulative change in its fair value in deferred outflows. As of December 16, 2011, the market value of the swap was negative \$18.9 million. This represents a derivative liability. Subsequent to the refunding, the derivative will be accounted for as a hybrid instrument with the at-market portion of the swap designated as a hedging derivative. The market value of the at-market portion appreciated in value by \$6.5 million since the refunding through June 30, 2013. This represents a derivative asset. The derivative liability of the terminated swap and the derivative asset of the new swap to June 30, 2013 together are represented in the table on the following page as a derivative liability. The off-market amount is considered a borrowing and is reported in the Statement of Net Position. The liability is amortized over the life of the swap. The refunding is a termination event as described by paragraph 22(e) of GASB Statement 53. The balance of the deferral account attributable to the original hedging relationship was included in the net carrying amount of the old debt for purposes of calculating the difference between that amount and the reacquisition price of the old debt in accordance with GASB Statement 23. As of June 30, 2013, the off-market liability balance is \$17.5 million.

On March 1, 2013, \$7.4 million of one of the swaps with Loop Capital amortized. As a result, the notional amount of the swap decreased from \$130.0 million in fiscal year 2012 to \$122.6 million in fiscal year 2013.

On May 22, 2013, Series 2009A-1 and Series 2009A-2 bonds were refunded by the Series 2013A-1 bonds; Series 2009B and Series 2010A bonds were refunded by the Series 2013A-2 bonds; and Series 2010B bonds were refunded by the Series 2013A-3 bonds. For periods prior to each refunding, the \$122.6 million, \$124.3 million and \$157.1 million interest rate swaps were determined to be highly effective and the cumulative change in each hedging derivative's fair value was reported as deferred outflows in the Statement of Net Position. As of May 22, 2013, the market values of the swaps were negative \$19.5 million, \$32.5 million and \$38.8 million for the \$122.6 million, \$124.3 million and \$157.1 million interest rate swaps, respectively. These represent a derivative liability. Subsequent to the refunding, the derivative will be accounted for as a hybrid instrument with the at-market portion of the swap designated as a hedging derivative. The market value of the at-market portion appreciated in value by \$3.3 million, \$6.1 million and \$7.8 million, respectively, since the refunding through June 30, 2013. This represents a derivative asset. The derivative liability of the terminated swap and derivative asset of the new swap to June 30, 2013 together is represented in the table on the following page as a derivative liability. The off-market amount is considered a borrowing and is amortized over the life of the swap. These amounts are reported in CPS' Statement of Net Position. The refunding is a termination event as described by paragraph 22(e) of GASB Statement 53. The balance of the deferral account attributable to the original hedging relationship was included in the net carrying amount of the old debt for purposes of calculating the difference between that amount and the reacquisition price of the old debt in accordance with GASB Statement 23. As of June 30, 2013, the off-market liability balances for the \$122.6 million, \$124.3 million and \$157.1 million interest rate swaps were \$19.3 million, \$32.3 million and \$38.6 million respectively.



NOTE 10. DERIVATIVE INSTRUMENTS (continued)

The table below summarizes derivative instrument activity during the reporting period and balances as of June 30, 2013 (debit / (credit)) (\$'000's):

	Notional	Changes in Fair Value		Fair Value at June 30, 2013	
		Classification	Amount	Classification	Amount
Governmental activities					
Cash flow hedges:					
Pay-fixed swap	\$ 61,100	Deferred inflow/outflow	\$ 6,849	Derivative liability	\$ (12,401)
Pay-fixed swap	100,000	Deferred outflow	14,173	Derivative liability	(37,064)
Pay-fixed swap	162,785	Deferred outflow	19,760	Derivative liability	(54,589)
Pay-fixed swap	90,000	Deferred outflow	9,082	Derivative liability	(16,931)
Pay-fixed swap	95,350	Deferred outflow	9,622	Derivative liability	(17,937)
Pay-fixed swap	122,605	Deferred inflow/outflow	7,441	Derivative liability	(16,149)
Pay-fixed swap	124,320	Deferred inflow/outflow	15,084	Derivative liability	(26,356)
Pay-fixed swap	157,055	Deferred inflow/outflow	20,051	Derivative liability	(30,961)
Total:	<u>\$913,215</u>		<u>\$102,062</u>		<u>\$(212,388)</u>
Hybrid instruments:					
Swap implicit borrowing	\$ 61,100	Interest expense	\$ (939)	Implicit borrowing liability	\$ 17,532
Swaption	100,000	Interest expense	(798)	Swaption liability	13,892
Swaption	162,785	Interest expense	(1,187)	Swaption liability	18,298
Swap implicit borrowing	122,605	Deferred amount on refunding	19,450	Implicit borrowing liability	19,281
		Interest expense	(169)		
Swap implicit borrowing	124,320	Deferred amount on refunding	32,472	Implicit borrowing liability	32,306
		Interest expense	(166)		
Swap implicit borrowing	157,055	Deferred amount on refunding	38,787	Implicit borrowing liability	38,598
		Interest expense	(189)		
Total:			<u>\$ 87,261</u>		<u>\$ 139,907</u>
			<u>\$189,323</u>	Total deferred outflows	<u>\$ (72,481)</u>
Investment derivatives:					
Basis swap	\$116,151	Investment earnings	\$ (228)	Asset	\$ 1,051
Basis swap	77,434	Investment earnings	804	derivative liability	(930)
Total:	<u>\$193,585</u>		<u>\$ 576</u>		<u>\$ 121</u>

The fair values of the interest rate swaps were estimated using the zero-coupon method. This method calculates the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments are then



NOTE 10. DERIVATIVE INSTRUMENTS (continued)

discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swaps. At June 30, 2013, \$95.3 million are recorded as Derivative Instrument Liability, \$22.9 million as Derivative Instrument, and \$72.4 million as net Deferred Outflow.

The objectives and terms of CPS' eight hedging derivatives outstanding at June 30, 2013:

Type	Objective	Notional Amount (\$000's)	Trade Date	Termination Date	Terms	Counterparty Credit Rating (M/SP/F)
Pay-fixed interest rate swap	Hedge a portion of changes in cash flows on 2011D bonds	\$ 61,100	02/13/2007	03/01/2032	Pay 3.823% Receive 1ML* x 70%	Aa3/AA-/AA (Royal Bank of Canada)
Pay-fixed interest rate swap	Hedge a portion of changes in cash flows on 2008A bonds	100,000	08/18/2005	12/01/2030	Pay 5.25% Receive 1ML x 70% + 0.28%	A3/A/A** (Bank of America, N.A.)
Pay-fixed interest rate swap	Hedge a portion of changes in cash flows on 2008A bonds	162,785	11/16/2006	12/01/2028	Pay 5.25% Receive 1ML x 70% + 0.28%	Aa3/AA-/AA (Royal Bank of Canada)
Pay-fixed interest rate swap	Hedge a portion of changes in cash flows on 2008B bonds	90,000	12/08/2003	03/01/2034	Pay 3.771% Receive 1ML x 70%	A3/A-/A*** (Goldman Sachs Capital Markets, L.P.)
Pay-fixed interest rate swap	Hedge a portion of changes in cash flows on 2008B bonds	95,350	12/08/2003	03/01/2034	Pay 3.771% Receive 1ML x 70%	A3/A-/A*** (Goldman Sachs Bank USA)
Pay-fixed interest rate swap	Hedge a portion of changes in cash flows on 2013A-1 bonds	122,605	11/30/2005	03/01/2026	Pay 3.6617% Receive 1ML x 70%	A2/A+/A+**** (Loop Financial Products I LLC)
Pay-fixed interest rate swap	Hedge a portion of changes in cash flows on 2013A-2 bonds	124,320	02/13/2007	03/01/2035	Pay 3.825% Receive 1ML x 70%	Aa3/AA-/AA (Royal Bank Of Canada)
Pay-fixed interest rate swap	Hedge a portion of changes in cash flows on 2013A-3 bonds	157,055	11/30/2005	03/01/2036	Pay 3.6617% Receive 1ML x 70%	A2/A+/A+**** (Loop Financial Products I LLC)

* 1ML — One month London Interbank Offered Rate (LIBOR)

** Bank of America, N.A. upgraded from A3 to A2 by Moody's on November 14, 2013.

*** Goldman Sachs Capital Markets, L.P. and Goldman Sachs Bank USA downgraded from A3 to Baa1 by Moody's on November 14, 2013.

**** Loop Financial Products I LLC (Deutsche Bank AG) downgraded from A+ to A by S&P on July 2, 2013.

Credit Risk

As of June 30, 2013, CPS' hedging derivatives are all net liabilities. The associated credit risk for the hedging derivatives is not considered material. All of CPS' interest rate swap counterparties are currently rated A- or higher by Fitch and/or S&P, and Baa1 or higher by Moody's. CPS manages credit risk by requiring its counterparties to post collateral in certain events. CPS is entitled to collateral from its counterparties if a net position with a counterparty is an asset of \$25.0 million or more and the



NOTE 10. DERIVATIVE INSTRUMENTS (continued)

counterparty is rated below AA by Fitch and/or S&P, or Aa3 by Moody's; CPS is not required to post collateral. CPS enters into derivative agreements with multiple counterparties to limit concentration of credit risk. Currently, CPS has interest rate swaps with five different counterparties and no counterparty accounts for more than 36% of outstanding notional. CPS monitors counterparty credit risk on an ongoing basis.

Interest Rate Risk

All hedging derivatives are pay-fixed, receive-variable, cash flow hedges hedging a portion of CPS' variable rate debt. CPS believes it has significantly reduced interest rate risk attributable to the principal amount being hedged by entering into interest rate swaps.

Basis Risk

Of CPS' variable rate bonds, the Series 2008A, 2008B, 2011D and 2013A-1, A-2 and A-3 are index variable rate bonds. The Series 2000B is a variable rate demand obligation (VRDO) bond that is remarketed daily or weekly. With the exception of the Series 2008AB, 2011D and 2013A-1 indexed bonds, CPS is exposed to basis risk because the variable rate receipts from the hedging derivatives are based on a rate or index other than the interest rates CPS pays on the VRDO bonds. CPS is exposed to basis risk to the degree that variable payments on the hedged item are not offset by the variable receipts from the hedging derivative. There is little basis risk on the hedged portion of the 2008AB, 2011D or 2013A-1 indexed bonds because the hedged variable payments are based on the same index, 1-Month LIBOR, as the variable receipts from the hedging derivative. For the period, the average interest rate on the Series 2000B is 0.15%. The remaining securities are reset based on either the SIFMA or LIBOR index. For the period, the average Securities Industry and Financial Markets Association (SIFMA) rate is 0.14% and the average LIBOR-based variable-rate of the hedging derivatives was 0.21%.

Termination Risk

CPS or its counterparties may terminate a derivative instrument if the other party fails to perform under the terms of the contract. In addition, CPS' swap counterparties have the right to terminate a derivative if the credit rating of CPS' unenhanced, unlimited tax general obligation bonds is withdrawn or reduced by any two of Fitch, Moody's, and S&P below BBB in the case of Fitch or S&P, or Baa2 in the case of Moody's. If such an event occurs, CPS could be forced to terminate a derivative in a liability position. As of the date of this report, CPS' unenhanced, unlimited tax general obligation bonds are rated A- by Fitch, A+ by S&P, and A3 by Moody's.

Rollover Risk

Rollover risk is the risk that a hedging derivative instrument associated with a hedgeable item does not extend to the maturity of that hedgeable item. As of June 30, 2013, rollover risk is not considered material.

Foreign Currency Risk

All hedging derivatives are denominated in US Dollars and therefore CPS is not exposed to foreign currency risk.



NOTE 10. DERIVATIVE INSTRUMENTS (continued)

Other Investment Derivatives

As of June 30, 2013, CPS had investments with the following maturities (\$000's):

Investment Type	Fair Value	Maturities Less than 1 Year	Maturities 1-5 Years	Maturities 6-10 Years	Maturities More than 10 Years
Investment derivative instrument	\$1,051	\$3,657	\$21,315	\$27,801	\$63,378
Investment derivative instrument	\$ (930)	\$2,438	\$14,210	\$18,534	\$42,252

The objectives and terms of CPS' two investment derivatives outstanding at the end of the period are below:

Type	Objective	Notional Amount (\$000's)	Trade Date	Termination Date	Terms	Counterparty Credit Rating (M/SP/F)
Basis swap	Reduce interest expense and change cash flows on 2005A fixed rate bonds	\$116,151	10/05/2005	12/01/2031	Pay SIFMA Receive 1ML x 70% + .524%	A2/A+/A+* (Loop Financial Products I LLC)
Basis swap	Reduce interest expense and change cash flows on 2005A fixed rate bonds	\$ 77,434	10/05/2005	12/01/2031	Pay SIFMA Receive 1ML x 80.76%	Baa2/A-/A** (Merrill Lynch Capital Services, Inc.)

* Loop Financial Products I LLC (Deutsche Bank AG) downgraded from A+ to A by S&P on July 2, 2013.
 ** Merrill Lynch Capital Services, Inc. is not rated by S&P as of October 22, 2013.

NOTE 11. OTHER BENEFITS AND CLAIMS

Sick Pay Benefits

CPS provides sick pay benefits for substantially all of its employees. Eligible employees were able to accumulate a maximum of 325 sick days granted before July 1, 2012. If an employee either reaches age 65, has a minimum of 20 years of service at the time of resignation or retirement, or dies, the employee is entitled to receive, as additional cash compensation, all or a portion of their accumulated sick leave days. CPS budgets an amount each year in the General Operating Fund for these estimated payments to employees terminated in the current fiscal year.

Sick days granted on and after July 1, 2012 that are unused at the end of the fiscal year will not be carried over to the next fiscal year. The Board shall not pay out to any employee the value or any part of the value of any sick days granted on and after July 1, 2012 that are unused at the time the employee separates from the Board employment for any reason.

Vacation Pay Benefits

For eligible employees, the maximum number of accumulated unused vacation days permitted is 40 days for those employees with up to 10 years of service; 53 days for those with 11 to 20 years of service; and 66 days for those with more than 20 years of service. Eligible employees are entitled to receive 100% of accumulated vacation days at their current salary rate. These amounts will be liquidated from the General Operating Fund.

NOTE 11. OTHER BENEFITS AND CLAIMS (continued)Workers' Compensation, General and Automobile and Tort Liabilities and Other Claims

CPS is substantially self-insured and assumes risk of loss as follows:

CPS maintains commercial excess property insurance for "all risks" of physical loss or damage with limits of \$250.0 million and Boiler and Machinery Insurance with limits of \$100.0 million with the following deductibles:

Data processing equipment and media	\$ 50,000
Mechanical breakdown	\$ 50,000
All other losses	\$500,000

During fiscal years 2013, 2012 and 2011 there were no claims made in excess of the self-insured amount and there has been no significant reduction in insurance coverage over the past three fiscal years.

CPS maintains commercial excess liability insurance with limits of \$50.0 million in excess of a \$5.0 million self-insured retention per loss for claims arising from: General Liability, Automotive Liability, Employers Liability and Wrongful Acts.

As discussed in Note 14, there are pending workers' compensation and tort claims involving CPS which have arisen out of the ordinary conduct of business. CPS budgets an amount each year in the Workers' and Unemployment Compensation/Tort Immunity Fund for the estimated claims, of which the expenditures are met through an annual tax levy.

CPS' estimate of liabilities for workers' compensation claims, general and automobile claims are actuarially determined based on reserves established by the respective claim administrators. Tort liabilities are based on reserves established by the respective trial attorneys. CPS accrues for the estimated workers' compensation, general and automobile claims and tort claims in the General Operating Fund where there is likelihood that an unfavorable outcome is probable and those expenditures will be liquidated with expendable available financial resources. Total expenditures reported in the fund financial statements amounted to \$32.6 million.

The following is a summary of changes to other long-term liabilities (\$000's)

	<u>Balance June 30, 2012</u>	<u>Increase/ (decrease)</u>	<u>Payments</u>	<u>Balance June 30, 2013</u>
Accrued sick pay benefits	\$354,692	\$35,067	\$(24,460)	\$365,299
Accrued vacation pay benefits	65,518	19,782	(15,447)	69,853
Accrued workers' compensation claims	115,296	21,661	(22,689)	114,268
Accrued general and automobile claims	5,398	996	(586)	5,808
Tort liabilities and other claims	2,000	1,278	—	3,278
Total	<u>\$542,904</u>	<u>\$78,784</u>	<u>\$(63,182)</u>	<u>\$558,506</u>
Less: Current portion of accrued sick pay benefits				(57,073)
Less: Current portion of accrued vacation pay benefits				(11,144)
Less: Current portion of accrued workers' compensation claims				(25,289)
Less: Current portion of accrued general and automobile claims				<u>(2,016)</u>
Total long-term other benefits and claims				<u>\$462,984</u>



NOTE 11. OTHER BENEFITS AND CLAIMS (continued)

The following is activity related to workers' compensation claims and general and automobile claims (\$000's):

<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance June 30, 2012</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance June 30, 2013</u>
<u>\$115,078</u>	<u>\$33,509</u>	<u>\$(27,893)</u>	<u>\$120,694</u>	<u>\$22,657</u>	<u>\$(23,275)</u>	<u>\$120,076</u>

CPS is self-insured for certain employee health insurance costs (reimbursed to a provider on a cost plus fees basis). A liability of \$50.0 million has been recorded for health insurance costs and is reported as part of accrued payroll and benefits in the General Operating Fund, which includes \$30.0 million for estimated medical claims incurred but not reported as of June 30, 2013. The following is the activity related to medical claims for which CPS is self-insured (\$000's):

<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance June 30, 2012</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance June 30, 2013</u>
<u>\$55,542</u>	<u>\$366,753</u>	<u>\$(366,450)</u>	<u>\$55,845</u>	<u>\$361,929</u>	<u>\$(367,818)</u>	<u>\$49,956</u>

NOTE 12. PENSION AND OTHER POSTEMPLOYMENT BENEFITS

Pension legislation (Public Act 96-0889) was approved in April 2010 and established two distinct classes of membership with different retirement eligibility conditions and benefit provisions. For convenience, the Annuity Fund uses a tier concept to distinguish these groups: Tier 1 members are participants that became members before January 1, 2011 and Tier 2 members are participants that became members on or after January 1, 2011.

Pension — Certified Teachers and Administrators

Pension benefits for certified teachers and administrators are provided under a defined benefit cost-sharing multiple employer plan administered by the Public School Teachers' Pension and Retirement Fund of Chicago (the "Pension Fund") in which the CPS is the sole contributor. Copies of the Pension Fund Annual Report are available by contacting the Public School Teachers' Pension & Retirement Fund of Chicago, 203 North LaSalle Street, Chicago, Illinois, 60601.

Article 17 of the Illinois Pension Code governs the retirement, survivor and disability benefits provided by the Pension Fund. Participation in the Pension Fund is mandatory for all members of the teaching force and employees of the Pension Fund. As of June 30, 2012, the most recent report, there were 30,366 active participants in the Pension Fund, substantially all of who were employees of CPS.

A member of the Pension Fund with at least 20 years of service is entitled to a pension upon attainment of age 55. A member with at least 5 but less than 20 years of service is entitled to a pension upon attainment of age 62. The pension benefit is based upon years of service and salary level.

Pension legislation (Public Act 96-0889) created a second tier of benefits for teachers who first become participants under the fund on or after January 1, 2011. Under this act, a member is entitled to a pension after attainment of age 67 with at least 10 years of service. However, a member can elect to retire at age 62 with at least 10 years of service and receive a retirement annuity reduced by .5% for each month that his or her age is under 67. In addition, the annual final average salary may not exceed the social security wage base of \$106,800 for 2010 and shall be increased by the lesser of 3% or .5% change in the Consumer Price Index-U during the preceding 12-month calendar year.

Participating members contribute 9% of salary, allocated as follows: 7.5% for retirement pension, 0.5% for automatic annual increases and 1% for survivor's pension. In fiscal year 2013, as in previous fiscal years, CPS paid a portion (7% — \$129.1 million) of the required employees' contribution, which has



NOTE 12. PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

been recorded as an expenditure in the accompanying financial statements. A portion of grant funds from the Federal government and General Operating Fund revenues provides the funding of the 7% portion. The remaining portion (2%) is withheld from teachers' salaries.

CPS' employer-required contributions, with the exception of contributions from Federal funds, are not actuarially determined. State law requires statutorily determined CPS employer contributions. CPS' employer contributions towards the cost of retirement benefits, and their related sources of funding, are as follows (\$000's):

Retirement benefit contribution:	
A contribution to increase funded ratio to 90%	\$179,119
A portion of grant funds from the Federal government for teachers paid from certain Federally-funded programs	17,604
Subtotal	<u>\$196,723</u>
A contribution from the State of Illinois	10,931
FY2010 Court Judgment Payment	37,716
A 20% deficiency payment	140
Total contributions	<u>\$245,510</u>

For the fiscal year ended June 30, 2013, employee contributions are \$165.9 million which is 9% of pensionable salary. Employer contributions for the year are \$245.5 million which is approximately 11.6% of covered payroll.

CPS recognizes its pension expenditures as the amount accrued during the year that normally would be liquidated with expendable available financial resources (i.e., total CPS contributions).

The governmental fund financial statements reflect expenditures on both a functional and budgetary account basis. Teachers' pension expenditures reflected on the budgetary account basis include both CPS' employer share of pension expenditures of \$207.7 million and amounts incurred by CPS for a portion of the required employees' pension contribution of \$129.1 million, which total \$336.8 million. For functional reporting purposes, all teachers' pension expenditures, except the portion funded by the Federal grants, are reflected in the same functional classifications as the teachers' salaries.

The government-wide financial statements also reflect pension expense as a representation of the change in net pension obligation.

CPS' annual pension costs for fiscal year 2013 is as follows (\$000's):

Annual required contribution (ARC)	\$ 585,445
Interest on net pension obligation (NPO)	209,507
Adjustment to annual required contribution	<u>(148,229)</u>
Annual pension cost (APC)	\$ 646,723
Less: Contributions made	<u>(245,510)</u>
Increase in NPO	\$ 401,213
Add NPO, beginning of year	2,618,836
NPO, end of year	<u>\$3,020,049</u>

The three-year trend information for the fund is as follows (\$000's):

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Annual pension cost	\$ 646,723	\$ 563,030	\$ 471,712
Percentage of annual pension cost contributed	38.0%	36.6%	37.8%
Net pension obligation	\$3,020,049	\$2,618,836	\$2,262,010



NOTE 12. PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial Methods and Assumptions

Actuarial valuation date	June 30, 2012
Actuarial cost method	Projected unit credit
Amortization method	Level percent, open
Remaining amortization period	30 years
Asset valuation method	4 year smoothed market
Actuarial assumptions:	
Investment rate of return	8%
Projected salary increases	Average of 4% per year
Inflation	3%

As of June 30, 2012, the most recent actuarial valuation date, actuarial accrued liability (AAL) for benefits was \$17.376 billion, and the actuarial value of assets was \$9.364 billion, resulting in an unfunded actuarial accrued liability (UAAL) of \$8.012 billion, and a funded ratio of 53.9%. The covered payroll (annual payroll of active employees covered by the plan) was \$2.118 billion, and the ratio of the UAAL to the covered payroll was 378.28%.

In the opinion of CPS' legal counsel, the unfunded actuarial liability of the Pension Fund is not a liability to be funded by CPS; however, CPS is required to provide funding in addition to amounts provided from Federal and State sources if the funded ratio drops below 90%. In April 2010, the General Assembly passed bill SB1946 which provides short-term pension relief to CPS. Under this legislation, CPS is required to make pension contributions in the amount of the "normal cost" of benefits beginning in fiscal year 2011 through fiscal year 2013, resulting in significantly lower pension contributions. CPS' pension contribution for fiscal year 2013 was \$196.7 million. However, beginning in fiscal year 2014, CPS will be required to make pension contributions to increase the funded ratio to 90% by FY2059. During fiscal year 2013, CPS did not offer an early retirement incentive program.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial liability for benefits. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future.

Pension — Other Personnel

All career service employees of CPS, except CPS employees who are members of the Public School Teachers' Pension and Retirement Fund, participate in the Municipal Employees' Annuity and Benefit Fund of Chicago (the "Annuity Fund"). The Annuity Fund is considered a cost-sharing multiple employer defined benefit plan.

If an employee leaves covered employment without qualifying for an annuity, accumulated contributions are refunded with interest at 3% per annum, subject to certain exceptions.

Tier 1 employees age 55 or more with at least 10 years of service are entitled to receive an annuity. Employees age 60 or more with at least 10 years of service or age 55 with at least 20 years of service or age 50 or more with at least 30 years of service are entitled to receive a minimum formula annuity of 2.4% per year of service times the final average salary. If the employee retires prior to age 60, the annuity shall be reduced by 0.25% for each month the employee is under age 60 if the employee has less than 25 years of service. The annuity is not discounted if the employee is age 50 with at least 30 years of service.



NOTE 12. PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Tier 2 employees age 67 or more with at least 10 years of service are entitled to receive an unreduced annuity benefit or a reduced annuity benefit at age 62 with 10 years of service. The annuity is discounted .5% for each full month the employee is under age 67. Final average salary is calculated using salary from the eight highest consecutive years within the last 10 years of service prior to retirement. The highest salary for annuity purposes may not exceed the base of \$106,800 and shall be adjusted annually by the lesser of a) 3% of that amount, including all prior adjustments, or b) ½ of the annual unadjusted percentage increase in the consumer price index-u for the 12 months ending with the September preceding November 1, including all prior adjustments. The annual salary rate limitations for FY2012 and FY2013 were \$108,833 and \$109,971, respectively.

Except as described below, CPS makes no direct contributions to the Annuity Fund, which receives its income from three primary sources: a City of Chicago tax levy; income from investments; and deductions from participating employees' salaries.

Both Tier 1 and Tier 2 employees are required by Article 8, Chapter 40 of the Illinois Compiled Statutes to contribute a percentage of their salary (8.5%). The pensionable salary for Tier 1 members has no limitation while Tier 2 employees' pensionable salary may not exceed the social security wage base of \$106,800 adjusted by inflation. In fiscal year 2013, as in previous fiscal years, CPS agreed to pay a portion (7% — \$39.3 million) of the required employees' contribution for most employees. CPS also receives a portion of the cost of providing pension benefits from grants by the Federal government for career service employees paid from certain Federally-funded programs. The amount reflected as career service pension expenditures in the accompanying governmental fund financial statements is \$102.3 million, \$39.3 million of this amount represents the required employees' contribution paid by CPS on behalf of its employees; \$56.5 million is contributed by the City of Chicago through its specific tax levies for pension plans and the remaining \$6.5 million is funded under Federally-funded programs. The portion funded by the City of Chicago and Federal Government is also reflected as revenue in the General Operating Fund.

Career service pension expense in the government-wide financial statements for fiscal year 2013 is \$102.3 million. For fiscal years 2012 and 2011, the career service pension expense was \$100.0 million and \$102.2 million, respectively.

As of December 31, 2012, CPS employed approximately 17,518 of the 31,326 active participants in the Annuity Fund. The annual report can be found at www.meabf.org. CPS, in the opinion of its legal counsel, has no duty to contribute any sum to the Annuity Fund. The Annuity Fund is funded by member and employer contribution rates that are established by state law and may be amended only by the Illinois State legislature. Active members are required to contribute to the Annuity Fund 8.5% of their salary. The City of Chicago is required by state statutes to contribute the remaining amounts necessary to finance the requirements of the Annuity Fund. It is required to levy a tax at a rate not more than an amount equal to 1.25 times (current multiple) total amount of contributions by the employees to the Annuity Fund made in the calendar year two years prior to the year for which the annual applicable tax is levied.

Other Post Employment Benefits (OPEB)

Healthcare benefits for certified teachers and administrators are provided under a cost sharing multiple employer plan administered by the Public School Teachers' Pension and Retirement Fund of Chicago (the "Pension Fund"). The actuarial analysis is contained in the Pension Fund Annual Report and is available by contacting the Public School Teachers' Pension & Retirement Fund of Chicago, 203 North LaSalle Street, Chicago, Illinois, 60601.

The Pension Fund administers a health insurance program that includes two external health insurance providers. A recipient of a retirement pension, survivor pension, or disability pension may be eligible to participate in a health insurance program and premium rebate sponsored by the Pension Fund,



NOTE 12. PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

provided the Pension Fund is the recipient's final pension system prior to retirement. The purpose of this program is to help defray the retired member's premium cost for health insurance. The member is responsible for paying the cost of the insurance and may purchase insurance from the Pension Fund's providers or other outside providers. Each year, the Board of Trustees of the Pension Fund establishes a rebate percentage that is used to defray a portion of the cost of the insurance. The rebate percentage was 60% of the individual member's cost for calendar years 2013, 2012 and 2011. In accordance with Illinois Compiled Statutes (ILCS) Article 40 Chapter 5 Article 17 Section 142.1, the total health insurance benefits provided in any one year may not exceed \$65.0 million plus any previous year amounts authorized but not yet expended. The statutory threshold, however, does not fall under the definition of a funding cap as set forth in GASB 45. The Pension Fund has total discretion over the program, and no direct contributions are made for the subsidy. As of June 30, 2012, the most recent available data, there were 30,366 active members in the Chicago Teachers' Pension Fund Retiree Health Insurance Program. This provision reduces the net assets of the Pension Fund. Although CPS does not contribute directly to retirees' health care premiums, the impact does require increased contributions by CPS to build assets to the 90% requirement.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial liability for benefits. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. Actuarial calculations reflect a long-term perspective and, consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

CPS' annual OPEB costs for fiscal year 2013 are as follows (\$000's):

Annual required contribution	\$ 216,163
Interest on net OPEB obligation	60,117
Adjustment to annual required contribution	<u>(75,615)</u>
Annual OPEB cost	\$ 200,665
Less: Contributions made by the State of Illinois	<u>—</u>
Increase in Net OPEB obligation	\$ 200,665
Net OPEB obligation, beginning of year	<u>1,335,928</u>
Net OPEB obligation, end of year	<u><u>\$1,536,593</u></u>

The three-year trend information for the fund is as follows (amounts are in \$000's):

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Annual OPEB cost	\$ 200,665	\$ 205,731	\$ 213,348
Percentage of annual pension cost contributed	0.0%	0.0%	15.2%
Net OPEB obligation	\$1,536,593	\$1,335,928	\$1,130,197

NOTE 12. PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial Methods and Assumptions

Actuarial valuation date	June 30, 2012
Actuarial cost method	Projected unit credit
Amortization method	Level percent, open
Remaining amortization period	30 years
Asset valuation method	Market value
Actuarial assumptions:	
Discount rate	4.5%
Medical trend rate	8.5%
Inflation	3%

As of June 30, 2012, the most recent actuarial valuation date, actuarial accrued liability (AAL) for benefits was \$3.110 billion, and the actuarial value of assets was \$34.0 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$3.076 billion, and a funded ratio of 1.1%. The covered payroll (annual payroll of active employees covered by the plan) was \$2.225 billion, and the ratio of the UAAL to the covered payroll was 138.26%.

Other Personnel

Actuarial studies on other personnel determined that no OPEB liability exists for those employees as of June 30, 2013.

NOTE 13. FUND BALANCE CLASSIFICATIONS AND NET POSITION RESTRICTIONS

a. Fund Balance Classifications

On the fund financial statements, the Nonspendable Fund Balance consists of the following (\$000's):

Prepays	\$4,388
Inventory	1,292
Donation (principal required to be maintained intact)	428
Total	<u>\$6,108</u>

At the end of the fiscal year the total encumbrances for the general operating fund amounted to \$126.4 million and \$173.8 million for the capital projects fund.

b. Statement of Net Position

The Statement of Net Position reports \$474.2 million of restricted fund balance, of which \$345.4 million is restricted for debt service, \$63.9 million is restricted for programs funded by grants and donations, and \$64.9 million is restricted for workers' comp/tort immunity.

NOTE 14. LITIGATION AND CONTINGENCIES

a. State and Federal aid receipts

State and Federal aid is generally subject to review by the responsible governmental agencies for compliance with the agencies' regulations governing the aid. In the opinion of CPS management any potential adjustments to the Federal or State aid recorded by CPS through June 30, 2013, resulting from a review by a responsible government agency will not have a material effect on CPS' financial statements at June 30, 2013.



NOTE 14. LITIGATION AND CONTINGENCIES (continued)*b. Pollution remediation obligation*

In November 2006, the GASB issued Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*. The Statement establishes accounting and financial reporting standards for pollution remediation obligations which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. In FY2013, CPS recorded a pollution remediation obligation of \$12.1 million as current year expense in the Statement of Activities.

Several CPS facilities contain hazardous contaminants such as lead and asbestos, which is continually monitored by the school district. CPS' pollution remediation obligation is primarily related to the removal of lead and asbestos during the remodeling and/or expansion of CPS facilities. The pollution remediation obligation is derived from construction contracts and the amount assumes no unexpected change orders.

CPS closed 47 schools in FY2013 of which several of the closed schools may have underground storage tanks (UST). The underground storage tanks used for the storage of heating oil for consumptive use on the premises where stored are excluded from federal UST regulations. CPS does not maintain lists or electronic records of tanks either currently in place or removed. Tanks are usually encountered during unrelated construction projects. Records relating to projects which include removal of tanks are kept in the project files and are filed by CPS. There is no risk to building occupants as there is no exposure route as of June 30, 2013. Some of the closed schools have been identified to be demolished. In accordance with GASB 62 "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements," CPS recorded a liability for the estimated demolition cost of \$18.7 million.

c. Other Litigation and Claims

There are two lawsuits that represent issues in which the financial loss to CPS has been determined to be a potential liability by CPS' law department. A liability of \$3.3 million has been recorded through FY2013.

There are numerous other claims and pending legal actions involving CPS, including actions concerned with civil rights of employees, workers' compensation, torts, property tax objections, and other matters, arising out of CPS' ordinary conduct of its business. Certain actions involve alleged damages in substantial amounts. The amounts of liability, if any, on these claims as of June 30, 2013, in excess of related insurance coverage with respect to certain claims, are not determinable at this time. In the opinion of CPS management and legal counsel, the final resolution of these claims and legal actions will not be material to CPS' financial statements as of June 30, 2013.

NOTE 15. IMPLEMENTATION OF NEW ACCOUNTING STANDARDS

During the fiscal year 2013, CPS implemented the provisions of GASB Statement No. 63, *Financial Reporting for Deferred Outflows of Resources and Deferred Inflows of Resources, and Net Position*, and early implemented GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Statement 63 standardizes the presentation of deferred outflows of resources and deferred inflows of resources and their effect on net position. Statement 65 reclassifies, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.



NOTE 15. IMPLEMENTATION OF NEW ACCOUNTING STANDARDS (continued)

Statement 65 requires that debt issuance cost be reported as expense when incurred. Previously these amounts were recorded as assets and amortized over the life of the associated debt. As a result of implementing Statement 65, CPS was required to restate beginning net position to remove unamortized debt issuance costs from the Statement of Net Position. The effects of the restatement are as follows (\$000):

	<u>Statement of Net Position Governmental Activities</u>
Net position at June 30, 2012 as previously reported:	\$(1,759,110)
Adjustment for Debt Issuance Cost:	<u>(38,068)</u>
Net position at June 30, 2012 as restated:	<u><u>\$(1,797,178)</u></u>

NOTE 16. SUBSEQUENT EVENTS

Ratings Agency Downgrades

Since June 30, 2013, Moody's Investor Service and Fitch Ratings have downgraded CPS' debt rating in July 2013 and September 2013, respectively, citing pension concerns, a highly leveraged property tax base and overlapping debt burden as well as projected budget gaps as rationales for their rating actions. As of November 2013, CPS was rated A+ by Standard and Poor's, A3 by Moody's Investor Service and A- by Fitch Ratings.

Liquidity Facility Fee Increases

On July 24, 2013, the ratings downgrades triggered contractual provisions in several liquidity facility agreements for automatic fee increases. The changes are as follows:

<u>Series</u>	<u>Liquidity Provider</u>	<u>Agreement Type</u>	<u>Prior Fee</u>	<u>New Fee</u>
2000B	Wells Fargo, NA	Direct Pay Letter of Credit	0.85%	0.95%
			70% of 1-month	70% of 1-month
2011D	PNC Bank	Private Loan	LIBOR + 0.75%	LIBOR + 0.85%

Interim Financing for Capital Expenditures

On December 20, 2013, CPS closed on two draw loans with BMO Harris Bank NA and PNC Bank NA. Each draw loan provides a commitment to fund \$150.0 million for a 3-year term. The draws under the loan with BMO Harris Bank NA will be charged interest at 70% of 1 Month LIBOR at 63 basis points and with PNC Bank NA will be at 70% of 1 Month LIBOR at 60 basis points. The interim financings are being established to fund capital expenditures made throughout the fiscal year and capitalized interest until the permanent takeout financing. The initial draw on December 20, 2013 was \$1.0 million. CPS plans to issue a permanent financing to redeem the draws under the interim financing, after which the draw loans will revolve and be available to fund future capital expenditures.





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CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Required Supplementary Information



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

Schedule of Funding Progress
Net Pension Obligation
(Thousands of dollars)

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) -Projected Unit Credit (b)</u>	<u>Unfunded Actuarial Accrued Liability (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
6/30/2012	\$ 9,364,077	\$17,375,661	\$8,011,584	53.9%	\$2,224,903	360.1%
6/30/2011	10,109,314	16,940,626	6,831,312	59.7%	2,090,132	326.8%
6/30/2010	10,917,417	16,319,744	5,402,327	66.9%	2,107,934	256.3%
6/30/2009	11,493,256	15,683,241	4,189,985	73.3%	1,996,194	209.9%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

Schedule of Funding Progress
Other Post-employment Benefits
(Thousands of dollars)

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) -Projected Unit Credit (b)</u>	<u>Unfunded Actuarial Accrued Liability (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
6/30/2012	\$34,125	\$3,110,316	\$3,076,191	1.1%	\$2,224,903	138.3%
6/30/2011	31,325	3,071,517	3,040,192	1.0%	2,090,132	145.4%
6/30/2010	34,858	2,864,877	2,830,019	1.2%	2,107,934	134.3%
6/30/2009	49,692	2,670,283	2,620,591	1.9%	1,996,194	131.3%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

COMPREHENSIVE ANNUAL FINANCIAL REPORT

General Operating Fund

The General Operating Fund is the primary operating fund of the Board. It was created in response to the provisions of P.A. 89-15 which consolidated all of the rate-limited tax levies into the Board's general education tax levy. All information in this fund is presented in accordance with the provisions of the Illinois Program Accounting Manual for Local Education Agencies. The General Operating Fund includes all the revenues and expenditures of the following programs: Educational Program; Supplementary General State Aid Program; School Food Service Program; Elementary and Secondary Education Act Program; Individuals with Disabilities Education Act Program; Workers' and Unemployment Compensation/Tort Immunity Program; Public Building Commission Operations and Maintenance Program, and Other Government-funded Programs.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

GENERAL OPERATING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND NET CHANGES IN FUND BALANCE
FINAL APPROPRIATIONS AND ACTUAL
For the Fiscal Year Ended June 30, 2013
With Comparative Amounts for the Fiscal Year Ended June 30, 2012
(Thousands of Dollars)

	<u>Final Budget</u>	<u>Fiscal Year 2013 Actual</u>	<u>Over (Under) Budget</u>	<u>Fiscal Year 2012 Actual</u>	<u>2013 Over (under) 2012</u>
Revenues:					
Property taxes	\$2,052,800	\$2,157,777	\$ 104,977	\$2,295,178	\$(137,401)
Replacement taxes	105,730	128,212	22,482	126,786	1,426
State aid	1,593,232	1,599,424	6,192	1,757,166	(157,742)
Federal aid	910,839	805,983	(104,856)	890,987	(85,004)
Interest and investment earnings	3,500	2,207	(1,293)	4,363	(2,156)
Other	134,379	132,717	(1,662)	142,160	(9,443)
Total revenues	<u>\$4,800,480</u>	<u>\$4,826,320</u>	<u>\$ 25,840</u>	<u>\$5,216,640</u>	<u>\$(390,320)</u>
Expenditures:					
Teachers' salaries	\$2,041,327	\$1,942,007	\$ (99,320)	\$2,026,832	\$ (84,825)
Career service salaries	671,870	633,489	(38,381)	618,265	15,224
Energy	75,768	76,559	791	73,409	3,150
Food	119,271	106,650	(12,621)	104,245	2,405
Textbooks	70,384	68,969	(1,415)	49,147	19,822
Supplies	67,995	52,925	(15,070)	45,521	7,404
Other commodities	708	408	(300)	583	(175)
Professional fees	459,283	398,064	(61,219)	412,072	(14,008)
Charter schools	497,182	498,162	980	424,423	73,739
Transportation	122,461	106,861	(15,600)	109,368	(2,507)
Tuition	58,570	54,626	(3,944)	55,001	(375)
Telephone and telecommunications	21,788	23,642	1,854	23,451	191
Other services	17,054	12,438	(4,616)	11,010	1,428
Equipment — educational	81,094	59,654	(21,440)	40,938	18,716
Repair and replacements	33,120	26,449	(6,671)	33,912	(7,463)
Capital outlay	44	75	31	43	32
Teachers' pension	345,995	374,567	28,572	335,657	38,910
Career service pension	102,499	102,342	(157)	100,026	2,316
Hospitalization and dental insurance	347,985	319,792	(28,193)	324,918	(5,126)
Medicare	38,572	36,404	(2,168)	34,900	1,504
Unemployment compensation	16,971	9,134	(7,837)	17,141	(8,007)
Workers' compensation	29,093	23,967	(5,126)	26,042	(2,075)
Rent	12,358	10,547	(1,811)	11,745	(1,198)
Other fixed charges	830	8,639	7,809	9,679	(1,040)
Total expenditures	<u>\$5,232,222</u>	<u>\$4,946,370</u>	<u>\$(285,852)</u>	<u>\$4,888,328</u>	<u>\$ 58,042</u>
Revenues in excess of (less than) expenditures ..	<u>\$ (431,742)</u>	<u>\$ (120,050)</u>	<u>\$ 311,692</u>	<u>\$ 328,312</u>	<u>\$(448,362)</u>
Other financing sources (uses):					
Transfers in / (out)	\$ —	\$ 439	\$ 439	\$ 62	\$ 377
Total other financing sources (uses)	<u>\$ —</u>	<u>\$ 439</u>	<u>\$ 439</u>	<u>\$ 62</u>	<u>\$ 377</u>
Net change in fund balances	<u>\$ (431,742)</u>	<u>\$ (119,611)</u>	<u>\$ 312,131</u>	<u>\$ 328,374</u>	<u>\$(447,985)</u>
Fund balances, beginning of period	<u>1,068,754</u>	<u>1,068,754</u>	<u>—</u>	<u>740,380</u>	<u>328,374</u>
Fund balances, end of period	<u>\$ 637,012</u>	<u>\$ 949,143</u>	<u>\$ 312,131</u>	<u>\$1,068,754</u>	<u>\$(119,611)</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Capital Projects Fund

The Capital Projects Fund is for the receipts and expenditures of revenues for Board capital projects. This fund includes the Capital Asset Program and the Capital Improvement Program.

Capital Asset Program:

This program is for the receipts and expenditures of proceeds from the sale of certain Board real estate, proceeds from the Chicago School Finance Authority, and other miscellaneous capital project revenues from various sources as designated by the Board.

Capital Improvement Program:

This program is for the receipts and expenditures of proceeds from the sale of Unlimited Tax General Obligation Bonds, Public Building Commission Building Revenue Bonds, State of Illinois construction grant receipts and federal E-rate capital subsidies for the purpose of building and improving schools at the designation of the Board.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
OTHER FINANCING SOURCES AND NET CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

	<u>Capital Asset Program</u>	<u>Capital Improvement Program</u>	<u>Total</u>
Revenues:			
State aid	\$ —	\$ 6,901	\$ 6,901
Federal aid	—	13,570	13,570
Interest and investment earnings	—	1,860	1,860
Other	51	88,025	88,076
Total revenues	<u>\$ 51</u>	<u>\$ 110,356</u>	<u>\$ 110,407</u>
Expenditures:			
Capital outlay	\$ 26	\$ 493,431	\$ 493,457
Total expenditures	<u>\$ 26</u>	<u>\$ 493,431</u>	<u>\$ 493,457</u>
Revenues in excess of (less than) expenditures	<u>\$ 25</u>	<u>\$(383,075)</u>	<u>\$(383,050)</u>
Other financing sources (uses):			
Gross amounts from debt issuances	\$ —	\$ 468,915	\$ 468,915
Premiums	—	39,994	39,994
Sales of general capital assets	723	—	723
Transfers in / (out)	—	(41,588)	(41,588)
Total other financing sources (uses)	<u>\$ 723</u>	<u>\$ 467,321</u>	<u>\$ 468,044</u>
Net change in fund balances	\$ 748	\$ 84,246	\$ 84,994
Fund balances, beginning of period	622	88,140	88,762
Fund balances, end of period	<u>\$1,370</u>	<u>\$ 172,386</u>	<u>\$ 173,756</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

CAPITAL ASSET PROGRAM
SCHEDULE OF REVENUES AND EXPENDITURES AND NET CHANGE IN FUND BALANCE
FINAL APPROPRIATIONS VS. ACTUAL
For the Fiscal Year Ended June 30, 2013
With Comparative Amounts for the Fiscal Year Ended June 30, 2012
(Thousands of dollars)

	<u>Final Appropriations</u>	<u>Fiscal Year 2013</u>	<u>Variance</u>	<u>Fiscal Year 2012</u>	<u>2013 Over (Under) 2012</u>
Revenues:					
Other	\$ —	\$ 51	\$ 51	\$ —	\$ 51
Total revenues	<u>\$ —</u>	<u>\$ 51</u>	<u>\$ 51</u>	<u>\$ —</u>	<u>\$ 51</u>
Expenditures:					
Capital outlay	\$ —	\$ 26	\$ 26	\$ 23	\$ 3
Total expenditures	<u>\$ —</u>	<u>\$ 26</u>	<u>\$ 26</u>	<u>\$ 23</u>	<u>\$ 3</u>
Revenues in excess of (less than) expenditures	<u>\$ —</u>	<u>\$ 25</u>	<u>\$ 25</u>	<u>\$ (23)</u>	<u>\$ 48</u>
Other financing sources (uses):					
Sales of general capital assets ...	\$ —	\$ 723	\$723	\$ —	\$723
Total other financing sources (uses)	<u>\$ —</u>	<u>\$ 723</u>	<u>\$723</u>	<u>\$ —</u>	<u>\$723</u>
Net change in fund balance	\$ —	\$ 748	\$748	\$ (23)	\$771
Fund balance, beginning of period	622	622	—	645	(23)
Fund balance, end of period	<u>\$622</u>	<u>\$1,370</u>	<u>\$748</u>	<u>\$622</u>	<u>\$748</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

CAPITAL IMPROVEMENT PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES BY OBJECT,
OTHER FINANCING SOURCES (USES) AND NET CHANGE IN FUND BALANCE
FINAL APPROPRIATIONS VS. ACTUAL
For the Fiscal Year Ended June 30, 2013
With Comparative Amounts for the Fiscal Year Ended June 30, 2012
(Thousands of dollars)

	Final Appropriations	Fiscal Year 2013	Variance	Fiscal Year 2012	2013 Over (Under) 2012
Revenues:					
State aid	\$ 60,900	\$ 6,901	\$(53,999)	\$ 1,258	\$ 5,643
Federal aid	—	13,570	13,570	18,124	(4,554)
Interest and investment earnings	1,000	1,860	860	5,530	(3,670)
Other	40,000	88,025	48,025	54,209	33,816
Total revenues	<u>\$ 101,900</u>	<u>\$ 110,356</u>	<u>\$ 8,456</u>	<u>\$ 79,121</u>	<u>\$ 31,235</u>
Expenditures:					
Commodities	\$ —	\$ —	\$ —	\$ 4	\$ (4)
Services	5,865	6,875	1,010	7,840	(965)
Educational equipment	—	13,586	13,586	15,259	(1,673)
Capital outlay	527,611	472,970	(54,641)	547,478	(74,508)
Other	—	—	—	6,278	(6,278)
Total expenditures	<u>\$ 533,476</u>	<u>\$ 493,431</u>	<u>\$ (40,045)</u>	<u>\$ 576,859</u>	<u>\$ (83,428)</u>
Revenues less than expenditures	<u>\$(431,576)</u>	<u>\$(383,075)</u>	<u>\$ 48,501</u>	<u>\$(497,738)</u>	<u>\$114,663</u>
Other financing sources (uses):					
Gross amounts from debt issuances	\$ 509,000	\$ 468,915	\$(40,085)	\$ 402,410	\$ 66,505
Premiums	—	39,994	39,994	1,229	38,765
Transfers out	(41,588)	(41,588)	—	—	(41,588)
Total other financing sources (uses)	<u>\$ 467,412</u>	<u>\$ 467,321</u>	<u>\$ (91)</u>	<u>\$ 403,639</u>	<u>\$ 63,682</u>
Net change in fund balance	\$ 35,836	\$ 84,246	\$ 48,410	\$ (94,099)	\$178,345
Fund balance, beginning of period	88,140	88,140	—	182,239	(94,099)
Fund balance, end of period	<u>\$ 123,976</u>	<u>\$ 172,386</u>	<u>\$ 48,410</u>	<u>\$ 88,140</u>	<u>\$ 84,246</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Debt Service Fund

The Debt Service Fund is established to account for annual property tax levies and other revenues that are used for the payment of principal and interest and redemption for general obligation bonds by the Board and for lease payments to the Public Building Commission. The fund includes the Bond Redemption and Interest Program and the Public Building Commission Leases Program.

Bond Redemption and Interest Program:

This program is for the receipt and expenditure of replacement taxes, City of Chicago Intergovernmental Agreement Revenue, State of Illinois construction grant receipts and other revenues as designated by the Board for the payment of interest and principal on specific bond issues.

Public Building Commission Leases Program:

This program is for the receipt and expenditure of tax levies and for State of Illinois construction grant receipts for the rental of school buildings from the Public Building Commission.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, OTHER
FINANCING SOURCES (USES) AND NET CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

	Bond Redemption and Interest Program	Public Building Commission Leases Program	Total
Revenues:			
Property taxes	\$ —	\$53,791	\$ 53,791
Replacement taxes	57,672	—	57,672
State aid	209,473	—	209,473
Federal aid	26,243	—	26,243
Interest and investment earnings	3,230	6	3,236
Other	101,335	—	101,335
Total revenues	\$ 397,953	\$53,797	\$ 451,750
Expenditures:			
Debt service	\$ 338,445	\$51,964	\$ 390,409
Total expenditures	\$ 338,445	\$51,964	\$ 390,409
Revenues in excess of (less than) expenditures	\$ 59,508	\$ 1,833	\$ 61,341
Other financing sources (uses):			
Gross amounts from debt issuances	\$ 513,805	\$ —	\$ 513,805
Premiums	7,277	—	7,277
Payment to refunded bond escrow agent	(480,597)	—	(480,597)
Transfers in (out)	41,157	(8)	41,149
Total other financing sources (uses)	\$ 81,642	\$ (8)	\$ 81,634
Net change in fund balances	\$ 141,150	\$ 1,825	\$ 142,975
Fund balances, beginning of period	551,455	41,703	593,158
Fund balances, end of period	\$ 692,605	\$43,528	\$ 736,133



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

BOND REDEMPTION AND INTEREST PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES BY OBJECT,
OTHER FINANCING SOURCES (USES) AND NET CHANGES IN FUND BALANCE
FINAL APPROPRIATIONS VS. ACTUAL

For the Fiscal Year Ended June 30, 2013

With Comparative Amounts for the Fiscal Year Ended June 30, 2012

(Thousands of dollars)

	Final Appropriations	Fiscal Year 2013 Actual	Variance	Fiscal Year 2012 Actual	2013 Over (Under) 2012
Revenues:					
Replacement taxes	\$ 57,672	\$ 57,672	\$ —	\$ 55,141	\$ 2,531
State aid	197,273	209,473	12,200	207,477	1,996
Federal aid	26,840	26,243	(597)	26,840	(597)
Interest and investment earnings	—	3,230	3,230	10,861	(7,631)
Other	107,106	101,335	(5,771)	107,375	(6,040)
Total revenues	<u>\$388,891</u>	<u>\$ 397,953</u>	<u>\$ 9,062</u>	<u>\$ 407,694</u>	<u>\$ (9,741)</u>
Expenditures:					
Debt service	\$349,106	\$ 338,445	\$ (10,661)	\$ 322,568	\$ 15,877
Total expenditures	<u>\$349,106</u>	<u>\$ 338,445</u>	<u>\$ (10,661)</u>	<u>\$ 322,568</u>	<u>\$ 15,877</u>
Revenues in excess of (less than) expenditures	<u>\$ 39,785</u>	<u>\$ 59,508</u>	<u>\$ 19,723</u>	<u>\$ 85,126</u>	<u>\$ (25,618)</u>
Other financing sources (uses):					
Gross amounts from debt issuances	\$ —	\$ 513,805	\$ 513,805	\$ 190,100	\$ 323,705
Premiums	—	7,277	7,277	—	7,277
Payment to refunded bond escrow agent	—	(480,597)	(480,597)	(190,100)	(290,497)
Transfers in (out)	—	41,157	41,157	(54)	41,211
Total other financing sources (uses)	<u>\$ —</u>	<u>\$ 81,642</u>	<u>\$ 81,642</u>	<u>\$ (54)</u>	<u>\$ 81,696</u>
Net change in fund balance	<u>\$ 39,785</u>	<u>\$ 141,150</u>	<u>\$ 101,365</u>	<u>\$ 85,072</u>	<u>\$ 56,078</u>
Fund balance, beginning of period ..	551,455	551,455	—	466,383	85,072
Fund balance, end of period	<u>\$591,240</u>	<u>\$ 692,605</u>	<u>\$ 101,365</u>	<u>\$ 551,455</u>	<u>\$ 141,150</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

PUBLIC BUILDING COMMISSION LEASES PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES BY OBJECT,
OTHER FINANCING SOURCES (USES) AND NET CHANGES IN FUND BALANCE
FINAL APPROPRIATIONS VS. ACTUAL
For the Fiscal Year Ended June 30, 2013
With Comparative Amounts for the Fiscal Year Ended June 30, 2012
(Thousands of dollars)

	Final Appropriations	Fiscal Year 2013 Actual	Variance	Fiscal Year 2012 Actual	2013 Over (Under) 2012
Revenues:					
Property taxes	\$53,171	\$53,791	\$ 620	\$56,958	\$(3,167)
Interest and investment earnings	—	6	6	6	—
Total revenues	<u>\$53,171</u>	<u>\$53,797</u>	<u>\$ 626</u>	<u>\$56,964</u>	<u>\$(3,167)</u>
Expenditures:					
Debt service	\$53,171	\$51,963	\$(1,208)	\$51,926	\$ 37
Total expenditures	<u>\$53,171</u>	<u>\$51,963</u>	<u>\$(1,208)</u>	<u>\$51,926</u>	<u>\$ 37</u>
Revenues in excess of (less than) expenditures	\$ —	\$ 1,834	\$ 1,834	\$ 5,038	\$(3,204)
Other financing uses:					
Transfers out	\$ —	\$ (8)	\$ (8)	\$ (8)	\$ —
Total other financing uses	<u>\$ —</u>	<u>\$ (8)</u>	<u>\$ (8)</u>	<u>\$ (8)</u>	<u>\$ —</u>
Net change in fund balance	\$ —	\$ 1,826	\$ 1,826	\$ 5,030	\$(3,204)
Fund balance, beginning of period	41,703	41,703	—	36,673	5,030
Fund balance, end of period	<u>\$41,703</u>	<u>\$43,529</u>	<u>\$ 1,826</u>	<u>\$41,703</u>	<u>\$ 1,826</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

COMPREHENSIVE ANNUAL FINANCIAL REPORT

STATISTICAL SECTION

This part of CPS' Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about CPS' overall financial position.

Contents:

Financial Trends

These schedules contain trend information to help the reader understand how CPS' financial performance has changed over time.

Revenue Capacity

These schedules contain information to help the reader assess CPS' major revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of CPS' current levels of outstanding debt and CPS' ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which CPS' financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in CPS' financial report relates to the services CPS provides and the activities it performs.

Sources:

Unless otherwise noted, the information contained herein is derived from the comprehensive annual financial reports for the relevant year. CPS implemented GASB 34 in 2001; schedules presenting government-wide information include information beginning in that year.





Educate • Inspire • Transform



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

COMPONENTS OF NET POSITION

Last Ten Fiscal Years

(Accrual Basis of Accounting)

(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Net investment in capital assets	\$454,841	\$ 413,077	\$ 268,190	\$ 267,249
Restricted for:				
Debt service	390,882	298,538	357,409	413,747
Donations	1,439	1,459	1,503	1,765
Enabling legislation	42,015	43,675	84,388	129,597
Grants and donations	—	—	—	—
Workers' comp/tort immunity	—	—	—	—
Unrestricted	<u>(98,023)</u>	<u>(225,335)</u>	<u>(538,879)</u>	<u>(698,809)</u>
Total net position	<u>\$791,154</u>	<u>\$ 531,414</u>	<u>\$ 172,611</u>	<u>\$ 113,549</u>

- 1) For FY 2009, the amounts for net position restricted for debt service and unrestricted net position were restated to reflect the effects of GASB 53 adopted in FY2010.
- 2) Certain items in the FY2010 financial statements were reclassified to conform with the FY2011 presentation. These reclassifications had no impact in the total net position as previously reported.
- 3) Certain items in the FY2011 financial statements were reclassified to conform with the FY2012 presentation. These reclassifications had no impact in the total net position as previously reported.
- 4) Certain items in the FY2012 financial statements were restated to reflect the effects of GASB 63 and GASB 65 adopted in FY2013.



<u>2008</u>	<u>2009 (1)</u> <u>(as restated)</u>	<u>2010 (2)</u>	<u>2011 (3)</u>	<u>2012 (4)</u> <u>(as restated)</u>	<u>2013</u>
\$ 133,440	\$ 30,202	\$ 440,099	\$ 370,159	\$ 310,028	\$ 80,009
445,782	391,392	442,851	276,097	282,253	345,399
1,826	3,695	5,825	—	—	—
102,695	101,072	109,163	—	—	—
—	—	—	70,045	70,302	63,862
—	—	—	91,036	92,680	64,985
<u>(784,702)</u>	<u>(1,017,248)</u>	<u>(1,916,207)</u>	<u>(2,009,152)</u>	<u>(2,552,441)</u>	<u>(3,358,734)</u>
<u>\$(100,959)</u>	<u>\$ (490,887)</u>	<u>\$ (918,269)</u>	<u>\$(1,201,815)</u>	<u>\$(1,797,178)</u>	<u>\$(2,804,479)</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Governmental Activities:				
Expenses:				
Instruction	\$ 2,663,014	\$ 2,777,202	\$ 3,107,897	\$ 3,096,529
Pupil support services	343,777	337,676	346,434	360,628
Administrative support services	176,858	158,303	161,802	178,891
Facilities support services	339,213	379,599	422,731	461,265
Instructional support services	350,717	404,583	465,106	481,477
Food services	189,475	182,315	179,725	186,297
Community services	50,401	42,677	46,205	45,203
Interest expense	187,646	201,506	217,848	219,826
Other	8,128	8,724	23,404	8,126
Total governmental activities	<u>\$ 4,309,229</u>	<u>\$ 4,492,585</u>	<u>\$ 4,971,152</u>	<u>\$ 5,038,242</u>
Program revenues:				
Charges for services				
Instruction	\$ 210	\$ 1,014	\$ 3,145	\$ 3,748
Food services	9,620	9,553	9,317	8,784
Operating grants and contributions	791,309	876,222	896,916	862,674
Capital grants and contributions	161,429	21,722	66,732	97,477
Total program revenues	<u>\$ 962,568</u>	<u>\$ 908,511</u>	<u>\$ 976,110</u>	<u>\$ 972,683</u>
Revenues in excess of/(less than) expenditures	<u>\$(3,346,661)</u>	<u>\$(3,584,074)</u>	<u>\$(3,995,042)</u>	<u>\$(4,065,559)</u>
General revenues and other changes in net position:				
Taxes:				
Property taxes	\$ 1,561,127	\$ 1,663,783	\$ 1,768,457	\$ 1,813,006
Replacement taxes	120,427	145,724	184,700	201,509
Non-program state aid	1,333,113	1,429,611	1,532,169	1,651,730
Interest and investment earnings	39,501	43,215	71,972	116,907
Gain recognized from swaptions earnings	—	—	—	37,647
Gain on sale of capital assets	—	—	5,312	22,919
Other	79,229	42,001	73,629	162,779
Extraordinary item - gain on impairment of capital assets	—	—	—	—
Total general revenues and extraordinary item	<u>\$ 3,133,397</u>	<u>\$ 3,324,334</u>	<u>\$ 3,636,239</u>	<u>\$ 4,006,497</u>
Change in net position	<u>\$ (213,264)</u>	<u>\$ (259,740)</u>	<u>\$ (358,803)</u>	<u>\$ (59,062)</u>



<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$ 3,138,036	\$ 3,324,936	\$ 3,507,221	\$ 3,712,681	\$ 3,742,788	\$ 4,040,352
384,765	408,705	438,164	545,428	483,167	494,076
205,693	233,361	201,908	187,559	192,605	211,294
519,982	582,539	481,245	499,093	455,342	490,381
496,708	512,427	523,851	541,714	473,202	491,137
193,614	203,880	207,127	215,609	219,382	234,659
46,779	56,392	50,879	47,021	38,941	39,946
274,356	259,850	258,360	285,577	310,452	337,053
10,652	8,504	12,919	8,845	8,115	7,043
<u>\$ 5,270,585</u>	<u>\$ 5,590,594</u>	<u>\$ 5,681,674</u>	<u>\$ 6,043,527</u>	<u>\$ 5,923,994</u>	<u>\$ 6,345,941</u>
\$ 3,940	\$ 5,189	\$ 4,308	\$ 692	\$ 727	\$ 700
8,537	8,298	6,881	6,404	6,083	5,554
945,723	1,250,526	1,376,744	1,368,118	1,196,073	963,325
128,570	151,405	99,054	184,837	112,914	186,394
<u>\$ 1,086,770</u>	<u>\$ 1,415,418</u>	<u>\$ 1,486,987</u>	<u>\$ 1,560,051</u>	<u>\$ 1,315,797</u>	<u>\$ 1,155,973</u>
<u>\$(4,183,815)</u>	<u>\$(4,175,176)</u>	<u>\$(4,194,687)</u>	<u>\$(4,483,476)</u>	<u>\$(4,608,197)</u>	<u>\$(5,189,968)</u>
\$ 1,861,781	\$ 1,936,656	\$ 1,896,265	\$ 2,053,119	\$ 2,089,016	\$ 2,156,943
215,489	188,503	152,497	197,762	181,927	185,884
1,756,386	1,603,926	1,532,679	1,792,747	1,611,726	1,688,611
85,896	43,692	12,734	17,101	20,683	7,879
—	—	—	—	—	—
45,386	91	—	—	—	—
4,369	56,132	173,130	139,201	147,550	143,350
—	708	—	—	—	—
<u>\$ 3,969,307</u>	<u>\$ 3,829,708</u>	<u>\$ 3,767,305</u>	<u>\$ 4,199,930</u>	<u>\$ 4,050,902</u>	<u>\$ 4,182,667</u>
<u>\$ (214,508)</u>	<u>\$ (345,468)</u>	<u>\$ (427,382)</u>	<u>\$ (283,546)</u>	<u>\$ (557,295)</u>	<u>\$ (1,007,301)</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

COMPONENTS OF FUND BALANCE

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General operating fund				
Reserved	\$110,996	\$142,447	\$188,177	\$ 229,093
Unreserved	196,510	248,546	307,720	404,843
Nonspendable	—	—	—	—
Restricted for grants and donations	—	—	—	—
Restricted for workers' comp/tort immunity	—	—	—	—
Assigned for educational services	—	—	—	—
Assigned for appropriated fund balance	—	—	—	—
Assigned for commitments and contracts	—	—	—	—
Unassigned	—	—	—	—
Total general operating fund	<u>\$307,506</u>	<u>\$390,993</u>	<u>\$495,897</u>	<u>\$ 633,936</u>
All other governmental funds				
Reserved	\$609,203	\$435,625	\$574,232	\$ 463,935
Unreserved, reported in:				
Capital projects fund	203,560	219,048	284,019	481,445
Debt service fund	—	—	—	158,480
Nonspendable	—	—	—	—
Restricted for capital improvement program	—	—	—	—
Restricted for debt service	—	—	—	—
Assigned for debt service	—	—	—	—
Total all other governmental funds	<u>\$812,763</u>	<u>\$654,673</u>	<u>\$858,251</u>	<u>\$1,103,860</u>

1) Since FY2011 fund balances are classified to conform with GASB 54 adopted in July 2010.



<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011 (1)</u>	<u>2012 (1)</u>	<u>2013 (1)</u>
\$237,205	\$215,452	\$226,154	\$ —	\$ —	\$ —
432,391	311,422	198,461	—	—	—
—	—	—	1,972	3,329	1,720
—	—	—	69,616	69,873	63,434
—	—	—	91,036	92,680	64,985
—	—	—	289,000	—	—
—	—	—	181,300	348,900	562,682
—	—	—	102,163	110,397	105,664
—	—	—	5,293	443,575	150,658
<u>\$ 669,596</u>	<u>\$526,874</u>	<u>\$424,615</u>	<u>\$740,380</u>	<u>\$1,068,754</u>	<u>\$949,143</u>
\$541,068	\$373,010	\$604,733	\$ —	\$ —	\$ —
337,506	—	33,846	—	—	—
178,489	154,616	124,556	—	—	—
—	—	—	—	5,674	4,388
—	—	—	182,884	88,762	169,368
—	—	—	271,643	332,517	466,966
—	—	—	231,413	254,967	269,167
<u>\$1,057,063</u>	<u>\$527,626</u>	<u>\$763,135</u>	<u>\$685,940</u>	<u>\$ 681,920</u>	<u>\$909,889</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education
CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Revenues:				
Property taxes	\$1,571,065	\$1,639,237	\$1,718,249	\$1,767,760
Replacement taxes	120,427	145,724	184,700	201,509
State aid	1,481,448	1,507,115	1,602,635	1,701,585
Federal aid	730,504	762,955	775,631	746,029
Interest and investment earnings	39,501	43,215	71,947	116,907
Other	149,253	102,654	163,765	286,230
Total revenues	<u>\$4,092,198</u>	<u>\$4,200,900</u>	<u>\$4,516,927</u>	<u>\$4,820,020</u>
Expenditures:				
Current:				
Instruction	\$2,355,114	\$2,429,014	\$2,538,909	\$2,491,653
Pupil support services	327,653	323,225	333,968	349,324
General support services	770,629	821,583	893,041	914,117
Food services	180,588	173,872	172,774	179,902
Community services	49,933	42,325	46,179	45,467
Teachers' pension and retirement benefits	65,045	65,045	75,398	155,563
Other	8,128	5,912	23,404	8,126
Capital outlay	365,336	389,450	310,817	345,963
Debt service	259,590	315,809	—	—
Principal	—	—	49,049	180,767
Interest	—	—	158,997	154,669
Other charges	—	—	6,606	6,743
Total expenditures	<u>\$4,382,016</u>	<u>\$4,566,235</u>	<u>\$4,609,142</u>	<u>\$4,832,294</u>
Revenues in excess of/(less than) expenditures	<u>\$ (289,818)</u>	<u>\$ (365,335)</u>	<u>\$ (92,215)</u>	<u>\$ (12,274)</u>
Other financing sources (uses):				
Gross amounts from debt issuances	\$ 765,995	\$ 524,260	\$ 385,603	\$ 355,805
Premiums on bonds issued	—	43,450	4,124	14,444
Insurance proceeds	—	—	—	—
Sales of general capital assets	—	—	7,596	25,673
Payment to refunded bond escrow agent	(534,375)	(282,478)	—	—
Transfers in	30,215	7,344	2,796	1,904
Transfers out	(30,215)	(7,344)	(2,796)	(1,904)
Proceeds from notes	21,043	5,500	—	—
Discounts on bonds issued	—	—	(326)	—
Capital leases	—	—	3,700	—
Total other financing sources (uses)	<u>\$ 252,663</u>	<u>\$ 290,732</u>	<u>\$ 400,697</u>	<u>\$ 395,922</u>
Net changes in fund balances	<u>\$ (37,155)</u>	<u>\$ (74,603)</u>	<u>\$ 308,482</u>	<u>\$ 383,648</u>
Debt service as a percentage of noncapital expenditures	6.43%	7.50%	4.79%	7.35%

NOTES:

1. This schedule was prepared using the modified accrual basis of accounting.
2. The principal and interest components of debt service expenditures are unavailable for years prior to fiscal year 2006.

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$1,813,917	\$1,896,540	\$2,047,163	\$1,936,655	\$2,352,136	\$2,211,568
215,489	188,503	152,497	197,762	181,927	185,884
1,846,034	1,511,886	1,552,076	1,949,781	1,965,901	1,815,798
876,041	1,125,580	1,180,148	1,144,884	935,951	845,796
85,895	43,693	12,483	13,399	20,760	7,303
181,028	253,376	359,661	417,516	303,744	322,128
<u>\$5,018,404</u>	<u>\$5,019,578</u>	<u>\$5,304,028</u>	<u>\$5,659,997</u>	<u>\$5,760,419</u>	<u>\$5,388,477</u>
\$2,575,124	\$2,773,440	\$2,898,855	\$2,955,772	\$2,992,481	\$3,034,509
362,325	390,399	416,502	508,803	469,366	454,240
986,905	1,057,672	1,010,637	1,023,004	967,692	941,270
181,778	194,603	196,828	201,325	213,115	215,739
45,708	56,003	50,331	45,848	39,794	39,656
206,651	237,011	294,424	149,377	183,499	227,766
10,652	8,504	11,928	8,845	8,115	7,043
466,895	672,412	705,691	580,363	591,148	519,604
—	—	—	—	—	—
60,568	81,351	141,977	70,848	88,466	73,423
206,028	212,934	236,261	249,975	275,707	304,788
15,546	7,921	8,359	11,274	10,321	12,198
<u>\$5,118,180</u>	<u>\$5,692,250</u>	<u>\$5,971,793</u>	<u>\$5,805,434</u>	<u>\$5,839,704</u>	<u>\$5,830,236</u>
<u>\$ (99,776)</u>	<u>\$ (672,672)</u>	<u>\$ (667,765)</u>	<u>\$ (145,437)</u>	<u>\$ (79,285)</u>	<u>\$ (441,759)</u>
\$1,674,555	\$ 225,675	\$1,083,260	\$ 638,790	\$ 592,510	\$ 982,720
41,226	—	6,459	14,700	1,229	47,271
—	1,155	—	—	—	—
6,404	91	—	—	—	723
(1,474,081)	(226,408)	(288,704)	(269,483)	(190,100)	(480,597)
3,813	20,389	—	—	—	—
(3,813)	(20,389)	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
<u>\$ 248,104</u>	<u>\$ 513</u>	<u>\$ 801,015</u>	<u>\$ 384,007</u>	<u>\$ 403,639</u>	<u>\$ 550,117</u>
<u>\$ 148,328</u>	<u>\$ (672,159)</u>	<u>\$ 133,250</u>	<u>\$ 238,570</u>	<u>\$ 324,354</u>	<u>\$ 108,358</u>
5.61%	5.71%	7.07%	6.09%	6.89%	7.02%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

REVENUES BY SOURCE — ALL PROGRAMS
Last Ten Fiscal Years
(Thousands of dollars)

	2004		2005		2006	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Total
Revenues:						
Property taxes	\$1,571,065	38.4%	\$1,639,237	39.0%	\$1,718,249	38.0%
Replacement taxes	120,427	2.9%	145,724	3.5%	184,700	4.1%
State aid	1,481,448	36.2%	1,507,115	35.9%	1,602,635	35.5%
Federal aid	730,504	17.9%	762,955	18.2%	775,631	17.2%
Interest and investment earnings	39,501	1.0%	43,215	1.0%	71,947	1.6%
Other	149,253	3.6%	102,654	2.4%	163,765	3.6%
Total revenues	<u>\$4,092,198</u>	<u>100.0%</u>	<u>\$4,200,900</u>	<u>100.0%</u>	<u>\$4,516,927</u>	<u>100.0%</u>

	2011		2012		2013	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Total
Revenues:						
Property taxes	\$1,936,655	34.2%	\$2,352,136	40.8%	\$2,211,568	41.1%
Replacement taxes	197,762	3.5%	181,927	3.2%	185,884	3.4%
State aid	1,949,781	34.5%	1,965,901	34.1%	1,815,798	33.7%
Federal aid	1,144,884	20.2%	935,951	16.2%	845,796	15.7%
Interest and investment earnings	13,399	0.2%	20,760	0.4%	7,303	0.1%
Other	417,516	7.4%	303,744	5.3%	322,128	6.0%
Total revenues	<u>\$5,659,997</u>	<u>100.0%</u>	<u>\$5,760,419</u>	<u>100.0%</u>	<u>\$5,388,477</u>	<u>100.0%</u>

Note: This schedule was prepared using the modified accrual basis of accounting.

2007		2008		2009		2010	
<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>
\$1,767,760	36.7%	\$1,813,917	36.1%	\$1,896,540	37.8%	\$2,047,163	38.6%
201,509	4.2%	215,489	4.3%	188,503	3.8%	152,497	2.9%
1,701,585	35.3%	1,846,034	36.8%	1,511,886	30.1%	1,552,076	29.3%
746,029	15.5%	876,041	17.5%	1,125,580	22.4%	1,180,148	22.3%
116,907	2.4%	85,895	1.7%	43,693	0.9%	12,483	0.2%
286,230	5.9%	181,028	3.6%	253,376	5.0%	359,661	6.7%
<u>\$4,820,020</u>	<u>100.0%</u>	<u>\$5,018,404</u>	<u>100.0%</u>	<u>\$5,019,578</u>	<u>100.0%</u>	<u>\$5,304,028</u>	<u>100.0%</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

EXPENDITURES BY FUNCTION — ALL PROGRAMS
Last Ten Fiscal Years
(Thousands of dollars)

	2004		2005		2006	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Total
Expenditures:						
Current:						
Instruction	\$2,355,114	53.8%	\$2,429,014	53.3%	\$2,538,909	55.2%
Pupil support services	327,653	7.5%	323,225	7.1%	333,968	7.2%
General support services	770,629	17.6%	821,583	18.0%	893,041	19.4%
Food services	180,588	4.1%	173,872	3.8%	172,774	3.7%
Community services	49,933	1.1%	42,325	0.9%	46,179	1.0%
Teachers' pension and retirement benefits	65,045	1.5%	65,045	1.4%	75,398	1.6%
Other	8,128	0.2%	5,912	0.1%	23,404	0.5%
Capital outlay	365,336	8.3%	389,450	8.5%	310,817	6.7%
Debt service	259,590	5.9%	315,809	6.9%	214,652	4.7%
Total expenditures	<u>\$4,382,016</u>	<u>100.0%</u>	<u>\$4,566,235</u>	<u>100.0%</u>	<u>\$4,609,142</u>	<u>100.0%</u>
	2011		2012		2013	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Total
Expenditures:						
Current:						
Instruction	\$2,955,772	50.9%	\$2,992,481	51.3%	\$3,034,509	52.0%
Pupil support services	508,803	8.8%	469,366	8.0%	454,240	7.9%
General support services	1,023,004	17.6%	967,692	16.6%	941,270	16.1%
Food services	201,325	3.5%	213,115	3.7%	215,739	3.7%
Community services	45,848	0.8%	39,794	0.7%	39,656	0.7%
Teachers' pension and retirement benefits	149,377	2.6%	183,499	3.1%	227,766	3.9%
Other	8,845	0.1%	8,115	0.1%	7,043	0.1%
Capital outlay	580,363	10.0%	591,148	10.1%	519,604	8.9%
Debt service	332,097	5.7%	374,494	6.4%	390,409	6.7%
Total expenditures	<u>\$5,805,434</u>	<u>100.0%</u>	<u>\$5,839,704</u>	<u>100.0%</u>	<u>\$5,830,236</u>	<u>100.0%</u>

Note: This schedule was prepared using the modified accrual basis of accounting.



2007		2008		2009		2010	
Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Total
\$2,491,653	51.6%	\$2,575,124	50.3%	\$2,773,440	48.7%	\$2,898,855	48.5%
349,324	7.2%	362,325	7.1%	390,399	6.9%	416,502	7.0%
914,117	18.9%	986,905	19.3%	1,057,672	18.6%	1,010,637	17.0%
179,902	3.7%	181,778	3.6%	194,603	3.4%	196,828	3.3%
45,467	0.9%	45,708	0.9%	56,003	1.0%	50,331	0.8%
155,563	3.2%	206,651	4.0%	237,011	4.2%	294,424	4.9%
8,126	0.2%	10,652	0.2%	8,504	0.1%	11,928	0.2%
345,963	7.2%	466,895	9.1%	672,412	11.8%	705,691	11.8%
342,179	7.1%	282,142	5.5%	302,206	5.3%	386,597	6.5%
<u>\$4,832,294</u>	<u>100.0%</u>	<u>\$5,118,180</u>	<u>100.0%</u>	<u>\$5,692,250</u>	<u>100.0%</u>	<u>\$5,971,793</u>	<u>100.0%</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

GENERAL OPERATING FUND

DETAILED SCHEDULE OF REVENUE AND EXPENDITURES

For the Fiscal Year Ended June 30, 2013

With Comparative Amounts for the Fiscal Year Ended June 30, 2012

(Thousands of dollars)

	<u>Fiscal Year 2013</u>	<u>Fiscal Year 2012</u>	<u>2013 Over/(Under) 2012</u>
Revenues:			
Local taxes:			
Property taxes	\$2,157,777	\$2,295,178	\$(137,401)
Replacement taxes	<u>128,212</u>	<u>126,786</u>	<u>1,426</u>
Total revenue from local taxes	<u>\$2,285,989</u>	<u>\$2,421,964</u>	<u>\$(135,975)</u>
Local nontax revenue:			
Interest and investment earnings	\$ 2,207	\$ 4,363	\$ (2,156)
Lunchroom operations	5,554	6,084	(530)
Other	<u>127,163</u>	<u>136,076</u>	<u>(8,913)</u>
Total revenue from nontax revenue	<u>\$ 134,924</u>	<u>\$ 146,523</u>	<u>\$ (11,599)</u>
Total local revenue	<u>\$2,420,913</u>	<u>\$2,568,487</u>	<u>\$(147,574)</u>
State grants and subsidies:			
General state aid	\$ 945,652	\$ 989,943	\$ (44,291)
Block grants	625,102	730,166	(105,064)
Other	<u>28,670</u>	<u>37,057</u>	<u>(8,387)</u>
Total state grants and subsidies	<u>\$1,599,424</u>	<u>\$1,757,166</u>	<u>\$(157,742)</u>
Federal grants and subsidies:			
Elementary and Secondary Education Act (ESEA)	\$ 264,600	\$ 283,681	\$ (19,081)
American Recovery and Reinvestment Act (ARRA) (1) ...	48,385	108,956	(60,571)
School lunch program	190,093	182,666	7,427
Individuals with Disabilities Education Act (IDEA)	106,902	84,385	22,517
Other	<u>196,003</u>	<u>231,299</u>	<u>(35,296)</u>
Total federal grants and subsidies	<u>\$ 805,983</u>	<u>\$ 890,987</u>	<u>\$ (85,004)</u>
Total revenues	<u>\$4,826,320</u>	<u>\$5,216,640</u>	<u>\$(390,320)</u>

(1) ARRA does not include General State Aid — Education SFSF, ARRA — Early Childhood, and General State Aid — Government SFSF



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

GENERAL OPERATING FUND

DETAILED SCHEDULE OF REVENUE AND EXPENDITURES (continued)

For the Fiscal Year Ended June 30, 2013

With Comparative Amounts for the Fiscal Year Ended June 30, 2012

(Thousands of dollars)

	Fiscal Year 2013	Fiscal Year 2012	2013 Over/(Under) 2012
Expenditures:			
Instruction:			
Salaries	\$1,803,397	\$1,852,536	\$(49,139)
Commodities	84,814	59,135	25,679
Services	689,435	623,876	65,559
Equipment — educational	42,085	28,572	13,513
Building and sites	3,340	2,584	756
Fixed charges	449,131	425,778	23,353
Total instruction	<u>\$3,072,202</u>	<u>\$2,992,481</u>	<u>\$ 79,721</u>
Pupil support services:			
Salaries	\$ 246,017	\$ 246,738	\$ (721)
Commodities	4,856	2,635	2,221
Services	132,441	147,510	(15,069)
Equipment — educational	662	585	77
Building and sites	65	78	(13)
Fixed charges	70,199	71,820	(1,621)
Total pupil support services	<u>\$ 454,240</u>	<u>\$ 469,366</u>	<u>\$(15,126)</u>
Administrative support services:			
Salaries	\$ 81,185	\$ 91,215	\$(10,030)
Commodities	10,000	9,884	116
Services	71,785	55,907	15,878
Equipment — educational	4,343	4,421	(78)
Building and sites	1,012	861	151
Fixed charges	25,934	24,816	1,118
Total administrative support services	<u>\$ 194,259</u>	<u>\$ 187,104</u>	<u>\$ 7,155</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

GENERAL OPERATING FUND

DETAILED SCHEDULE OF REVENUE AND EXPENDITURES (continued)

For the Fiscal Year Ended June 30, 2013

With Comparative Amounts for the Fiscal Year Ended June 30, 2012

(Thousands of dollars)

	Fiscal Year 2013	Fiscal Year 2012	2013 Over/(Under) 2012
Facilities support services:			
Salaries	\$ 86,167	\$ 94,253	\$ (8,086)
Commodities	86,248	83,147	3,101
Services	143,584	151,348	(7,764)
Equipment — educational	2,574	2,465	109
Building and sites	20,476	28,791	(8,315)
Fixed charges	39,094	42,243	(3,149)
Total facilities support services	<u>\$378,143</u>	<u>\$402,247</u>	<u>\$(24,104)</u>
Instructional support services:			
Salaries	\$266,467	\$270,940	\$ (4,473)
Commodities	8,467	8,566	(99)
Services	28,384	32,237	(3,853)
Equipment — educational	2,846	4,504	(1,658)
Building and sites	1,605	1,392	213
Fixed charges	61,076	60,702	374
Total instructional support services	<u>\$368,845</u>	<u>\$378,341</u>	<u>\$ (9,496)</u>
Food services:			
Salaries	\$ 71,227	\$ 70,336	\$ 891
Commodities	105,614	103,651	1,963
Services	1,857	2,591	(734)
Equipment — educational	78	3	75
Building and sites	—	—	—
Fixed charges	36,963	36,534	429
Total food services	<u>\$215,739</u>	<u>\$213,115</u>	<u>\$ 2,624</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

GENERAL OPERATING FUND

DETAILED SCHEDULE OF REVENUE AND EXPENDITURES (continued)

For the Fiscal Year Ended June 30, 2013

With Comparative Amounts for the Fiscal Year Ended June 30, 2012

(Thousands of dollars)

	Fiscal Year 2013	Fiscal Year 2012	2013 Over/(Under) 2012
Community services:			
Salaries	\$ 16,975	\$ 15,313	\$ 1,662
Commodities	1,715	2,017	(302)
Services	15,465	16,741	(1,276)
Equipment — educational	169	264	(95)
Building and sites	5	241	(236)
Fixed charges	5,327	5,218	109
Total community services	<u>\$ 39,656</u>	<u>\$ 39,794</u>	<u>\$ (138)</u>
Teachers' Pension:			
Fixed charges	\$ 190,050	\$ 183,499	\$ 6,551
Total teachers' pension	<u>\$ 190,050</u>	<u>\$ 183,499</u>	<u>\$ 6,551</u>
Capital outlay:			
Salaries	\$ 3,670	\$ 4,014	\$ (344)
Commodities	3,767	3,858	(91)
Services	10,747	5,093	5,654
Equipment — educational	6,892	112	6,780
Building and sites	20	1	19
Fixed charges	1,045	1,188	(143)
Total capital outlay	<u>\$ 26,141</u>	<u>\$ 14,266</u>	<u>\$11,875</u>
Other:			
Salaries	\$ 389	\$ (246)	\$ 635
Commodities	30	11	19
Services	98	22	76
Equipment — educational	4	12	(8)
Building and sites	—	8	(8)
Fixed charges	6,574	8,308	(1,734)
Total other	<u>\$ 7,095</u>	<u>\$ 8,115</u>	<u>\$ (1,020)</u>
Total expenditures	<u><u>\$4,946,370</u></u>	<u><u>\$4,888,328</u></u>	<u><u>\$58,042</u></u>

Note: This schedule was prepared using the modified accrual basis of accounting.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

OTHER FINANCING SOURCES AND (USES)

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General operating fund:				
Capital leases	\$ —	\$ —	\$ 3,700	\$ —
Transfers in/(out)	15,071	328	445	1,904
Total general operating fund	<u>\$ 15,071</u>	<u>\$ 328</u>	<u>\$ 4,145</u>	<u>\$ 1,904</u>
All other governmental funds:				
Gross amounts from debt issuances	\$ 765,995	\$ 524,260	\$385,603	\$355,805
Premiums on bonds issued	21,043	43,450	4,124	14,444
Insurance proceeds	—	—	—	—
Sales of general capital assets	—	—	—	25,673
Payment to refunded bond escrow agent	(534,375)	(282,478)	—	—
Transfers in/(out)	(15,071)	(328)	(445)	(1,904)
Amount from notes	—	5,500	—	—
Discounts on bonds issued	—	—	(326)	—
Proceeds from swaps	—	—	19,345	—
Total all other governmental funds	<u>\$ 237,592</u>	<u>\$ 290,404</u>	<u>\$408,301</u>	<u>\$394,018</u>



<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
3,813	20,389	17,851	109,830	62	439
<u>\$ 3,813</u>	<u>\$ 20,389</u>	<u>\$ 17,851</u>	<u>\$ 109,830</u>	<u>\$ 62</u>	<u>\$ 439</u>
\$ 1,674,555	\$ 225,675	\$ 1,083,260	\$ 638,790	\$ 592,510	\$ 982,720
41,226	—	6,459	14,700	1,229	47,271
—	1,155	—	—	—	—
6,404	91	—	—	—	723
(1,474,081)	(226,408)	(288,704)	(269,483)	(190,100)	(480,597)
(3,813)	(20,389)	(17,851)	(109,830)	(62)	(439)
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
<u>\$ 244,291</u>	<u>\$ (19,876)</u>	<u>\$ 783,164</u>	<u>\$ 274,177</u>	<u>\$ 403,577</u>	<u>\$ 549,678</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

RATIO OF DEBT SERVICE TO NON-CAPITAL EXPENDITURES

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

(Thousands of dollars)

<u>Fiscal Year</u>	<u>Debt Service</u>	<u>Non-Capital</u>	<u>Ratio</u>
2004	\$259,590	\$4,016,680	0.07 : 1
2005	315,809	4,176,785	0.08 : 1
2006	214,652	4,298,325	0.05 : 1
2007	342,179	4,486,331	0.08 : 1
2008	260,438	4,651,285	0.06 : 1
2009	301,169	5,019,838	0.06 : 1
2010	383,887	5,266,102	0.07 : 1
2011	332,097	5,225,071	0.06 : 1
2012	374,494	5,248,556	0.07 : 1
2013	390,409	5,310,632	0.07 : 1





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CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Fiscal Years

(Rate per \$100 of equalized assessed valuation)

<u>School Direct Rates</u>	<u>2004 (A)</u>	<u>2005</u>	<u>2006</u>
Education	\$2.258	\$2.301	\$2.143
Medicare	—	—	—
Worker's and Unemployment Compensation/Tort Immunity	0.219	0.131	0.228
PBC Operation & Maintenance	0.565	0.576	0.565
Public Building Commission	0.100	0.096	0.090
TOTAL DIRECT RATE:	\$3.142	\$3.104	\$3.026
Chicago Finance Authority	0.151	0.177	0.127
City of Chicago	1.380	1.302	1.243
Chicago City Colleges	0.246	0.242	0.234
Chicago Park District	0.464	0.455	0.443
Metropolitan Water Reclamation District	0.361	0.347	0.315
Cook County	0.630	0.593	0.533
Cook County Forest Preserve	0.059	0.060	0.060
TOTAL FOR ALL GOVERNMENTS:	<u>\$6.433</u>	<u>\$6.280</u>	<u>\$5.981</u>

Source: Cook County Clerk's Office

Notes:

- A. Beginning in fiscal year 2004, the tax levy for Medicare has been consolidated with the Education tax rate.
- B. Beginning in fiscal year 2008, the tax levy for PBC Operations & Maintenance has been consolidated with the Education tax rate.
- C. Beginning in fiscal year 2009, the tax levy for Chicago Finance Authority has been consolidated with the Education tax rate.



<u>2007</u>	<u>2008 (B)</u>	<u>2009 (C)</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$2.078	\$2.376	\$2.426	\$2.204	\$2.449	\$2.671	\$3.309
—	—	—	—	—	—	—
0.021	0.191	0.031	0.148	0.067	0.133	0.031
0.521	—	—	—	—	—	—
0.077	0.016	0.015	0.014	0.065	0.071	0.082
\$2.697	\$2.583	\$2.472	\$2.366	\$2.581	\$2.875	\$3.422
0.118	0.091	—	—	—	—	—
1.062	1.044	1.147	1.098	1.132	1.229	1.425
0.205	0.159	0.156	0.150	0.151	0.165	0.190
0.379	0.355	0.323	0.309	0.319	0.346	0.395
0.284	0.263	0.252	0.261	0.274	0.320	0.370
0.500	0.446	0.415	0.394	0.423	0.462	0.531
0.057	0.053	0.051	0.049	0.051	0.058	0.063
<u>\$5.302</u>	<u>\$4.994</u>	<u>\$4.816</u>	<u>\$4.627</u>	<u>\$4.931</u>	<u>\$5.455</u>	<u>\$6.396</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(Thousands of dollars)

Tax Year of Levy	Fiscal Year of Extension	Total Tax Extension	Collected within the Fiscal Year of Extension (A)		Collections in Subsequent Years	Total Collections to Date (B)	
			Amount	Percentage of Extension		Amount	Percentage of Extension
2003	2004	\$1,670,337	\$ 757,156	45.33%	\$ 863,719	\$1,620,875	97.04%
2004	2005	1,716,111	769,982	44.87%	910,817	1,680,799	97.94%
2005	2006	1,794,063	804,755	44.86%	939,377	1,744,132	97.22%
2006	2007	1,874,750	835,191	44.55%	969,499	1,804,690	96.26%
2007	2008	1,901,887	865,576	45.51%	981,372	1,846,948	97.11%
2008	2009	2,001,751	916,129	45.77%	1,032,858	1,948,987	97.36%
2009	2010	2,001,252	1,024,263	51.18%	925,559	1,949,822	97.43%
2010	2011	2,118,541	1,021,564	48.22%	1,063,821	2,085,385	98.43%
2011	2012	2,159,586	1,333,480	61.75%	764,391	2,097,871	97.14%
2012	2013	2,232,684	1,457,645	65.29%	—	—	—

Notes:

- A. The amount does not represent a full year's tax collection.
- B. The total amount collected to date is net of refunds.





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CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

ASSESSED VALUE AND ESTIMATED VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(Thousands of dollars)

Tax Year Levy	Fiscal Year	Assessed Values (A)				Total
		Class 2 (B)	Class 3 (C)	Class 5 (D)	Other (E)	
2003	2004	\$12,677,199	\$2,233,572	\$10,303,731	\$487,680	\$25,702,182
2004	2005	12,988,216	1,883,048	10,401,429	465,462	25,738,155
2005	2006	13,420,538	1,842,613	10,502,698	462,099	26,227,948
2006	2007	18,521,873	2,006,898	12,157,149	688,868	33,374,788
2007	2008	18,937,256	1,768,927	12,239,086	678,196	33,623,465
2008	2009	19,339,573	1,602,768	12,359,537	693,239	33,995,117
2009	2010	18,311,981	1,812,850	10,720,244	592,364	31,437,439
2010	2011	18,120,678	1,476,291	10,407,012	561,682	30,565,663
2011	2012	17,976,208	1,161,634	10,411,363	544,416	30,093,621
2012	2013	15,560,876	1,252,635	10,201,554	454,593	27,469,658

NOTES:

- A. *Source:* Cook County Assessor's Office
- B. Residential, six units and under
- C. Residential, seven units and over and mixed-use
- D. Industrial/Commercial
- E. Vacant, not-for-profit and industrial/commercial incentive classes
- F. *Source:* Illinois Department of Revenue
- G. *Source:* Cook County Clerk's Office — Total equalized assessed value is net of exemptions and includes assessment of pollution control facilities. Excludes DuPage County Valuation.
- H. Property in the City of Chicago is reassessed once every three years. Tax rates are per \$100 of the equalized assessed value.
- I. *Source:* The Civic Federation — Excludes railroad property



State Equalization Factor (F)	Total Equalized Assessed Value (G)	Total Direct Tax Rate (H)	Total Estimated Fair Cash Value (I)	Total Equalized Assessed Value as a Percentage of Total Estimated Fair Cash Value (%)
2.4598	\$53,168,632	3.142	\$263,482,258	20.18%
2.5757	55,277,096	3.104	262,080,627	21.09%
2.7320	59,304,530	3.026	286,354,518	20.71%
2.7076	69,511,192	2.697	329,770,733	21.08%
2.8439	73,645,316	2.583	320,503,503	22.98%
2.9786	80,977,543	2.472	310,888,609	26.05%
3.3701	84,586,808	2.366	280,288,730	30.18%
3.3000	82,087,170	2.581	231,986,396	35.38%
2.9706	75,122,914	2.875	222,856,064	33.71%
2.8056	65,250,387	3.422	N/A	N/A



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

PRINCIPAL PROPERTY TAX PAYERS, BASED ON EQUALIZED ASSESSED VALUATION
Last Ten Fiscal Years
(Thousands of dollars)

Property	2012			2011		
	Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation	Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation
Willis Tower	\$ 386,266	1	0.59%	\$ 445,590	1	0.59%
AON Building	255,347	2	0.39%	302,124	2	0.40%
Prudential Plaza	234,964	3	0.36%	272,345	3	0.36%
HCSC Blue Cross	205,275	4	0.31%	206,343	6	0.27%
Water Tower Place	201,246	5	0.31%	207,942	5	0.28%
Chase Tower	200,708	6	0.31%	204,229	7	0.27%
Franklin Center	192,985	7	0.30%	197,944	8	0.26%
Three First National Plaza	187,449	8	0.29%	197,183	9	0.26%
Mark Davids	184,596	9	0.28%	—	—	—
300 LaSalle LLC	179,804	10	0.28%	190,005	10	0.25%
Northwestern Memorial Hospital	—	—	—	243,609	4	0.32%
131 S. Dearborn	—	—	—	—	—	—
One North Wacker	—	—	—	—	—	—
Citigroup Center	—	—	—	—	—	—
Leo Burnett Building	—	—	—	—	—	—
Equity Office Properties	—	—	—	—	—	—
Lakeside Tech Ct.	—	—	—	—	—	—
Chicago Mercantile Exchange	—	—	—	—	—	—
	<u>\$2,228,640</u>		<u>3.42%</u>	<u>\$2,467,314</u>		<u>3.26%</u>

Property	2007			2006		
	Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation	Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation
Willis Tower	\$ 514,662	1	0.70%	\$ 493,803	1	0.71%
AON Building	374,456	2	0.51%	356,510	2	0.51%
Prudential Plaza	293,604	4	0.40%	279,532	4	0.40%
HCSC Blue Cross	—	—	—	—	—	—
Water Tower Place	231,069	6	0.31%	219,995	6	0.32%
Chase Tower	250,261	5	0.34%	238,266	5	0.34%
Franklin Center	297,653	3	0.40%	283,387	3	0.41%
Three First National Plaza	205,913	10	0.28%	196,044	9	0.28%
Mark Davids	—	—	—	—	—	—
300 LaSalle LLC	—	—	—	—	—	—
Northwestern Memorial Hospital	—	—	—	—	—	—
131 S. Dearborn	208,906	9	0.28%	—	—	—
One North Wacker	—	—	—	189,061	10	0.27%
Citigroup Center	216,217	7	0.29%	205,854	7	0.30%
Leo Burnett Building	211,813	8	0.29%	201,662	8	0.29%
Equity Office Properties	—	—	—	—	—	—
Lakeside Tech Ct.	—	—	—	—	—	—
Chicago Mercantile Exchange	—	—	—	—	—	—
	<u>\$2,804,554</u>		<u>3.80%</u>	<u>\$2,664,114</u>		<u>3.83%</u>

Source: Cook County Treasurer's Office and Cook County Assessor's Office



2010			2009			2008		
Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation	Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation	Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation
\$ 495,000	1	0.60%	\$ 505,515	1	0.60%	\$ 540,074	1	0.67%
335,454	2	0.41%	375,441	2	0.44%	392,192	2	0.48%
305,026	3	0.37%	318,635	3	0.38%	307,510	3	0.38%
—	—	—	—	—	—	—	—	—
231,000	4	0.28%	235,907	5	0.28%	242,014	6	0.30%
226,875	5	0.28%	231,694	6	0.27%	262,114	5	0.32%
209,723	8	0.26%	256,590	4	0.30%	294,569	4	0.36%
226,222	6	0.28%	231,028	7	0.27%	215,666	10	0.27%
—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—
210,502	7	0.26%	212,725	8	0.25%	218,722	9	0.27%
207,127	9	0.25%	211,526	9	0.25%	—	—	—
191,070	10	0.23%	—	—	—	226,458	7	0.28%
—	—	—	208,973	10	0.25%	221,846	8	0.27%
—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—
<u>\$2,637,999</u>		<u>3.22%</u>	<u>\$2,788,034</u>		<u>3.29%</u>	<u>\$2,921,165</u>		<u>3.60%</u>

2005			2004			2003		
Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation	Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation	Equalized Assessed Valuation	Rank	Percentage of Total Equalized Assessed Valuation
\$ 519,080	1	0.88%	\$ 489,383	1	0.89%	\$ 467,362	1	0.88%
341,767	2	0.58%	322,214	2	0.58%	307,715	2	0.58%
295,933	3	0.50%	279,002	3	0.50%	241,765	4	0.45%
—	—	—	—	—	—	—	—	—
183,187	9	0.31%	172,706	9	0.31%	171,376	7	0.32%
259,021	5	0.44%	244,202	5	0.44%	266,448	3	0.50%
268,519	4	0.45%	253,156	4	0.46%	233,214	5	0.44%
190,340	7	0.32%	179,451	7	0.32%	169,466	8	0.32%
—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—
205,727	6	0.35%	193,957	6	0.35%	185,230	6	0.35%
188,219	8	0.32%	177,450	8	0.32%	—	—	—
179,134	10	0.30%	168,886	10	0.31%	—	—	—
—	—	—	—	—	—	164,935	9	0.31%
—	—	—	—	—	—	161,286	10	0.30%
<u>\$2,630,927</u>		<u>4.45%</u>	<u>\$2,480,407</u>		<u>4.48%</u>	<u>\$2,368,797</u>		<u>4.45%</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

SCHEDULE OF REPLACEMENT TAX DATA

Last Ten Fiscal Years

Statewide Replacement Tax Data (A)

Calendar Year	Invested Capital Tax Collections	Business Income Tax Collections (Net of Refunds)	Net Adjustments (C)	Total Replacement Tax Allocations to Local Govts.	Board Percent (G)
2004	227,782,071	601,155,429	41,328,938	870,266,438	14.00%
2005	213,905,309	870,816,418	111,548,531	1,196,270,258	14.00%
2006	227,423,096	1,016,872,677	39,747,236	1,284,043,009	14.00%
2007	211,708,013	1,220,116,567	86,763,391	1,518,587,971	14.00%
2008	212,367,886	1,196,441,849	87,136,806	1,495,946,541	14.00%
2009	205,330,651	987,176,180	69,521,623	1,262,028,454	14.00%
2010	203,650,450	978,009,221	179,094,552	1,360,754,223	14.00%
2011	200,629,609	936,788,640	61,689,732	1,199,107,981	14.00%
2012	203,045,899	1,091,345,367	(93,077,866)	1,201,313,400	14.00%
2013	207,071,461	1,217,970,964	(161,564,897)	1,263,477,528	14.00%

NOTES:

- A. Source: Illinois Department of Revenue
- B. Source: Board of Education of the City of Chicago
- C. Consists of adjustments for administrative fees, interest earned on deposits, interfund transfers, timing of collections and payments and related items.
- D. All Board's debt for which there was a statutory replacement tax obligation was retired by the end of 1995.
- E. The amount of the Statutory Claim for pension and retirement purposes has varied over the past 10 years, primarily as a result of (a) increases in required employer contributions funded from property taxes as a consequence of increased payroll and employee contributions (1985-1990 and 1994-1995), (b) a temporary suspension of the statutory requirement that property taxes be applied to pension and retirement purposes (1991-1993), and (c) the suspension of the statutory requirement that property taxes be applied to pension and retirement purposes (1996 and all years thereafter).
- F. Reflects reductions to pay applicable Statutory Claims. All Statutory Claims with respect to debt service have been paid and, under the Statue Revenue Sharing Act, no future Statutory Claims with respect to debt service will arise or need to be paid.
- G. Percentage rounded.



Board Replacement Tax Data (B)

Statutory Claims (B)					
Allocations to Board	Allocations for Prior Debt Service (D)	Allocations for Pension Obligations (E)	Remainder after Allocations for Statutory Claims	Pro-Forma Pledged Revenues (F)	Fiscal Year Recorded Revenues
121,872,155	—	—	121,872,155	121,872,155	120,427,242
167,525,745	—	—	167,525,745	167,525,745	145,724,052
179,817,446	—	—	179,817,446	179,817,446	184,699,266
212,663,134	—	—	212,663,134	212,663,134	201,509,427
209,492,428	—	—	209,492,428	209,492,428	215,488,652
176,734,528	—	—	176,734,528	176,734,528	188,503,101
190,560,089	—	—	190,560,089	190,560,089	152,497,491
167,923,445	—	—	167,923,445	167,923,445	197,761,584
168,231,989	—	—	168,231,989	168,231,989	181,926,998
186,499,892	—	—	186,499,892	186,499,892	185,883,929

Monthly Summary of the Total Allocations to the Board of Education

Calendar Year	January	March	April	May	July	August	October	December	Total
2004	19,906,464	8,669,066	26,475,210	13,494,987	19,241,877	8,379,867	19,602,544	6,102,140	121,872,155
2005	21,166,525	11,653,412	33,977,017	18,816,369	26,026,179	20,284,121	27,393,274	8,208,848	167,525,745
2006	24,520,445	8,553,752	38,608,787	24,789,508	32,340,532	10,213,846	32,635,826	8,154,750	179,817,446
2007	23,706,088	12,541,684	42,960,330	35,720,916	35,575,987	15,691,722	32,603,768	13,862,639	212,663,134
2008	28,898,261	13,371,613	37,943,940	40,606,164	32,510,546	17,770,472	29,019,609	9,371,823	209,492,428
2009	21,095,325	7,777,403	37,489,531	36,561,422	29,417,516	3,022,112	33,592,731	7,778,488	176,734,528
2010	22,103,156	8,619,712	32,076,622	22,475,680	22,828,990	2,997,879	43,980,968	35,477,082	190,560,089
2011	18,180,918	10,057,508	36,489,761	26,235,905	24,341,562	6,092,825	40,652,479	5,872,487	167,923,445
2012	25,024,841	6,995,224	38,430,380	25,676,518	33,182,244	4,009,471	25,251,856	9,661,455	168,231,989
2013	25,661,184	8,031,048	40,687,665	36,710,938	35,870,312	3,762,361	26,213,949	9,562,435	186,499,892



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

CITY OF CHICAGO TAX INCREMENT FINANCING (TIF) DISTRICTS

For the Fiscal Year Ended June 30, 2013

<u>TIF District</u>	<u>Date TIF Initiated</u>	<u>Date TIF Matures</u>	<u>Initial EAV \$</u>	<u>2012 EAV \$</u>	<u>% Change in EAV (for 2012)</u>
Addison Corridor North	6/4/1997	2020	\$ 14,400,224	\$ 35,800,483	148.6%
Addison South	5/9/2007	2031	70,940,232	109,670,278	54.6%
Archer Courts	5/12/1999	2023	85,326	5,442,705	6278.7%
Archer/Central	5/17/2000	2024	37,646,911	44,269,416	17.6%
Archer/Western	2/11/2009	2033	117,506,250	101,410,619	-13.7%
Armitage/Pulaski	6/13/2007	2031	17,643,508	18,551,636	5.1%
Austin/Commercial	9/27/2007	2031	72,287,864	79,409,580	9.9%
Avalon Park/South Shore	7/31/2002	2026	22,180,151	29,260,920	31.9%
Avondale	7/29/2009	2033	40,426,760	34,309,010	-15.1%
Belmont/Central	1/12/2000	2024	74,974,945	115,201,874	53.7%
Belmont/Cicero	1/12/2000	2024	33,673,880	48,997,729	45.5%
Bronzeville	11/4/1998	2022	46,166,304	96,623,970	109.3%
Bryn Mawr/Broadway	12/11/1996	2019	17,682,409	44,616,304	152.3%
Calumet/Cermak	7/29/1998	2021	3,219,685	142,077,124	4312.8%
Calumet River	3/10/2010	2034	14,220,381	7,681,143	-46.0%
Canal/Congress	11/12/1998	2022	36,872,487	343,882,116	832.6%
Central West	2/16/2000	2024	85,481,254	295,745,497	246.0%
Chicago/Central Park	2/27/2002	2026	84,789,947	166,224,478	96.0%
Chicago/Kingsbury	4/12/2000	2024	38,520,706	334,541,681	768.5%
Cicero/Archer	5/17/2000	2024	19,629,324	28,079,286	43.0%
Clark/Montrose	7/7/1999	2022	23,433,096	57,131,876	143.8%
Clark/Ridge	9/29/1999	2022	39,619,368	66,254,510	67.2%
Commercial Ave.	11/13/2002	2026	40,748,652	57,848,472	42.0%
Devon/Sheridan	3/31/2004	2028	46,265,220	42,443,978	-8.3%
Devon/Western	11/3/1999	2023	71,430,503	101,905,161	42.7%
Diversey/Narragansett	2/5/2003	2027	34,746,231	65,054,235	87.2%
Division/Homan	6/27/2001	2025	24,683,716	41,836,267	69.5%
Drexel Blvd.	7/10/2002	2026	127,408	5,290,207	4052.2%
Edgewater/Ashland	10/1/2003	2027	1,875,282	10,128,047	440.1%
Elston/Armstrong	7/19/2007	2031	45,742,226	43,596,402	-4.7%
Englewood Mall	11/29/1989	2013	3,868,736	6,850,578	77.1%
Englewood Neighborhood	6/27/2001	2025	56,079,946	134,650,127	140.1%
Ewing Avenue	3/10/2010	2034	52,994,264	45,041,381	-15.0%
Fullerton/Milwaukee	2/16/2000	2024	85,157,390	177,339,598	108.2%
Galewood/Armitage Industrial	7/7/1999	2022	48,056,697	91,829,378	91.1%
Goose Island	7/10/1996	2019	13,676,187	73,525,120	437.6%
Greater Southwest (West)	4/12/2000	2024	115,603,413	91,896,070	-20.5%



CITY OF CHICAGO TAX INCREMENT FINANCING (TIF) DISTRICTS (continued)

<u>TIF District</u>	<u>Date TIF Initiated</u>	<u>Date TIF Matures</u>	<u>Initial EAV \$</u>	<u>2012 EAV \$</u>	<u>% Change in EAV (for 2012)</u>
Harlem Industrial Park	3/14/2007	2031	\$ 45,981,764	\$ 40,087,465	-12.8%
Harrison/Central	7/26/2006	2030	43,430,700	44,173,885	1.7%
Hollywood/Sheridan	11/7/2007	2031	158,696,916	122,650,887	-22.7%
Homan/Arthington	2/5/1998	2021	2,658,362	10,144,429	281.6%
Humbolt Park Commercial	6/27/2001	2025	32,161,252	71,943,800	123.7%
Irving Park/Cicero	6/10/1996	2020	8,150,631	17,834,047	118.8%
Irving Park/Elston	5/13/2009	2033	44,853,282	39,441,289	-12.1%
Jefferson Park	9/9/1998	2021	23,970,085	34,494,109	43.9%
Jefferson/Roosevelt	8/30/2000	2024	52,292,656	133,582,485	155.5%
Kennedy/Kimball	3/12/2008	2032	72,841,679	68,575,861	-5.9%
Kinzie Conservation	6/10/1998	2021	144,961,719	433,630,269	199.1%
Kostner Ave.	11/5/2008	2032	2,794,764	1,828,586	-34.6%
Lake Calumet	12/13/2000	2024	176,186,639	187,295,963	6.3%
Lakefront	3/27/2002	2026	—	3,818,455	—
Lakeside Dev Phase 1	5/12/2010	2034	3,489,242	310,737	-91.1%
LaSalle/Central	11/15/2006	2030	4,192,597,468	3,809,965,181	-9.1%
Lawrence/Broadway	6/27/2001	2025	38,603,611	87,241,314	126.0%
Lawrence/Kedzie	2/16/2000	2024	110,395,843	206,163,144	86.7%
Lawrence/Pulaski	2/27/2002	2026	43,705,743	63,858,389	46.1%
Lincoln Avenue	11/3/1999	2023	63,741,191	97,634,372	53.2%
Lincoln/Belmont/Ashland	11/2/1994	2018	2,457,347	19,130,027	678.5%
Little Village East	4/22/2009	2033	44,751,945	35,767,114	-20.1%
Little Village Ind	6/13/2007	2031	88,054,895	66,542,386	-24.4%
Madden/Wells	11/6/2002	2026	1,333,582	17,277,296	1195.6%
Madison/Austin Corridor	9/29/1999	2023	48,748,259	73,325,736	50.4%
Michigan/Cermak	9/13/1989	2013	5,858,634	26,414,657	350.9%
Midway Ind. Corridor	2/16/2000	2024	48,652,950	62,114,408	27.7%
Midwest	5/17/2000	2024	98,090,835	310,684,948	216.7%
Montclare	8/30/2000	2024	792,770	4,690,975	491.7%
Montrose/Clarendon	6/30/2010	2034	—	—	—
Near North	7/30/1997	2020	41,671,541	318,634,699	664.6%
Near South	11/28/1990	2014	128,549,547	1,139,168,820	786.2%
Near West	3/23/1989	2013	36,805,658	247,735,578	573.1%
North Ave./Cicero	7/30/1997	2020	5,658,542	23,099,155	308.2%
North Branch/North	7/2/1997	2021	29,574,537	96,052,492	224.8%
North Branch/South	2/5/1998	2021	44,361,677	136,038,586	206.7%
North Pullman	6/30/2009	2033	44,582,869	39,009,107	-12.5%
NW Industrial Corridor	12/2/1998	2021	146,115,991	234,969,399	60.8%
Ogden/Pulaski	4/9/2008	2032	221,709,034	194,692,780	-12.2%
Ohio/Wabash	6/7/2000	2024	1,278,143	24,646,228	1828.3%



CITY OF CHICAGO TAX INCREMENT FINANCING (TIF) DISTRICTS (continued)

TIF District	Date TIF Initiated	Date TIF Matures	Initial EAV \$	2012 EAV \$	% Change in EAV (for 2012)
Pershing/King	9/5/2007	2031	\$ 12,948,117	\$ 10,723,934	-17.2%
Peterson/Cicero	2/16/2000	2024	1,116,653	8,312,698	644.4%
Peterson/Pulaski	2/16/2000	2024	40,112,395	46,517,647	16.0%
Pilsen Area	6/10/1998	2022	111,394,217	263,100,401	136.2%
Portage Park	9/9/1998	2021	65,084,552	97,228,754	49.4%
Pratt/Ridge	6/23/2004	2028	16,414,897	15,605,846	-4.9%
Pulaski Corridor	6/9/1999	2022	82,778,075	122,321,610	47.8%
Randolph/Wells	6/9/2010	2034	72,140,805	64,223,744	-11.0%
Ravenswood Corridor	3/9/2005	2029	44,169,275	52,047,219	17.8%
Read/Dunning	1/11/1991	2015	6,382,072	45,725,568	616.5%
River South	7/30/1997	2020	65,930,580	287,501,355	336.1%
River West	1/10/2001	2025	50,463,240	266,964,176	429.0%
Roosevelt/Canal	3/19/1997	2021	1,276,969	18,510,455	1349.6%
Roosevelt/Cicero Corridor	2/5/1998	2021	45,179,428	82,918,727	83.5%
Roosevelt/Homan	12/5/1990	2014	3,539,018	21,402,470	504.8%
Roosevelt/Racine (DOH)	11/4/1998	2022	6,992,428	36,140,441	416.9%
Roosevelt/Union	5/12/1999	2022	4,369,258	71,012,281	1525.3%
Roseland/Michigan	1/16/2002	2026	29,627,768	34,973,787	18.0%
Sanitary Draig & Ship	7/24/1991	2015	10,722,329	18,343,214	71.1%
South Chicago	4/12/2000	2024	14,775,992	33,321,158	125.5%
South Works	11/3/1999	2023	3,823,633	4,732,169	23.8%
Stevenson/Brighton Park	4/11/2007	2031	216,330,994	189,569,824	-12.4%
Stockyards Annex	12/11/1996	2020	38,650,631	54,041,214	39.8%
Stockyards-Industrial	3/9/1989	2013	11,178,459	36,299,511	224.7%
Stockyards-Southeast Quad	2/26/1992	2015	21,527,824	46,739,333	117.1%
Stony Island Com/Burnside	6/10/1998	2034	46,058,038	84,599,684	83.7%
Southwest Ind. Corridor	3/10/1999	2023	17,662,923	26,735,434	51.4%
Touhy/Western	9/13/2006	2030	55,187,828	52,561,342	-4.8%
Weed/Fremont	1/8/2008	2032	6,430,360	13,253,750	106.1%
West Irving Park	1/12/2000	2024	36,446,831	47,742,657	31.0%
West Pullman Ind. Park	3/11/1998	2021	7,050,845	5,569,261	-21.0%
West Woodlawn	5/12/2010	2034	127,750,505	99,600,776	-22.0%
Western Ave. South	1/12/2000	2024	69,504,372	157,430,594	126.5%
Western Ave. North	1/12/2000	2024	71,260,546	141,281,069	98.3%
Western/Ogden	2/5/1998	2021	41,536,306	157,555,123	279.3%
Western/Rock Island	2/8/2006	2030	102,358,411	112,882,389	10.3%
Wilson Yard	6/27/2001	2025	56,194,225	152,618,839	171.6%
Woodlawn	1/20/1999	2022	28,865,833	71,141,083	146.5%
105th/Vincennes	10/3/2001	2025	1,268,074	6,695,636	428.0%
111th/Kedzie	9/29/1999	2022	14,456,141	23,029,016	59.3%



CITY OF CHICAGO TAX INCREMENT FINANCING (TIF) DISTRICTS (continued)

TIF District	Date TIF Initiated	Date TIF Matures	Initial EAV \$	2012 EAV \$	% Change in EAV (for 2012)
119th/Halsted	2/6/2002	2026	\$ 18,853,913	\$ 26,182,706	38.9%
119th/I-57	11/6/2002	2026	16,097,672	55,503,560	244.8%
126th/Torrence	12/21/1994	2017	1,224,731	16,443,621	1242.6%
134th/Avenue K	3/12/2008	2032	6,732,703	4,243,158	-37.0%
24th/Michigan	7/21/1999	2022	15,874,286	32,178,038	102.7%
26th/King Drive	1/11/2006	2030	—	10,020,090	—
35th/Halsted	1/14/1997	2021	81,212,182	149,967,641	84.7%
35th/State	1/14/2004	2028	3,978,955	31,358,895	688.1%
35th/Wallace	12/15/1999	2023	9,047,402	18,655,289	106.2%
41st/King Drive	7/13/1994	2018	129,892	2,682,327	1965.0%
43rd/Cottage Grove	7/8/1998	2022	13,728,931	47,523,756	246.2%
45th/Western Industrial	3/27/2002	2026	1,984,412	2,953,297	48.8%
47th/Ashland	3/27/2002	2026	53,606,185	82,728,894	54.3%
47th/Halsted	5/29/2002	2026	39,164,012	83,842,923	114.1%
47th/King Drive	3/27/2002	2026	61,269,066	158,862,628	159.3%
47th/State	7/21/2004	2028	19,279,360	39,598,216	105.4%
49th/St. Lawrence	1/10/1996	2020	683,377	6,581,887	863.1%
51st/Archer	5/17/2000	2024	29,522,751	33,216,797	12.5%
51st/Lake Park	11/15/2012	2036	NA	NA	NA
53rd St.	1/10/2001	2025	23,168,822	31,583,243	36.3%
60th/Western	5/9/1996	2019	2,464,026	5,563,197	125.8%
63rd/Ashland	3/29/2006	2030	47,496,362	62,720,351	32.1%
63rd/Pulaski	5/17/2000	2024	56,171,856	80,146,124	42.7%
67th/Cicero	10/2/2002	2026	—	6,464,708	—
67th/Wentworth	5/4/2011	2035	210,005,927	149,083,559	-29.0%
69th/Ashland	11/3/2004	2028	813,600	9,706,239	1093.0%
71st/Stony Island	10/7/1998	2021	53,506,755	95,421,429	78.3%
73rd/University	9/13/2006	2030	16,998,947	19,991,867	17.6%
79th Street Corridor	7/8/1998	2021	21,576,305	31,718,900	47.0%
79th/Cicero	6/8/2005	2029	8,018,405	16,547,802	106.4%
79th/SW Highway	10/3/2001	2025	36,347,823	56,030,512	54.2%
79th/Vincennes	9/27/2007	2031	32,132,472	31,934,253	-0.6%
83rd/Stewart	3/21/2004	2028	10,618,689	26,540,806	149.9%
87th/Cottage Grove	11/13/2002	2026	53,959,824	76,593,786	41.9%
89th/State	4/1/1998	2021	3,827,328	9,583,377	150.4%
95th/Stony Island	5/16/1990	2014	2,622,436	18,556,404	607.6%
95th/Western	7/13/1995	2018	16,035,773	25,397,886	58.4%
			<u>\$10,480,135,213</u>	<u>\$16,376,188,669</u>	



CITY OF CHICAGO TAX INCREMENT FINANCING (TIF) DISTRICTS (continued)

NOTE

State law empowers cities to create Tax Increment Financing Districts (TIFs) to finance redevelopment of blighted areas or areas at risk of blight. Taxes subsequently generated by new development and increases in property values in TIF districts are reinvested for further development. Increased tax revenues pay for general improvements such as roadways, viaducts, sewers, and sidewalk replacements or for financial assistance for developers.

State law requires the City to call a meeting of the Joint Review Board in order for the City to legally create any TIF. The Chicago Public Schools serves on this committee.

Source: Office of The County Clerk Tax Increment Agency

Total 2012 EAV for the City of Chicago is \$65,257,093,327 — Source of The Cook County Report



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

SCHEDULE OF NEW PROPERTY EAV AS A PERCENTAGE OF OVERALL EAV

Last Ten Fiscal Years
(Thousands of dollars)

Tax Year Levy	Fiscal Year	Agency Overall Equalized Assessed Value (A)	Components of New Property by Tax Levy Year (B)					Total New Property (A)	New property percentage of overall EAV
			New Property	Annexed Property	Disconnected Property	Recovered Tax Increment Value	Expired Incentives		
2003	2004	\$53,175,365	\$ 552,610	\$—	\$—	\$ 9,626	\$19,649	\$ 581,885	1.09%
2004	2005	55,283,639	518,653	—	—	—	—	518,653	0.94%
2005	2006	59,310,827	802,525	—	—	—	4,674	807,199	1.36%
2006	2007	69,517,264	786,042	—	—	—	8,980	795,022	1.14%
2007	2008	73,651,158	838,279	—	—	45,875	24,179	908,333	1.23%
2008	2009	80,983,239	1,073,096	—	—	2,318,769	—	3,391,865	4.19%
2009	2010	84,592,286	1,052,426	—	—	162	—	1,052,588	1.24%
2010	2011	82,092,476	727,019	—	—	104,289	18,790	850,098	1.04%
2011	2012	75,127,913	344,503	—	—	—	2,420	346,923	0.46%
2012	2013	65,257,093	213,120	—	—	41,499	19,845	274,464	0.42%

Notes:

- A. Source: Cook County Clerk's Office—Agency Tax Rate Report, includes DuPage County Valuation.
- B. Source: Cook County Clerk's Office—PTELL New Property, Annexed Property, Disconnected Property, Recovered Tax Increment Report by Town Within Agency.



CHICAGO PUBLIC SCHOOLS

Tax Increment Financing (TIF) Agreements in Support of Chicago Public Schools

Capital Intergovernmental Agreements as of June 30, 2013

School	Total Benefit To CPS From IGA with Interest	Total Benefit Received By CPS	Amount Pending To Be Paid To CPS	Parent TIF
Modern Schools Across Chicago Program Phase I				
Collins Renovation	\$ 30,300,000	\$ 26,002,912	\$ 4,297,088	Midwest
Mather Renovation	32,401,366	32,401,366	—	Lincoln Avenue
Austin Renovation	32,203,759	32,203,759	—	Madison/ Austin
Southwest Elementary (Hernandez Middle School)	32,818,102	32,818,102	—	51st/ Archer
South Shore Replacement HS	72,164,382	72,164,382	—	71st/Stony Island
Additional Westinghouse HS Funding and Refunding	17,752,030	17,752,030	—	Chicago/Central Park
Skinner Replacement Elementary	36,418,205	36,418,205	—	Central/West
Avondale Irving Park Elementary	10,766,724	10,766,724	—	Fullerton/Milwaukee
Boone Clinton Elementary	8,142,740	8,142,740	—	Touhy/Western
Belmont Cragin Elementary	8,097,471	8,097,471	—	Galewood/Armitage
Peterson Addition	15,150,000	14,566,077	583,923	Lawrence/Kedzie
Modern Schools Across Chicago Program Phase II				
Avondale Irving Park Elementary	25,000,000	19,333,209	5,666,791	Fullerton/Milwaukee
Belmont Cragin Elementary	31,300,000	22,768,261	8,531,739	Galewood/Armitage
Hernandez Middle School	9,540,000	5,821,825	3,718,175	51st/ Archer
Boone Clinton Elementary	18,655,000	13,223,341	5,431,659	Touhy/Western
Chicago Ag West High School (Al Raby Horticultural)	22,000,000	—	22,000,000	Chicago/Central Park
Westinghouse High School	32,920,000	24,346,167	8,573,833	Chicago/Central Park
Back of the Yards HS	19,800,000	18,417,882	1,382,118	47th/Ashland
Modern Schools Across Chicago Program Future Payments				
Austin Renovation	5,570,000	—	5,570,000	Madison/ Austin
Skinner Replacement Elementary	6,120,000	—	6,120,000	Central/ West
Peterson Addition	2,900,000	—	2,900,000	Lawrence/ Kedzie
Brighton Park II Elementary	25,420,000	—	25,420,000	Stevenson/ Brighton
MSAC Subtotal	\$495,439,779	\$395,244,453	\$100,195,326	



**Tax Increment Financing (TIF) Agreements in Support of Chicago Public Schools
Capital Intergovernmental Agreements as of June 30, 2013**

School	Total Benefit To CPS From IGA With Interest	Total Benefit Received By CPS	Amount Pending To Be Paid To CPS	Parent TIF
ADA Accessibility -Year 1				
Beidler Elementary	\$ 750,000	\$—	\$ 750,000	Kinzie Industrial
Brown Elementary	750,000	—	750,000	Central West
Creiger Campus	1,500,250	—	1,500,250	Central West
Dodge Elementary	750,000	—	750,000	Midwest
Holmes Elementary	750,000	—	750,000	Englewood Neighborhood
Manierre Elementary	750,000	—	750,000	Near North
Mays Elementary	750,000	—	750,000	Englewood Neighborhood
McAuliffe Elementary	750,000	—	750,000	Pulaski Corridor
Mollison Elementary	750,000	—	750,000	47th/King Drive
Morton Elementary	750,000	—	750,000	Kinzie Industrial
Nicholson Elementary	750,000	—	750,000	Englewood Neighborhood
Ryerson Elementary	750,000	—	750,000	Chicago/Central Park
Schiller Elementary	1,500,000	—	1,500,000	Near North
Seward Elementary	1,500,000	—	1,500,000	47th/Ashland
ADA Accessibility -Years 2-5				
Attucks-Farren Building	1,000,000	—	1,000,000	47th/King
Burke Elementary	1,000,000	—	1,000,000	47th/State
Banneker Elementary	2,000,000	—	2,000,000	Englewood Neighborhood
Armour Elementary	2,673,750	—	2,673,750	35th/Halsted
Hearst Elementary	2,219,500	—	2,219,500	Cicero/Archer
Lawndale Elementary	2,500,000	—	2,500,000	Midwest
Plamondon Elementary	1,748,000	—	1,748,000	Western/Ogden Industrial Corridor
Schurz High School	2,100,000	—	2,100,000	Portage Park
Hayt Elementary	670,000	—	670,000	Clark/Ridge
Peterson Elementary	500,000	—	500,000	Lawrence/Kedzie
Chappell Elementary	1,500,000	—	1,500,000	Western Ave. North
ADA Subtotal	\$30,661,500	\$—	\$30,661,500	



**Tax Increment Financing (TIF) Agreements in Support of Chicago Public Schools
Capital Intergovernmental Agreements as of June 30, 2013 (continued)**

School	Total Benefit To CPS From IGA With Interest	Total Benefit Received By CPS	Amount Pending To Be Paid To CPS	Parent TIF
Other Capital Intergovernmental Agreements				
Walter Payton HS and Jenner School	\$ 11,125,000	\$ 11,125,000	\$ —	Near North
Jones Academic High School Renovation/ Addition (old)	42,315,243	32,119,344	10,195,899	Near South
Jones Academic High School Renovation/ Addition (new)	114,641,656	77,977,470	36,664,186	Near South
National Teachers Academy	47,000,000	38,900,000	8,100,000	24th/ Michigan
Simeon High School	22,184,925	18,381,140	3,803,785	Chatham Ridge
Albany Park Middle School	25,000,000	28,662,826	—	*Lawrence/Kedzie
Juarez High School Addition	15,500,000	8,225,000	7,275,000	Pilsen
DePriest Elementary	18,500,000	21,457,220	—	*Madison/Austin
Additional Westinghouse HS- Refunding Debt Service	53,750,000	58,618,967	—	*Chicago/CentralPark
Canter Elementary School	150,000	150,000	—	53rd Street
Orozoco Elementary Health Center School	250,000	250,000	—	Western/ Ogden
Lane Tech High School Stadium	1,892,100	1,892,100	—	Western Avenue South
Coonley Middle School	2,201,500	2,201,500	—	Western Avenue South
Arai/ Uplift Elementary School	1,447,244	—	1,447,244	Wilson Yard
Lloyd Elementary	750,000	—	750,000	Midwest
Chase	3,600,000	—	3,600,000	Fullerton/Milwaukee
Holmes Elementary	3,270,000	—	3,270,000	Englewood Neighborhood
Morgan Park	44,000	—	44,000	Western Avenue/Rock Island
Senn High School	1,000,000	—	1,000,000	Clark Ridge
Arai/ Uplift Elementary School Courtyard Renovations	3,495,042	—	3,495,042	Wilson Yard
Beidler Campus Park	1,000,000	—	1,000,000	Kinzie Industrial
Donoghue	200,000	—	200,000	Madden-Wells
Juarez High School Athletic Field	1,300,000	—	1,300,000	Pilsen Industrial Corridor
Kenwood Academy	59,110	—	59,110	53rd Street
Lane Tech Renovation #2	2,000,000	—	2,000,000	Western Avenue South
Lane Tech Renovation #3	2,000,000	—	2,000,000	Western Avenue South
Stockton	300,000	—	300,000	Clark Montrose
Whittier Renovation	1,200,000	—	1,200,000	Pilsen Industrial Corridor
Other Capital IGA Subtotal	\$376,175,820	\$299,960,567	\$ 87,704,266	
Grand Total	\$902,277,099	\$695,205,020	\$218,561,092	

Based on intergovernmental agreements approved by City Council and executed by the City of Chicago and Chicago Public Schools as of June 30, 2013.

* City of Chicago refunded bonds to cover future principal and interest payments, no additional amounts to be paid to CPS.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

<u>Fiscal Year</u>	<u>CPS Debts</u>	<u>PBC Leases</u>	<u>Total</u>
2014	\$ 415,488	\$ 51,981	\$ 467,469
2015	418,585	52,029	470,614
2016	458,956	51,997	510,953
2017	451,645	52,019	503,664
2018	452,077	52,070	504,147
2019	452,166	52,099	504,265
2020	472,615	30,635	503,250
2021	506,372	—	506,372
2022	486,266	—	486,266
2023	488,189	—	488,189
2024	482,094	—	482,094
2025	482,467	—	482,467
2026	748,235	—	748,235
2027	491,496	—	491,496
2028	489,685	—	489,685
2029	491,684	—	491,684
2030	739,094	—	739,094
2031	500,662	—	500,662
2032	500,238	—	500,238
2033	190,387	—	190,387
2034	205,830	—	205,830
2035	190,490	—	190,490
2036	191,630	—	191,630
2037	183,513	—	183,513
2038	200,828	—	200,828
2039	200,587	—	200,587
2040	200,406	—	200,406
2041	200,146	—	200,146
2042	200,333	—	200,333
2043	200,157	—	200,157
TOTAL:	<u>\$11,692,321</u>	<u>\$342,830</u>	<u>\$12,035,151</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	12/3/1997 Series 1997A \$499.9 Million		10/28/1998 Series 1998B-1 \$328.7 Million		2/25/1999 Series 1999A \$532.5 Million	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 6,501	\$ 8,744	\$ 9,753	\$ 10,647	\$ 17,578	\$ 29,226
2015	6,113	9,132	9,215	11,185	15,159	30,220
2016	5,743	9,502	8,698	11,702	15,270	31,104
2017	5,389	9,856	8,202	12,198	14,517	31,882
2018	—	—	7,763	12,637	30,694	32,162
2019	—	—	7,344	13,056	30,896	31,919
2020	—	—	14,190	27,710	31,251	31,522
2021	—	—	20,686	43,614	31,661	31,016
2022	—	—	19,607	44,693	32,201	30,458
2023	—	—	18,624	45,676	32,849	29,774
2024	—	—	16,232	42,768	33,595	29,104
2025	—	—	15,379	43,621	34,424	28,202
2026	—	—	14,607	44,393	35,381	27,259
2027	—	—	13,873	45,127	36,452	26,112
2028	—	—	13,176	45,824	7,334	25,691
2029	—	—	21,211	78,789	12,351	46,259
2030	—	—	20,145	79,855	11,722	46,888
2031	—	—	19,134	80,866	11,125	47,485
2032	—	—	18,173	81,827	19,957	90,842
2033	—	—	—	—	—	—
2034	—	—	—	—	—	—
2035	—	—	—	—	—	—
2036	—	—	—	—	—	—
2037	—	—	—	—	—	—
2038	—	—	—	—	—	—
2039	—	—	—	—	—	—
2040	—	—	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	<u>\$23,746</u>	<u>\$37,234</u>	<u>\$276,012</u>	<u>\$776,188</u>	<u>\$454,417</u>	<u>\$677,125</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	9/7/2000 Series 2000B \$101.0 Million		12/19/2000 Series 2000E \$13.4 Million		10/24/2001 Series 2001B \$9.4 Million	
	Principal	Estimated Interest (1)	Principal	Interest	Principal	Interest
2014	\$ —	\$ 55	\$13,390	\$—	\$ —	\$—
2015	—	55	—	—	—	—
2016	2,200	55	—	—	9,440	—
2017	2,500	53	—	—	—	—
2018	2,700	52	—	—	—	—
2019	3,700	50	—	—	—	—
2020	4,200	48	—	—	—	—
2021	4,500	45	—	—	—	—
2022	4,800	42	—	—	—	—
2023	5,100	39	—	—	—	—
2024	5,400	36	—	—	—	—
2025	5,800	33	—	—	—	—
2026	6,100	29	—	—	—	—
2027	6,500	26	—	—	—	—
2028	6,900	22	—	—	—	—
2029	7,200	18	—	—	—	—
2030	7,700	13	—	—	—	—
2031	8,200	8	—	—	—	—
2032	7,900	4	—	—	—	—
2033	—	—	—	—	—	—
2034	—	—	—	—	—	—
2035	—	—	—	—	—	—
2036	—	—	—	—	—	—
2037	—	—	—	—	—	—
2038	—	—	—	—	—	—
2039	—	—	—	—	—	—
2040	—	—	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	\$91,400	\$683	\$13,390	\$—	\$9,440	\$—

Interest on variable rate securities assumes current interest rates remain the same as of June 30, 2013

(1) Series 2000B: Assumes 0.06%*\$91,400,000 outstanding principal for FY2014



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	9/24/2002 Series 2002A \$49.0 Million		2/13/2003 Series 2003A \$75.9 Million		10/28/2003 Series 2003C \$4.6 Million	
	Principal	Interest	Principal	Interest (2)	Principal	Interest
2014	\$ 3,000	\$ 1,846	\$—	\$—	\$ —	\$—
2015	3,150	1,692	—	—	—	—
2016	3,310	1,531	—	—	—	—
2017	3,475	1,361	—	—	—	—
2018	3,645	1,183	—	—	4,585	—
2019	3,830	992	—	—	—	—
2020	4,025	786	—	—	—	—
2021	4,240	569	—	—	—	—
2022	4,460	346	—	—	—	—
2023	4,685	117	—	—	—	—
2024	—	—	—	—	—	—
2025	—	—	—	—	—	—
2026	—	—	—	—	—	—
2027	—	—	—	—	—	—
2028	—	—	—	—	—	—
2029	—	—	—	—	—	—
2030	—	—	—	—	—	—
2031	—	—	—	—	—	—
2032	—	—	—	—	—	—
2033	—	—	—	—	—	—
2034	—	—	—	—	—	—
2035	—	—	—	—	—	—
2036	—	—	—	—	—	—
2037	—	—	—	—	—	—
2038	—	—	—	—	—	—
2039	—	—	—	—	—	—
2040	—	—	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	<u>\$37,820</u>	<u>\$10,423</u>	<u>\$—</u>	<u>\$—</u>	<u>\$4,585</u>	<u>\$—</u>

(2) Series 2003A fully refunded by Series 2012B



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)

For the Fiscal Year Ended June 30, 2013

(Thousands of dollars)

Fiscal Year	4/6/2004 Series 2004A \$205.4 Million		12/9/2004 Series 2004G \$12.5 Million		6/27/2005 Series 2005A \$193.5 Million	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 15,840	\$ 9,725	\$ 775	\$ 670	\$ 6,095	\$ 10,398
2015	18,615	8,864	815	633	6,405	10,085
2016	36,230	7,493	915	588	6,720	9,749
2017	38,020	5,636	965	537	7,085	9,386
2018	23,025	4,110	1,220	473	7,455	8,995
2019	24,190	2,930	1,290	398	7,860	8,574
2020	25,410	1,690	1,370	318	8,300	8,130
2021	21,090	527	1,450	234	8,755	7,661
2022	—	—	1,540	144	9,240	7,166
2023	—	—	1,630	49	9,750	6,644
2024	—	—	—	—	10,290	6,093
2025	—	—	—	—	10,855	5,511
2026	—	—	—	—	11,455	4,898
2027	—	—	—	—	12,090	4,250
2028	—	—	—	—	12,760	3,567
2029	—	—	—	—	13,465	2,846
2030	—	—	—	—	14,200	2,085
2031	—	—	—	—	14,990	1,282
2032	—	—	—	—	15,815	435
2033	—	—	—	—	—	—
2034	—	—	—	—	—	—
2035	—	—	—	—	—	—
2036	—	—	—	—	—	—
2037	—	—	—	—	—	—
2038	—	—	—	—	—	—
2039	—	—	—	—	—	—
2040	—	—	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	<u>\$202,420</u>	<u>\$40,975</u>	<u>\$11,970</u>	<u>\$4,044</u>	<u>\$193,585</u>	<u>\$117,755</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	6/27/2005 Series 2005B \$52.5 Million		6/7/2006 Series 2006A \$6.9 Million		9/27/2006 Series 2006B \$355.8 Million	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$14,565	\$ 2,266	\$ —	\$—	\$ —	\$ 15,022
2015	15,295	1,519	—	—	—	15,022
2016	—	1,137	—	—	7,975	14,823
2017	—	1,137	—	—	8,375	14,414
2018	—	1,137	—	—	8,795	13,985
2019	—	1,137	—	—	9,230	13,534
2020	—	1,137	—	—	9,695	13,061
2021	—	1,137	6,853	—	10,180	12,564
2022	22,735	568	—	—	10,685	12,043
2023	—	—	—	—	11,220	11,495
2024	—	—	—	—	11,785	10,920
2025	—	—	—	—	12,370	10,316
2026	—	—	—	—	12,990	9,682
2027	—	—	—	—	13,640	9,016
2028	—	—	—	—	14,320	8,317
2029	—	—	—	—	15,040	7,602
2030	—	—	—	—	15,750	6,871
2031	—	—	—	—	16,500	6,105
2032	—	—	—	—	17,285	5,302
2033	—	—	—	—	18,105	4,439
2034	—	—	—	—	19,010	3,511
2035	—	—	—	—	19,960	2,537
2036	—	—	—	—	20,960	1,514
2037	—	—	—	—	22,005	495
2038	—	—	—	—	—	—
2039	—	—	—	—	—	—
2040	—	—	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	<u>\$52,595</u>	<u>\$11,175</u>	<u>\$6,853</u>	<u>\$—</u>	<u>\$305,875</u>	<u>\$222,590</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)

For the Fiscal Year Ended June 30, 2013

(Thousands of dollars)

Fiscal Year	9/5/2007 Series 2007B \$197.7 Million		9/5/2007 Series 2007C \$6.8 Million		12/13/2007 Series 2007D \$238.7 Million	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ —	\$ 9,888	\$ 360	\$ 225	\$ —	\$ 9,369
2015	—	9,888	375	210	—	9,369
2016	—	9,888	390	193	8,870	9,147
2017	—	9,888	410	173	9,310	8,693
2018	15,265	9,507	405	154	9,780	8,215
2019	16,035	8,724	415	137	10,265	7,714
2020	16,835	7,902	435	119	10,780	7,188
2021	25,155	6,853	455	100	11,320	6,636
2022	26,410	5,564	475	80	11,885	6,055
2023	27,735	4,210	495	59	12,480	5,446
2024	34,310	2,659	520	36	13,105	4,807
2025	36,020	901	540	12	13,760	4,135
2026	—	—	—	—	14,445	3,430
2027	—	—	—	—	15,170	2,690
2028	—	—	—	—	15,930	1,912
2029	—	—	—	—	16,725	1,096
2030	—	—	—	—	13,550	339
2031	—	—	—	—	—	—
2032	—	—	—	—	—	—
2033	—	—	—	—	—	—
2034	—	—	—	—	—	—
2035	—	—	—	—	—	—
2036	—	—	—	—	—	—
2037	—	—	—	—	—	—
2038	—	—	—	—	—	—
2039	—	—	—	—	—	—
2040	—	—	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	<u>\$197,765</u>	<u>\$85,872</u>	<u>\$5,275</u>	<u>\$1,498</u>	<u>\$187,375</u>	<u>\$96,241</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	5/13/2008 Series 2008A \$262.8 Million		5/13/2008 Series 2008B \$240.9 Million		5/1/2008 Series 2008C \$464.7 Million	
	Principal	Estimated Interest (3)	Principal	Estimated Interest (4)	Principal	Interest
2014	\$ —	\$ 15,641	\$ 4,400	\$ 8,634	\$ —	\$ 23,641
2015	—	15,641	—	8,631	—	23,641
2016	—	15,641	7,500	8,613	—	23,641
2017	—	15,641	7,925	8,541	—	23,641
2018	—	15,641	7,800	8,396	7,420	23,455
2019	—	15,641	8,125	8,035	8,815	23,083
2020	—	15,641	8,475	7,659	9,615	22,655
2021	—	15,641	8,825	7,267	10,120	22,162
2022	—	15,641	9,225	6,859	10,660	21,642
2023	—	15,641	9,400	6,434	41,535	20,337
2024	—	15,641	9,750	6,000	43,720	18,151
2025	—	15,641	10,200	5,549	46,145	15,792
2026	38,390	14,478	10,650	5,076	48,595	13,305
2027	40,410	12,091	11,100	4,584	51,265	10,684
2028	42,530	9,579	11,550	4,070	80,365	7,329
2029	44,760	6,939	12,050	3,536	20,940	4,797
2030	47,110	4,227	12,550	2,979	22,040	3,722
2031	49,585	1,433	13,050	2,398	23,195	2,591
2032	—	—	13,600	1,795	24,395	1,401
2033	—	—	14,200	1,165	15,830	396
2034	—	—	14,800	508	—	—
2035	—	—	—	—	—	—
2036	—	—	—	—	—	—
2037	—	—	—	—	—	—
2038	—	—	—	—	—	—
2039	—	—	—	—	—	—
2040	—	—	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	\$262,785	\$236,439	\$205,175	\$116,729	\$464,655	\$306,066

Interest on variable rate securities assumes current interest rates remain the same as of June 30, 2013

(3) Series 2008A: $0.94378\% * \$262,785,000$ outstanding principal + $(5.25\% - 0.13515\%) * \$162,785,000$ swap principal + $(5.25\% - 0.41494\%) * \$100,000,000$ swap principal for FY 2014

(4) Series 2008B: $0.94378\% * \$205,175,000$ * 1/12 outstanding principal in June 2013 + $0.94378\% * \$200,775,000$ * 11/12 outstanding principal for July 2013 — May 2014 + $(3.771\% - 0.136745\%) * \$185,350,000$ swap principal for FY2014



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	3/18/2009 Series 2009A \$130.0 Million		6/25/2009 Series 2009B \$75.4 Million		7/30/2009 Series 2009D \$75.7 Million	
	Principal	Estimated Interest (5)	Principal	Estimated Interest (6)	Principal	Interest
2014	\$—	\$—	\$—	\$—	\$ —	\$ 2,401
2015	—	—	—	—	—	2,401
2016	—	—	—	—	5,625	2,294
2017	—	—	—	—	5,900	2,069
2018	—	—	—	—	6,060	1,809
2019	—	—	—	—	6,335	1,509
2020	—	—	—	—	6,635	1,185
2021	—	—	—	—	6,960	845
2022	—	—	—	—	7,300	489
2023	—	—	—	—	7,650	153
2024	—	—	—	—	—	—
2025	—	—	—	—	—	—
2026	—	—	—	—	—	—
2027	—	—	—	—	—	—
2028	—	—	—	—	—	—
2029	—	—	—	—	—	—
2030	—	—	—	—	—	—
2031	—	—	—	—	—	—
2032	—	—	—	—	—	—
2033	—	—	—	—	—	—
2034	—	—	—	—	—	—
2035	—	—	—	—	—	—
2036	—	—	—	—	—	—
2037	—	—	—	—	—	—
2038	—	—	—	—	—	—
2039	—	—	—	—	—	—
2040	—	—	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$52,465</u>	<u>\$15,155</u>

(5) Series 2009A fully refunded by Series 2013A

(6) Series 2009B fully refunded by Series 2013A



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	9/24/2009 Series 2009E \$518.2 Million		9/24/2009 Series 2009F \$29.1 Million		12/17/2009 Series 2009G \$254.2 Million	
	Principal	Interest (7)	Principal	Interest	Principal	Interest
2014	\$ —	\$ 31,070	\$ —	\$ 495	\$ —	\$ 4,449
2015	—	31,070	—	495	—	4,449
2016	—	31,070	6,070	404	—	4,449
2017	—	31,070	6,255	156	—	4,449
2018	6,675	30,914	—	—	—	4,449
2019	6,885	30,593	—	—	—	4,449
2020	7,105	30,255	—	—	—	4,449
2021	7,340	29,895	—	—	—	4,449
2022	7,590	29,512	—	—	—	4,449
2023	7,855	29,108	—	—	—	4,449
2024	8,130	28,682	—	—	—	4,449
2025	8,425	28,232	—	—	—	4,449
2026	22,810	27,312	—	—	254,240	2,225
2027	23,725	25,908	—	—	—	—
2028	24,675	24,446	—	—	—	—
2029	25,665	22,927	—	—	—	—
2030	26,690	21,346	—	—	—	—
2031	27,775	19,688	—	—	—	—
2032	28,905	17,948	—	—	—	—
2033	30,085	16,138	—	—	—	—
2034	31,310	14,254	—	—	—	—
2035	32,585	12,293	—	—	—	—
2036	33,915	10,252	—	—	—	—
2037	35,300	8,128	—	—	—	—
2038	36,735	5,917	—	—	—	—
2039	38,235	3,616	—	—	—	—
2040	39,795	1,221	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	\$518,210	\$592,865	\$12,325	\$1,550	\$254,240	\$55,613

(7) Interest does not reflect the 35% Federal Subsidy CPS receives for the bonds. Subsidy is calculated using the Federal FY2014 sequestration rate of 35% — 7.2% = 27.8%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)

For the Fiscal Year Ended June 30, 2013

(Thousands of dollars)

Fiscal Year	2/17/2010 Series 2010A \$48.9 Million		2/17/2010 Series 2010B \$157.1 Million		11/2/2010 Series 2010C \$257.1 Million	
	Principal	Estimated Interest (8)	Principal	Estimated Interest (9)	Principal	Interest
2014	\$—	\$—	\$—	\$—	\$ —	\$ 16,248
2015	—	—	—	—	—	16,248
2016	—	—	—	—	—	16,248
2017	—	—	—	—	—	16,248
2018	—	—	—	—	—	16,248
2019	—	—	—	—	—	16,248
2020	—	—	—	—	—	16,248
2021	—	—	—	—	—	16,248
2022	—	—	—	—	—	16,248
2023	—	—	—	—	—	16,248
2024	—	—	—	—	—	16,248
2025	—	—	—	—	—	16,248
2026	—	—	—	—	—	16,248
2027	—	—	—	—	—	16,248
2028	—	—	—	—	—	16,248
2029	—	—	—	—	—	16,248
2030	—	—	—	—	257,125	8,124
2031	—	—	—	—	—	—
2032	—	—	—	—	—	—
2033	—	—	—	—	—	—
2034	—	—	—	—	—	—
2035	—	—	—	—	—	—
2036	—	—	—	—	—	—
2037	—	—	—	—	—	—
2038	—	—	—	—	—	—
2039	—	—	—	—	—	—
2040	—	—	—	—	—	—
2041	—	—	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$—</u>	<u>\$257,125</u>	<u>\$268,092</u>

(8) Series 2010A fully refunded by Series 2013A

(9) Series 2010B fully refunded by Series 2013A

(10) Interest does not reflect the 35% Federal Subsidy CPS receives for the bonds. Subsidy is calculated using the Federal FY2014 sequestration rate of 35% — 7.2% = 27.8%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	11/2/2010 Series 2010D \$125.0 Million		11/2/2010 Series 2010F \$183.7 Million		11/2/2010 Series 2010G \$72.9 Million	
	Principal	Interest (11)	Principal	Interest	Principal	Interest
2014	\$ —	\$ 8,149	\$ —	\$ 9,188	\$ 8,340	\$ 2,358
2015	—	8,149	7,120	9,010	25,985	1,840
2016	—	8,149	7,475	8,645	15,855	1,168
2017	—	8,149	7,855	8,261	17,500	558
2018	—	8,149	9,770	7,821	5,235	109
2019	—	8,149	16,930	7,153	—	—
2020	—	8,149	15,105	6,352	—	—
2021	—	8,149	18,180	5,520	—	—
2022	—	8,149	4,505	4,953	—	—
2023	—	8,149	—	4,841	—	—
2024	—	8,149	—	4,841	—	—
2025	—	8,149	—	4,841	—	—
2026	—	8,149	—	4,841	—	—
2027	—	8,149	—	4,841	—	—
2028	—	8,149	2,305	4,783	—	—
2029	—	8,149	—	4,725	—	—
2030	—	8,149	2,600	4,660	—	—
2031	—	8,149	44,585	3,481	—	—
2032	—	8,149	47,320	1,183	—	—
2033	—	8,149	—	—	—	—
2034	—	8,149	—	—	—	—
2035	—	8,149	—	—	—	—
2036	—	8,149	—	—	—	—
2037	—	8,149	—	—	—	—
2038	18,490	7,546	—	—	—	—
2039	20,025	6,291	—	—	—	—
2040	21,665	4,932	—	—	—	—
2041	64,820	2,113	—	—	—	—
2042	—	—	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	\$125,000	\$216,458	\$183,750	\$109,940	\$72,915	\$ 6,033

(11) Interest does not reflect the 35% Federal Subsidy CPS receives for the bonds. Subsidy is calculated using the Federal FY2014 sequestration rate of 35% — 7.2% = 27.8%



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)

For the Fiscal Year Ended June 30, 2013

(Thousands of dollars)

Fiscal Year	11/1/2011 Series 2011A \$402.4 Million		12/20/2011 Series 2011C \$95.1 Million		12/16/2011 Series 2011D \$95.0 Million	
	Principal	Interest	Principal	Estimated Interest (12)	Principal	Estimated Interest (13)
2014	\$ —	\$ 21,129	\$ 1,800	\$ 1,022	\$ 3,800	\$ 3,064
2015	—	21,129	2,000	1,003	—	3,061
2016	—	21,129	2,300	982	2,300	3,056
2017	—	21,129	2,600	958	2,600	3,035
2018	—	21,129	2,700	930	2,800	3,012
2019	—	21,129	3,700	898	3,700	2,985
2020	—	21,129	4,200	856	4,300	2,951
2021	—	21,129	4,600	810	4,500	2,912
2022	—	21,129	4,800	759	4,800	2,872
2023	—	21,129	5,100	706	5,100	2,829
2024	—	21,129	5,400	650	5,400	2,733
2025	—	21,129	5,700	591	5,700	2,482
2026	—	21,129	6,100	528	6,000	2,218
2027	—	21,129	6,400	461	6,400	1,939
2028	—	21,129	6,800	390	6,800	1,642
2029	—	21,129	7,300	315	7,200	1,326
2030	—	21,129	7,700	235	7,600	993
2031	—	21,129	8,100	150	8,100	639
2032	—	21,129	7,800	63	7,900	271
2033	—	21,129	—	—	—	—
2034	—	21,129	—	—	—	—
2035	—	21,129	—	—	—	—
2036	12,440	20,787	—	—	—	—
2037	27,065	19,701	—	—	—	—
2038	51,995	17,527	—	—	—	—
2039	55,275	14,577	—	—	—	—
2040	58,770	11,513	—	—	—	—
2041	62,355	8,409	—	—	—	—
2042	134,510	3,425	—	—	—	—
2043	—	—	—	—	—	—
TOTAL	\$402,410	\$560,777	\$95,100	\$12,307	\$95,000	\$44,020

Interest on variable rate securities assumes current interest rates remain the same as of June 30, 2013
 (12) Series 2011C: 1.01% * \$51,000,000 * 9/12 for C-1 outstanding principal from June 2013 to February 2014 + 1.01% * \$49,200,000 * 3/12 for C-1 outstanding principal from March to May 2014 + 1.16% * \$44,100,000 C-2 outstanding principal for FY2014

(13) Series 2011D: 0.886% * \$95,000,000 * 1/12 outstanding principal for June 2013 + \$91,200,000 * 11/12 outstanding principal for July 2013 to May 2014 + (3.823%-0.1351%) * \$61,100,000 swap principal for FY2014



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	8/21/2013 Series 2012A \$468.9 Million		12/21/2012 Series 2012B \$109.8 Million		5/22/2013 Series 2013A \$403.9 Million	
	Principal	Interest	Principal	Interest	Principal	Estimated Interest (14)
2014	\$ —	\$ 23,446	\$ —	\$ 4,939	\$ 7,685	\$ 17,651
2015	—	23,446	—	4,939	7,990	17,321
2016	—	23,446	—	4,939	8,305	16,979
2017	—	23,446	—	4,939	8,635	16,623
2018	—	23,446	—	4,939	8,975	16,253
2019	—	23,446	—	4,939	9,330	15,869
2020	—	23,446	—	4,939	9,695	15,469
2021	—	23,446	—	4,939	10,080	15,054
2022	—	23,446	—	4,939	10,480	14,622
2023	—	23,446	—	4,939	10,890	14,173
2024	—	23,446	—	4,939	19,360	13,616
2025	—	23,446	—	4,939	20,165	12,765
2026	—	23,446	—	4,939	21,010	11,877
2027	—	23,446	—	4,939	21,890	10,941
2028	—	23,446	—	4,939	22,800	9,957
2029	—	23,446	—	4,939	23,760	8,931
2030	—	23,446	—	4,939	24,750	7,862
2031	—	23,446	—	4,939	25,785	6,749
2032	—	23,446	—	4,939	26,865	5,589
2033	—	23,446	—	4,939	27,985	4,381
2034	—	23,446	33,330	4,106	29,155	3,122
2035	—	23,446	35,755	2,451	30,375	1,810
2036	—	23,446	40,740	815	18,015	597
2037	40,230	22,440	—	—	—	—
2038	42,240	20,378	—	—	—	—
2039	44,355	18,213	—	—	—	—
2040	46,570	15,940	—	—	—	—
2041	48,895	13,554	—	—	—	—
2042	51,350	11,048	—	—	—	—
2043	195,275	4,882	—	—	—	—
TOTAL	\$468,915	\$645,713	\$109,825	\$106,152	\$403,980	\$258,211

Interest on variable rate securities assumes current interest rates remain the same as of June 30, 2013
 (14) Series 2013A: $(0.715786\% + 3.6617\% - 0.1351\%) * 122,605,000 * 9/12$ outstanding A-1 swapped principal for June 2013 to February 2014 + $(0.715786\% + 3.6617\% - 0.1351\%) * 114,920,000 * 3/12$ outstanding A-1 swapped principal for March to May 2014 + $(0.81\% + 3.825\% - 0.13515\%) * 124,320,000$ outstanding A-2 swapped principal + $(0.89\% + 3.6617\% - 0.1351\%) * 157,055,000$ outstanding A-3 swapped principal for FY2014



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — CPS Issues (continued)
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	Total		
	G.O. Debt Principal	G.O. Debt Interest	Total CPS Debts
2014	\$ 113,882	\$ 301,606	\$ 415,488
2015	118,237	300,348	418,585
2016	161,191	297,765	458,956
2017	157,518	294,127	451,645
2018	172,767	279,310	452,077
2019	178,875	273,291	452,166
2020	191,621	280,994	472,615
2021	216,950	289,422	506,372
2022	203,398	282,868	486,266
2023	212,098	276,091	488,189
2024	216,997	265,097	482,094
2025	225,483	256,984	482,467
2026	502,773	245,462	748,235
2027	258,915	232,581	491,496
2028	268,245	221,440	489,685
2029	227,667	264,017	491,684
2030	491,232	247,862	739,094
2031	270,124	230,538	500,662
2032	235,915	264,323	500,238
2033	106,205	84,182	190,387
2034	127,605	78,225	205,830
2035	118,675	71,815	190,490
2036	126,070	65,560	191,630
2037	124,600	58,913	183,513
2038	149,460	51,368	200,828
2039	157,890	42,697	200,587
2040	166,800	33,606	200,406
2041	176,070	24,076	200,146
2042	185,860	14,473	200,333
2043	195,275	4,882	200,157
TOTAL	<u>\$6,058,398</u>	<u>\$5,633,923</u>	<u>\$11,692,321</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DETAILED SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY — PBC Issues
For the Fiscal Year Ended June 30, 2013
(Thousands of dollars)

Fiscal Year	1/1/1992 1992 Series A			4/1/1993 1993 Series A			3/1/1999 1999 Series B	
	Principal	Interest	Admin Fee	Principal	Interest	Admin Fee	Principal	Interest
2014	\$ 20,850	\$10,120	\$1,350	\$—	\$—	\$1,203	\$ 13,540	\$ 4,918
2015	22,150	8,817	1,350	—	—	1,205	14,320	4,187
2016	22,025	7,433	1,300	—	—	1,200	16,665	3,374
2017	23,325	6,111	1,300	—	—	1,204	17,605	2,474
2018	24,725	4,712	1,300	—	—	1,204	18,605	1,524
2019	26,125	3,228	1,300	—	—	1,208	19,720	518
2020	27,675	1,660	1,300	—	—	—	—	—
2021	—	—	—	—	—	—	—	—
2022	—	—	—	—	—	—	—	—
2023	—	—	—	—	—	—	—	—
2024	—	—	—	—	—	—	—	—
2025	—	—	—	—	—	—	—	—
2026	—	—	—	—	—	—	—	—
2027	—	—	—	—	—	—	—	—
2028	—	—	—	—	—	—	—	—
2029	—	—	—	—	—	—	—	—
2030	—	—	—	—	—	—	—	—
2031	—	—	—	—	—	—	—	—
2032	—	—	—	—	—	—	—	—
2033	—	—	—	—	—	—	—	—
2034	—	—	—	—	—	—	—	—
2035	—	—	—	—	—	—	—	—
2036	—	—	—	—	—	—	—	—
2037	—	—	—	—	—	—	—	—
2038	—	—	—	—	—	—	—	—
2039	—	—	—	—	—	—	—	—
2040	—	—	—	—	—	—	—	—
2041	—	—	—	—	—	—	—	—
2042	—	—	—	—	—	—	—	—
2043	—	—	—	—	—	—	—	—
	<u>\$166,875</u>	<u>\$42,081</u>	<u>\$9,200</u>	<u>\$—</u>	<u>\$—</u>	<u>\$7,224</u>	<u>\$100,455</u>	<u>\$16,995</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

BOND ISSUES OUTSTANDING RELATED TO THE CHICAGO PUBLIC SCHOOLS

For the Fiscal Year Ended June 30, 2013

(Thousands of dollars)

	Date		Interest Rate	Outstanding at June 30, 2012	Issue or (Redeemed)	Outstanding at June 30, 2013
	Issued	Maturity				
Direct Debt (A):						
PBC G.O. Lease Certificate 1992 Series A	1/1/1992	1/1/2020	6.00% to 6.50%	\$186,525	\$(19,650)	\$166,875
PBC Building Revenue Bonds 1993 Series A	4/1/1993	12/1/2018	3.00% to 5.75%	—	—	—
PBC Building Revenue Refunding Bonds 1999 Series B	3/11/1999	12/1/2018	5.00% to 5.25%	113,255	(12,800)	100,455
Unlimited Tax G.O. Bonds Series 1997A	12/3/1997	12/1/2030	5.30% to 5.55%	30,653	(6,907)	23,746
Unlimited Tax G.O. Bonds Series 1998 B-1	10/28/1998	12/1/2031	4.55% to 5.22%	286,396	(10,384)	276,012
Unlimited Tax G.O. Bonds Series 1999A	2/25/1999	12/1/2031	4.30% to 5.30%	467,684	(13,267)	454,417
Unlimited Tax G.O. Bonds Series 2000B (Formerly 2000BCD)	9/7/2000	3/1/2032	Variable	95,100	(3,700)	91,400
Qualified Zone Academy G.O. Bonds Series 2000E	12/19/2000	12/18/2013	0.00%	13,390	—	13,390
Qualified Zone Academy G.O. Bonds Series 2001B	10/24/2001	10/23/2015	0.00%	9,440	—	9,440
Unlimited Tax G.O. Bonds Series 2002A	9/24/2002	12/1/2022	3.00% to 5.25%	40,225	(2,405)	37,820
Unlimited Tax G.O. Bonds Series 2003A	2/13/2003	12/1/2016	2.50% to 5.25%	6,795	(6,795)	—
Qualified Zone Academy G.O. Bonds Series 2003C	10/28/2003	10/27/2017	0.00%	4,585	—	4,585
Unlimited Tax G.O. Bonds Series 2004A	4/6/2004	12/1/2020	4.00% to 5.00%	202,420	—	202,420
Unlimited Tax G.O. Bonds Series 2004FGH	12/9/2004	3/1/2032	4.00% to 6.00%	12,240	(270)	11,970
Unlimited Tax G.O. Bonds Series 2005AB	6/27/2005	3/1/2031	5.00% to 5.50%	246,180	—	246,180
Qualified Zone Academy G.O. Bonds Series 2006A	6/7/2006	6/1/2021	0.00%	6,853	—	6,853



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

BOND ISSUES OUTSTANDING RELATED TO THE CHICAGO PUBLIC SCHOOLS (continued)

For the Fiscal Year Ended June 30, 2013

(Thousands of dollars)

	Date		Interest Rate	Outstanding at June 30, 2012	Issue or (Redeemed)	Outstanding at June 30, 2013
	Issued	Maturity				
Unlimited Tax G.O. Bonds Series 2006B	9/27/2006	12/1/2036	4.25% to 5.00%	\$ 320,775	\$ (14,900)	\$ 305,875
Unlimited Tax G.O. Bonds Series 2007BC	9/5/2007	12/1/2024	4.125% to 5.00%	203,385	(345)	203,040
Unlimited Tax G.O. Bonds Series 2007D	12/13/2007	12/1/2029	4.00% to 5.00%	203,865	(16,490)	187,375
Unlimited Tax G.O. Bonds Series 2008A	5/13/2008	12/1/2030	Variable	262,785	—	262,785
Unlimited Tax G.O. Bonds Series 2008B	5/13/2008	12/1/2041	Variable	214,175	(9,000)	205,175
Unlimited Tax G.O. Bonds Series 2008C	5/1/2008	3/1/2032	4.25% to 5.00%	464,655	—	464,655
Unlimited Tax G.O. Bonds Series 2009A	3/18/2009	3/1/2032	Variable	130,000	(130,000)	—
Unlimited Tax G.O. Bonds Series 2009BC	6/25/2009	3/1/2031	Variable	75,410	(75,410)	—
Unlimited Tax G.O. Bonds Series 2009D	7/30/2009	12/1/2023	1.00% to 5.00%	63,210	(10,745)	52,465
Unlimited Tax G.O. Bonds Series 2009E	9/24/2009	12/1/2039	4.682% to 6.14%	518,210	—	518,210
Unlimited Tax G.O. Bonds Series 2009F	9/24/2009	12/1/2016	2.50% to 5.00%	23,750	(11,425)	12,325
Unlimited Tax G.O. Bonds Series 2009G	12/17/2009	12/15/2025	1.75%	254,240	—	254,240
Unlimited Tax G.O. Bonds Series 2010A	2/17/2010	3/1/2035	Variable	48,910	(48,910)	—
Unlimited Tax G.O. Bonds Series 2010B	2/17/2010	3/1/2036	Variable	157,055	(157,055)	—
Unlimited Tax G.O. Bonds Series 2010C	11/2/2010	11/1/2029	6.32%	257,125	—	257,125
Unlimited Tax G.O. Bonds Series 2010D	11/2/2010	3/1/2036	6.52%	125,000	—	125,000
Unlimited Tax G.O. Bonds Series 2010F	11/2/2010	12/1/2031	5.00%	183,750	—	183,750
Unlimited Tax G.O. Bonds Series 2010G	11/2/2010	3/1/2017	2.77% to 4.18%	72,915	—	72,915



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

BOND ISSUES OUTSTANDING RELATED TO THE CHICAGO PUBLIC SCHOOLS (continued)

For the Fiscal Year Ended June 30, 2013

(Thousands of dollars)

	Date		Interest Rate	Outstanding at June 30, 2012	Issue or (Redeemed)	Outstanding at June 30, 2013
	Issued	Maturity				
Unlimited Tax G.O. Bonds Series 2011A	11/1/2011	12/1/2041	5.00% to 5.50%	\$ 402,410	\$ —	\$ 402,410
Unlimited Tax G.O. Bonds Series 2011C	12/20/2011	3/1/2032	Variable	95,100	—	95,100
Unlimited Tax G.O. Bonds Series 2011D	12/16/2011	3/1/2032	Variable	95,000	—	95,000
Unlimited Tax G.O. Bonds Series 2012A	8/21/2012	12/1/2042	5.00%	—	468,915	468,915
Unlimited Tax G.O. Bonds Series 2012B	12/21/2012	12/1/2034	5.00%	—	109,825	109,825
Unlimited Tax G.O. Bonds Series 2013A	5/22/2013	3/1/2036	Variable	—	403,980	403,980
Grand Total Direct Debt				<u>\$5,893,466</u>	<u>\$ 432,262</u>	<u>\$6,325,728</u>

NOTES:

A. Excludes total accreted interest in the following series:

Series	Accreted Interest
1997 A	\$ 31,309
1998B-1	309,081
1999A	241,397
Total	<u>\$581,787</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

TOTAL AUTHORIZED BOND ISSUANCES

As of June 30, 2013

(Thousands of dollars)

Bond Authorization	Amount Authorized	Amount Issued	Lien Closed	Defeased	Principal (1) Outstanding June 30, 2013	Remaining Authorization
1995 COP Board Authorization	\$ 45,000	\$ 45,000	\$ —	\$ 45,000	\$ —	\$ —
1996 Alternate Bond Authorization	1,150,000	850,000 (A)	300,000	850,000	— (A)	—
1997 Alternate Bond Authorization	1,500,000	1,497,703 (B)	—	734,088	763,615 (B)	2,297
1998 Alternate Bond Authorization	900,000	870,195 (C)	—	760,820	109,375 (C)	29,805
2001 Alternate Bond Authorization	500,000	500,000 (D)	—	500,000	— (D)	—
2002 Alternate Bond Authorization	500,000	500,000 (E)	—	462,180	37,820 (E)	—
2004 Alternate Bond Authorization	965,000	965,000 (F)	—	687,144	277,856 (F)	—
2006 Alternate Bond Authorization	750,000	634,258 (G)	—	342,301	291,957 (G)	115,742
2008 Alternate Bond Authorization	1,900,000	1,899,990 (H)	—	182,600	1,717,390 (H)	10
2009 Alternate Bond Authorization	2,300,000	1,906,180 (I)	—	205,965	1,700,215 (I)	393,820
2012 Alternate Bond Authorization	750,000	109,825 (J)	—	—	109,825 (J)	640,175
TOTAL	\$11,260,000	\$9,778,151	\$300,000	\$4,770,098	\$5,008,053	\$1,181,849

1. Debt Reform Act Section 15 of the State of Illinois states that Alternate bonds may, upon meeting certain requirements of the Debt Reform Act, be issued to refund previously issued Alternate Bonds without utilizing additional authorization. CPS has issued five series of refunding bonds which met these requirements: \$202,420 Series 2004A, \$193,585 Series 2005A, \$52,595 Series 2005B, and \$197,765 Series 2007B, and \$403,980 Series 2013A which are not included in the authorization table. Total principal amount outstanding including these series is \$6,058,398.

NOTES:

- A. The total issued and outstanding debt for the 1996 Authorization are the issuances as outlined below:

	Date Issued	Amount Issued	Principal Outstanding
Unlimited Tax G.O. Bonds, Series 1996	4/17/1996	\$350,000	\$—
Unlimited Tax G.O. Bonds, Series 1997	5/7/1997	500,000	—
Total issued and outstanding debt:		<u>\$850,000</u>	<u>\$—</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

TOTAL AUTHORIZED BOND ISSUANCES (continued)

As of June 30, 2013

(Thousands of dollars)

B. The total issued and outstanding debt for the 1997 Authorization are the issuances as outlined below:

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>
Unlimited Tax G.O. Bonds, Series 1997A	12/3/1997	\$ 499,995	\$ 23,746
Unlimited Tax G.O. Bonds, Series 1998	9/24/1998	14,000	—
Unlimited Tax G.O. Bonds, Series 1998 B-1	10/28/1998	328,714	276,012
Unlimited Tax G.O. Bonds, Series 1999A	2/25/1999	532,554	454,417
Unlimited Tax G.O. Bonds, IDFA Series 1999A	12/22/1999	12,000	—
Unlimited Tax G.O. Bonds, Series 2000D	9/7/2000	101,000	—
Unlimited Tax G.O. Bonds, Series 2001B	10/24/2001	9,440	9,440
Total issued and outstanding debt:		<u>\$1,497,703</u>	<u>\$763,615</u>

C. The total issued and outstanding debt for the 1998 Authorization are the issuances as outlined below:

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>
Unlimited Tax G.O. Bonds, PBC Series C of 1999	9/30/1999	\$316,255	\$ —
Unlimited Tax G.O. Bonds, Series 2000A	7/20/2000	106,960	—
Unlimited Tax G.O. Bonds, Series 2000BC	9/7/2000	202,000	91,400
Unlimited Tax G.O. Bonds, Series 2000E	12/19/2000	13,390	13,390
Unlimited Tax G.O. Bonds, Series 2001A	3/1/2001	45,110	—
Unlimited Tax G.O. Bonds, Series 2003C	10/28/2003	4,585	4,585
Unlimited Tax G.O. Refunding Bonds, Series 2004B	4/6/2004	81,895	—
Unlimited Tax G.O. Refunding Bonds, Series 2007A	9/5/2007	100,000	—
Total issued and outstanding debt:		<u>\$870,195</u>	<u>\$109,375</u>

D. The total issued and outstanding debt for the 2001 Authorization are the issuances as outlined below:

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>
Unlimited Tax G.O. Bonds, Series 2001C	12/11/2001	\$217,260	\$—
Unlimited Tax G.O. Bonds, Series 2003A	2/13/2003	75,890	—
Unlimited Tax G.O. Bonds, Series 2003B	2/13/2003	183,775	—
Unlimited Tax G.O. Refunding Bonds, Series 2004B	4/6/2004	23,075	—
Total issued and outstanding debt:		<u>\$500,000</u>	<u>\$—</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

TOTAL AUTHORIZED BOND ISSUANCES (continued)

As of June 30, 2013

(Thousands of dollars)

- E. The total issued and outstanding debt for the 2002 Authorization are the issuances as outlined below:

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>
Unlimited Tax G.O. Bonds, Series 2002A	9/24/2002	\$ 48,970	\$37,820
Unlimited Tax G.O. Bonds, Series 2003D	12/12/2003	257,925	—
Unlimited Tax G.O. Refunding Bonds, Series 2004B	4/6/2004	193,105	—
Total issued and outstanding debt:		<u>\$500,000</u>	<u>\$37,820</u>

- F. The total issued and outstanding debt for the 2004 Authorization are the issuances as outlined below:

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>
Unlimited Tax G.O. Bonds, Series 2004CDE	11/10/2004	\$222,080	\$ —
Unlimited Tax G.O. Bonds, Series 2004FGH	12/9/2004	56,000	11,970
Unlimited Tax G.O. Bonds, Series 2005C	11/15/2005	53,750	—
Unlimited Tax G.O. Bonds, Series 2005DE	12/8/2005	325,000	—
Unlimited Tax G.O. Bonds, Series 2006A	6/7/2006	6,853	6,853
Unlimited Tax G.O. Bonds, Series 2006B	9/27/2006	301,317	259,033
Total issued and outstanding debt:		<u>\$965,000</u>	<u>\$277,856</u>

- G. The total issued and outstanding debt for the 2006 Authorization are the issuances as outlined below:

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>
Unlimited Tax G.O. Bonds, Series 2006B	9/27/2006	\$ 54,488	\$ 46,842
Unlimited Tax G.O. Refunding Bonds, Series 2007A	9/5/2007	162,785	—
Unlimited Tax G.O. Refunding Bonds, Series 2007C	9/5/2007	6,870	5,275
Unlimited Tax G.O. Bonds, Series 2007D	12/13/2007	238,720	187,375
Unlimited Tax G.O. Refunding Bonds, Series 2009B	6/25/2009	75,410	—
Unlimited Tax G.O. Refunding Bonds, Series 2009C	6/25/2009	20,265	—
Unlimited Tax G.O. Refunding Bonds, Series 2009D	7/30/2009	75,720	52,465
Total issued and outstanding debt:		<u>\$634,258</u>	<u>\$291,957</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

TOTAL AUTHORIZED BOND ISSUANCES (continued)

As of June 30, 2013

(Thousands of dollars)

H. The total issued and outstanding debt for the 2008 Authorization are the issuances as outlined below:

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>
Unlimited Tax G.O. Refunding Bonds, Series 2008A	5/13/2008	\$ 262,785	\$ 262,785
Unlimited Tax G.O. Refunding Bonds, Series 2008B	5/13/2008	240,975	205,175
Unlimited Tax G.O. Refunding Bonds, Series 2008C	5/1/2008	464,655	464,655
Unlimited Tax G.O. Refunding Bonds, Series 2009A	3/18/2009	130,000	—
Unlimited Tax G.O. Bonds, Series 2009E	9/24/2009	518,210	518,210
Unlimited Tax G.O. Bonds, Series 2009F	9/24/2009	29,125	12,325
Unlimited Tax G.O. Bonds, Series 2009G	12/17/2009	254,240	254,240
Total issued and outstanding debt:		<u>\$1,899,990</u>	<u>\$1,717,390</u>

I. The total issued and outstanding debt for the 2009 Authorization are the issuances as outlined below:

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>
Unlimited Tax G.O. Refunding Bonds, Series 2010A	2/17/2010	\$ 48,910	\$ —
Unlimited Tax G.O. Refunding Bonds, Series 2010B	2/17/2010	157,055	—
Unlimited Tax G.O. Bonds, Series 2010C	11/2/2010	257,125	257,125
Unlimited Tax G.O. Bonds, Series 2010D	11/2/2010	125,000	125,000
Unlimited Tax G.O. Refunding Bonds, Series 2010F	11/2/2010	183,750	183,750
Unlimited Tax G.O. Refunding Bonds, Series 2010G	11/2/2010	72,915	72,915
Unlimited Tax G.O. Bonds, Series 2011A	11/1/2011	402,410	402,410
Unlimited Tax G.O. Refunding Bonds, Series 2011C	12/20/2012	95,100	95,100
Unlimited Tax G.O. Refunding Bonds, Series 2011D	12/16/2011	95,000	95,000
Unlimited Tax G.O. Refunding Bonds, Series 2012A	8/21/2012	468,915	468,915
Total issued and outstanding debt:		<u>\$1,906,180</u>	<u>\$1,700,215</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

TOTAL AUTHORIZED BOND ISSUANCES (continued)

As of June 30, 2013

(Thousands of dollars)

J. The total issued and outstanding debt for the 2012 Authorization is the issuance as outlined below:

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>
Unlimited Tax G.O. Refunding Bonds, Series 2012B	12/21/2012	\$ 109,825	\$ 109,825
		<u>\$109,825</u>	<u>\$109,825</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

OUTSTANDING DEBT PER CAPITA

Last Ten Fiscal Years

(Thousands of dollars, except per capita)

As of June 30, 2013

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Leases Securing PBC Bonds</u>	<u>Asbestos Abatement Loan</u>	<u>Capital Leases</u>	<u>Note Payable</u>	<u>Total Primary Government</u>
2004	\$3,275,193	\$607,094	\$8,994	\$ —	\$ —	\$3,891,281
2005	3,510,968	476,044	7,574	—	5,500	4,000,086
2006	3,866,956	458,030	6,154	2,975	4,598	4,338,713
2007	4,091,856	435,535	4,885	2,800	3,606	4,538,682
2008	4,276,507	411,690	3,747	2,625	2,516	4,697,085
2009	4,221,497	386,385	2,710	2,450	1,317	4,614,359
2010	4,904,510	359,215	—	2,275	—	5,266,000
2011	5,249,147	330,375	—	2,100	—	5,581,622
2012	5,593,686	299,780	—	1,925	—	5,895,391
2013	6,058,398	267,330	—	1,750	—	6,327,478

Notes:

- (A) Starting in FY2013, CPS will include information about accumulated resources that are restricted to repaying the principal of outstanding general bonded debt. These accumulated resources will be subtracted from the total primary government amount in order to calculate a net total primary amount.
- (B) For all years prior to FY2013, the total net outstanding debt per capita ratio is the total primary government amount divided by population. In FY2013 and thereafter, the per capita ratio is the net total primary government divided by population.



Accumulated Resources Restricted to Repaying the Principal of General Bonded Debt (A)		Net Total Primary Government	Percentage of Personal Income	Percentage of Actual Taxable Value of Property	Population	Total Net Outstanding Debt Per Capita (B)	Total General Obligation Debt Per Capita
\$	n/a	\$3,891,281	3.63%	15.12%	2,896,016	\$1,343.67	\$1,130.93
	n/a	4,000,086	3.50%	15.25%	2,896,016	1,381.24	1,212.34
	n/a	4,338,713	3.57%	13.00%	2,896,016	1,498.17	1,335.27
	n/a	4,538,682	3.46%	13.50%	2,896,016	1,567.22	1,412.93
	n/a	4,697,085	3.49%	13.82%	2,896,016	1,621.91	1,476.69
	n/a	4,614,359	3.45%	14.68%	2,896,016	1,593.35	1,457.69
	n/a	5,266,000	4.31%	17.23%	2,695,598	1,953.56	1,819.45
	n/a	5,581,622	4.41%	18.55%	2,695,598	2,070.64	1,947.30
	n/a	5,895,391	n/a	n/a	2,695,598	2,187.04	2,075.12
	144,852	6,182,626	n/a	n/a	2,695,598	2,293.60	2,247.52



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

As of June 30, 2013

(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Debt limit	\$7,338,200	\$7,629,142	\$8,184,894	\$9,593,382
General obligation	917,855	764,761	711,982	658,947
Less: amount set aside for repayment of bonds	<u>(36,226)</u>	<u>(38,913)</u>	<u>(39,984)</u>	<u>(37,322)</u>
Total net debt applicable to limit (A)	<u>\$ 881,629</u>	<u>\$ 725,848</u>	<u>\$ 671,998</u>	<u>\$ 621,625</u>
Legal debt margin	<u>\$6,456,571</u>	<u>\$6,903,294</u>	<u>\$7,512,896</u>	<u>\$8,971,757</u>
Total net debt applicable to the limit as a percentage of debt limit	12.01%	9.51%	8.21%	6.48%

(A) Pursuant to Section 15 of the Debt Reform Act, this table does not reflect the following bonds because these bond series do not count against the debt limit until the tax levy supporting them is extended for collection:

\$499.9 million Series 1997A	\$262.8 million Series 2008A
\$328.7 million Series 1998B-1	\$240.9 million Series 2008B
\$532.5 million Series 1999A	\$464.7 million Series 2008C
\$101.0 million Series 2000B	\$75.7 million Series 2009D
\$13.4 million Series 2000E	\$547.3 million Series 2009EF
\$9.4 million Series 2001B	\$254.2 million Series 2009G
\$49.0 million Series 2002A	\$257.1 million Series 2010C
\$4.6 million Series 2003C	\$125.0 million Series 2010D
\$205.4 million Series 2004A	\$183.7 million Series 2010F
\$56.0 million Series 2004FGH	\$72.9 million Series 2010G
\$193.5 million Series 2005A	\$402.4 million Series 2011A
\$52.5 million Series 2005B	\$95.1 million Series 2011C
\$6.9 million Series 2006A	\$95.0 million Series 2011D
\$355.8 million Series 2006B	\$468.9 million Series 2012A
\$197.7 million Series 2007B	\$109.8 million Series 2012B
\$6.8 million Series 2007C	\$403.9 million Series 2013A
\$238.7 million Series 2007D	



<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$10,163,860	\$11,175,687	\$11,673,736	\$11,328,763	\$10,367,652	\$9,005,479
606,009	553,134	498,593	446,719	394,793	342,830
<u>(36,238)</u>	<u>(34,719)</u>	<u>(16,042)</u>	<u>(36,440)</u>	<u>(29,917)</u>	<u>(34,790)</u>
<u>\$ 569,771</u>	<u>\$ 518,415</u>	<u>\$ 482,551</u>	<u>\$ 410,279</u>	<u>\$ 364,876</u>	<u>\$ 308,040</u>
<u>\$ 9,594,089</u>	<u>\$10,657,272</u>	<u>\$11,191,185</u>	<u>\$10,918,484</u>	<u>\$10,002,776</u>	<u>\$8,697,439</u>
5.61%	4.64%	4.13%	3.62%	3.52%	3.42%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

As of June 30, 2013

(Thousands of dollars)

<u>Governmental Unit</u>	<u>Debt Outstanding (A)</u>	<u>Estimated Percentage Applicable (B)</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
City of Chicago	\$7,682,223	100.00%	\$ 7,682,223
Chicago Park District	826,090	100.00%	826,090
Cook County	3,673,515	47.92%	1,760,348
Forest Preserve District	187,950	47.92%	90,066
Water Reclamation District	2,498,753	48.91%	1,222,140
Subtotal, overlapping debt			\$11,580,867
Chicago Public Schools Direct Debt			6,327,478
Total Direct and Overlapping Debt			<u>\$17,908,345</u>

Notes:

- (A) Debt outstanding data provided by each governmental unit.
- (B) Assessed value data used to estimate applicable percentage is provided by the Office of the Cook County Clerk. Percentages are calculated by dividing each taxing district's 2012 City of Chicago tax extension within the City of Chicago by the total 2012 Cook County extension for the district.



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

CPS' DEBT RATING HISTORY

CPS has issued \$10.8 billion of general obligation bonds to date, of which \$6.06 billion was outstanding as of June 30, 2013, for the purpose of financing its Capital Improvement Program or refunding outstanding debt. In addition, CPS also has issued general obligation lease obligations with the Public Building Commission (the PBC) securing \$267 million (principal amount) currently outstanding. CPS' current lease obligations to the PBC mature in fiscal year 2020.

Secure Structure: All of the CPS general obligation debt has been issued as alternate revenue bonds. Alternate revenue bonds are secured by at least one other revenue stream in addition to the Board's unlimited tax general obligation pledge. CPS has pledged revenues from Personal Property Replacement Taxes (PPRT), revenues from an Intergovernmental Agreement (IGA) with the City of Chicago, revenues from City Notes and Intergovernmental Agreements with the City of Chicago, and both State Aid and State Grant revenues as alternate revenue sources. The following table indicates which revenues support each of CPS' outstanding general obligation debt issues:

<u>Series</u>	<u>Date Issued</u>	<u>Security Revenue Source</u>	
1997A	12/03/1997	PPRT/IGA	Unlimited Tax Levy
1998B-1	10/28/1998	IGA	Unlimited Tax Levy
1999A	02/25/1999	PPRT/IGA	Unlimited Tax Levy
PBC Series C of 1999	09/22/1999	State Grant/Aid	Unlimited Tax Levy
2000B	09/07/2000	State Aid	Unlimited Tax Levy
2000E	12/19/2000	State Aid	Unlimited Tax Levy
2001B	10/24/2001	State Aid	Unlimited Tax Levy
2002A	09/24/2002	City Note/IGA	Unlimited Tax Levy
2003C	10/28/2003	State Aid	Unlimited Tax Levy
2004A	04/06/2004	PPRT/State Aid	Unlimited Tax Levy
2004G	12/10/2004	City Note/IGA	Unlimited Tax Levy
2005AB	06/27/2005	PPRT/State Aid	Unlimited Tax Levy
2006A	06/07/2006	State Aid	Unlimited Tax Levy
2006B	09/27/2006	State Aid	Unlimited Tax Levy
2007BC	09/05/2007	State Aid	Unlimited Tax Levy
2007D	12/13/2007	State Aid	Unlimited Tax Levy
2008A	05/13/2008	PPRT/IGA	Unlimited Tax Levy
2008B	05/13/2008	State Aid	Unlimited Tax Levy
2008C	05/01/2008	State Aid	Unlimited Tax Levy
2009B	06/25/2009	State Aid	Unlimited Tax Levy
2009D	07/30/2009	State Aid	Unlimited Tax Levy
2009EF	09/24/2009	State Aid	Unlimited Tax Levy
2009G	12/17/2009	State Aid	Unlimited Tax Levy
2010C	11/02/2010	State Aid	Unlimited Tax Levy
2010D	11/02/2010	State Aid	Unlimited Tax Levy
2010F	11/02/2010	State Aid	Unlimited Tax Levy
2010G	11/02/2010	State Aid	Unlimited Tax Levy
2011A	11/01/2011	State Aid	Unlimited Tax Levy
2011C	12/20/2011	State Aid	Unlimited Tax Levy
2011D	12/16/2011	State Aid	Unlimited Tax Levy
2012A	08/21/2012	State Aid	Unlimited Tax Levy
2012B	12/21/2012	State Aid	Unlimited Tax Levy
2013A	05/22/2013	State Aid	Unlimited Tax Levy



CPS Debt Rating History: The following table presents the debt ratings for CPS since 2007. Investors who purchase municipal bonds use debt ratings as an indicator of the financial stability of an organization and consequently the safety and security of the debt sold by that organization. In general, higher credit ratings often result in lower borrowing costs via reduced interest rates paid on municipal bonds. Strong ratings also encourage a wider market and more buyers of municipal bonds. There are three major rating agencies that assign ratings to municipal debt, including the debt issued by CPS.

In the spring of 2010, two of the three major rating agencies changed their municipal ratings scale, recalibrating it to align more closely with the corporate rating scale. Many organizations, including CPS, experienced a strengthening in their ratings as a result. In the spring of 2010, CPS' rating was raised to Aa2 and AA- by Moody's Investor's Service and Fitch Ratings, respectively, while its rating from Standard & Poor's remained the same as 2009 at AA-. Subsequently, when CPS sold bonds in the fall of 2010, Fitch Ratings downgraded CPS' rating to the A+ level, from AA-, and Moody's downgraded CPS' rating to Aa3, when CPS sold bonds in the fall of 2011. In fiscal year 2013, Moody's downgraded CPS to A1 from Aa3 in July 2012, and Standard and Poor's downgraded CPS to A+ from AA- when CPS sold bonds in August 2012. Both Moody's and Fitch downgraded CPS to A2 and A in September and October of 2012 respectively. All three agencies cited the teachers' strike, budget, and pension concerns as rationales for their rating actions. Again in 2013 both Moody's and Fitch downgraded CPS to A3 and A-, respectively. Standard & Poor's affirmed CPS' A+ rating.

CPS' Rating History 2007 - 2013

<u>Name of Agency</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>June 2012</u>	<u>Oct 2012</u>	<u>2013</u>
Standard & Poor's Rating Services	AA-	AA-	AA-	AA-	AA-	AA-	A+	A+
Moody's Investor Services	A1	A1	A1	Aa2	Aa2	Aa3	A2	A3
Fitch Investor Services, L.P.	A+	A+	A+	AA-	A+	A+	A	A-





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CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Calendar Years

<u>Year</u>	<u>City of Chicago Population (A)</u>	<u>Personal Income (\$000's)</u>	<u>Per Capita Income (B)</u>	<u>Median Age (C)</u>	<u>Number of Households (C)</u>
2003	2,896,016	\$102,298,869	\$35,324	32.60	1,067,823
2004	2,896,016	107,239,472	37,030	32.60	1,051,018
2005	2,896,016	114,169,639	39,423	33.14	1,045,282
2006	2,896,016	121,612,400	41,993	33.48	1,042,014
2007	2,896,016	130,986,804	45,230	33.75	1,033,328
2008	2,896,016	134,592,344	46,475	34.13	1,032,746
2009	2,896,016	133,682,995	46,161	34.50	1,037,069
2010	2,695,598	122,140,241	45,311	34.80	1,045,666
2011	2,695,598	126,523,283	46,937	33.20	1,045,666
2012	2,695,598	N/A	N/A	33.10	1,030,076

Notes:

- A. Source: U.S. Census Bureau. The census is conducted decennially at the start of each decade.
- B. Source: Bureau of Economic Analysis. These rates are for Cook County.
- C. Source: World Business Chicago Website
- D. Source: Illinois Workforce Info Center Website



Civilian Labor Force (D)		Employment (D)		
Number	Percent of Population	Number	Percent of Population	Unemployment Rate
1,322,712	45.67%	1,214,943	41.95%	8.10%
1,309,514	45.22%	1,211,707	41.84%	7.50%
1,290,020	44.54%	1,198,659	41.39%	7.10%
1,296,045	44.75%	1,227,320	42.38%	5.30%
1,321,924	45.65%	1,245,876	43.02%	5.80%
1,328,413	45.87%	1,235,459	42.66%	7.00%
1,318,491	45.53%	1,174,785	40.57%	10.90%
1,320,502	48.99%	1,175,029	43.59%	11.00%
1,259,055	46.71%	1,116,216	41.41%	11.30%
1,273,805	47.26%	1,144,896	42.47%	10.10%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

CITY OF CHICAGO PRINCIPAL EMPLOYERS (NON-GOVERNMENT)
Last Seven Years

Employer	2012			2011			2010		
	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
J.P. Morgan Chase (1)	8,168	1	0.76%	7,993	1	0.77%	8,094	1	0.81%
United Airlines	7,521	2	0.70%	6,366	2	0.62%	5,585	2	0.58%
Accenture LLP	5,590	3	0.52%	5,014	4	0.48%	4,224	7	0.32%
Northern Trust	5,448	4	0.51%	5,485	3	0.53%	5,833	3	0.56%
Jewel Food Stores, Inc	4,572	5	0.43%	4,799	5	0.46%	5,307	4	0.52%
Ford Motor Company	4,187	6	0.39%	3,410	10	0.33%	—	—	—
Bank of America NT	3,811	7	0.36%	4,557	6	0.44%	4,668	5	0.44%
ABM Janitorial Midwest, Inc.	3,398	8	0.32%	3,629	9	0.35%	3,840	9	0.30%
American Airlines	3,076	9	0.29%	—	—	—	3,153	10	0.27%
Walgreen's Co.	2,789	10	0.26%	4,429	7	0.43%	4,552	6	0.33%
CVS Corporation	—	—	—	4,159	8	0.40%	4,067	8	0.30%
SBC/AT&T (2)	—	—	—	—	—	—	—	—	—
Bonded Maintenance Company	—	—	—	—	—	—	—	—	—
Deloitte & Touche	—	—	—	—	—	—	—	—	—

Source: City of Chicago, Department of Revenue, Employer's Expense Tax Returns.

NOTES:

Beginning with fiscal year 2006, the Chicago Board of Education will accumulate 10 years of data.

- (1) J.P. Morgan Chase formerly known as Bank One.
- (2) SBC/AT&T formerly known as Ameritech.



Demographic and Economic Information

2009			2008			2007			2006		
Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
8,431	1	0.81%	8,865	1	0.81%	9,114	1	0.73%	8,979	1	0.82%
6,019	2	0.58%	6,403	2	0.58%	6,102	2	0.49%	5,944	2	0.55%
3,341	7	0.32%	4,532	5	0.41%	4,283	5	0.34%	4,470	5	0.41%
5,394	4	0.52%	5,084	4	0.46%	4,787	4	0.38%	4,610	4	0.42%
5,833	3	0.56%	5,977	3	0.55%	5,424	3	0.43%	5,453	3	0.50%
2,764	10	0.27%	3,325	8	0.30%	3,367	8	0.27%	3,480	8	0.32%
4,631	5	0.44%	—	—	—	—	—	—	3,108	10	0.29%
—	—	—	—	—	—	—	—	—	—	—	—
3,394	6	0.33%	3,582	6	0.33%	3,645	7	0.29%	3,750	7	0.34%
—	—	—	—	—	—	—	—	—	—	—	—
3,120	9	0.30%	3,161	9	0.29%	3,120	9	0.25%	—	—	—
3,136	8	0.30%	3,459	7	0.32%	4,002	6	0.32%	3,834	6	0.35%
—	—	—	2,955	10	0.27%	—	—	—	3,298	9	0.30%
—	—	—	—	—	—	2,988	10	0.24%	—	—	—



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

METROPOLITAN CHICAGO TOP PUBLIC COMPANIES RANKED BY 2012 NET REVENUES

(Millions of dollars)

<u>Company Name</u>	<u>2012 Net Revenues</u>	<u>Number of Employees (1)</u>
Archer Daniels Midland Co. (2)	\$90,559.0	30,600
Boeing Co.	81,698.0	174,400
Walgreen Co. (3)	71,633.0	240,000
Caterpillar Inc.	65,875.0	125,341
Abbott Laboratories	39,873.9	91,000
Sears Holding Corp. (4)	39,854.0	274,000
United Continental Holdings Inc.	37,152.0	88,000
Deere & Co. (5)	36,157.1	66,859
Mondelez Internation Inc.	35,015.0	110,000
Allstate Corp.	33,315.0	38,600
McDonald's Corp.	27,567.0	440,000
Exelon Corp.	23,489.0	26,057
Abbvie Inc.	18,380.0	21,500
Kraft Foods Inc.	18,380.0	23,000
Illinois Tool Works, Inc.	17,924.0	60,000
Baxter International Inc.	14,190.0	51,000
Navistar International Corp. (5)	12,948.0	16,900
R.R. Donnelley & Sons Co.	10,221.9	57,000
Catamaran Corp. (6)	9,940.1	3,300
CNA Financial Corp.	9,547.0	7,500

Source: **Crain's Chicago Business**, "Chicago's Largest Public Companies", from May 27, 2013 issue. Copyright 2013 Crain Communications Inc.

1. Most recent employee count available
2. Fiscal year-end changed to December 2012; figures are counted from the four quarters ended Dec. 31.
3. Fiscal year ends in August.
4. Fiscal 2012 ended in February 2013
5. Fiscal year ends in October.
6. Previously listed as SXC Health Solutions Corp.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

GENERAL OPERATING FUND
SCHEDULE OF REVENUES AND EXPENDITURES
CURRENT APPROPRIATIONS AND ACTUAL

For the Fiscal Year Ended June 30, 2013
With Comparative Amounts for the Fiscal Year Ended June 30, 2012
(Thousands of dollars)

	Approved Budget	Transfers In (Out)	Final Appropriations	Fiscal Year 2013 Actual	Variance	Fiscal Year 2012 Actual	2013 Over (Under) 2012
Revenues:							
Property taxes	\$2,052,800	\$ —	\$2,052,800	\$2,157,777	\$ 104,977	\$2,295,178	\$(137,401)
Replacement taxes	105,730	—	105,730	128,212	22,482	126,786	1,426
State aid	1,593,232	—	1,593,232	1,599,424	6,192	1,757,166	(157,742)
Federal aid	910,839	—	910,839	805,983	(104,856)	890,987	(85,004)
Interest and investment income	3,500	—	3,500	2,207	(1,293)	4,363	(2,156)
Other	134,379	—	134,379	132,717	(1,662)	142,160	(9,443)
Total revenues	<u>\$4,800,480</u>	<u>\$ —</u>	<u>\$4,800,480</u>	<u>\$4,826,320</u>	<u>\$ 25,840</u>	<u>\$5,216,640</u>	<u>\$(390,320)</u>
Expenditures:							
Teachers' salaries	\$1,943,785	\$ 97,542	\$2,041,327	\$1,942,007	\$ (99,320)	\$2,026,832	\$ (84,825)
Career service salaries	628,685	43,185	671,870	633,489	(38,381)	618,265	15,224
Energy	84,158	(8,390)	75,768	76,559	791	73,409	3,150
Food	117,452	1,819	119,271	106,650	(12,621)	104,245	2,405
Textbooks	82,353	(11,969)	70,384	68,969	(1,415)	49,147	19,822
Supplies	61,516	6,479	67,995	52,925	(15,070)	45,521	7,404
Other commodities	733	(25)	708	408	(300)	583	(175)
Professional fees	412,115	47,168	459,283	398,064	(61,219)	412,072	(14,008)
Charter schools	425,834	71,348	497,182	498,162	980	424,423	73,739
Transportation	121,609	852	122,461	106,861	(15,600)	109,368	(2,507)
Tuition	59,931	(1,361)	58,570	54,626	(3,944)	55,001	(375)
Telephone and telecommunications	21,289	499	21,788	23,642	1,854	23,451	191
Other services	13,270	3,784	17,054	12,438	(4,616)	11,010	1,428
Equipment — educational	47,836	33,258	81,094	59,654	(21,440)	40,938	18,716
Repairs and replacements	27,120	6,000	33,120	26,449	(6,671)	33,912	(7,463)
Capital outlay	—	44	44	75	31	43	32
Teachers' pension	343,311	2,684	345,995	374,567	28,572	335,657	38,910
Career service pension	100,490	2,009	102,499	102,342	(157)	100,026	2,316
Hospitalization and dental insurance	360,214	(12,229)	347,985	319,792	(28,193)	324,918	(5,126)
Medicare	37,323	1,249	38,572	36,404	(2,168)	34,900	1,504
Unemployment compensation	16,689	282	16,971	9,134	(7,837)	17,141	(8,007)
Workers' compensation	29,799	(706)	29,093	23,967	(5,126)	26,042	(2,075)
Rent	12,091	267	12,358	10,547	(1,811)	11,745	(1,198)
Other fixed charges	214,677	(213,847)	830	8,639	7,809	9,679	(1,040)
Total expenditures	<u>\$5,162,280</u>	<u>\$ 69,942</u>	<u>\$5,232,222</u>	<u>\$4,946,370</u>	<u>\$(285,852)</u>	<u>\$4,888,328</u>	<u>\$ 58,042</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

GENERAL OPERATING FUND
SCHEDULE OF REVENUE — BY PROGRAM
For the Fiscal Year Ended June 30, 2013
(Modified Accrual Basis of Accounting)
(Thousands of dollars)

	Educational Program	Individuals with Disabilities Education Act (IDEA) Program	Other Government Funded Program	Supplementary General State Aid
Revenues:				
Property taxes	\$2,110,135	\$ —	\$ —	\$ —
Replacement taxes	109,094	—	—	—
State aid	907,888	1	96,750	261,434
Federal aid	46,363	106,902	123,009	—
Interest and investment income	2,077	—	—	—
Other	88,477	8	1,533	6,269
Total revenues	<u>\$3,264,034</u>	<u>\$106,911</u>	<u>\$221,292</u>	<u>\$267,703</u>



<u>Elementary and Secondary Education Act (ESEA) Program</u>	<u>School Lunch Program</u>	<u>Workers' and Unemployment Compensation/ Tort Immunity Program</u>	<u>Public Building Commission Operations and Maintenance Program</u>	<u>ARRA American Recovery and Reinvestment Act Program</u>	<u>Total</u>
\$ —	\$ —	\$47,642	\$ —	\$ —	\$2,157,777
—	19,118	—	—	—	128,212
—	7,421	—	325,930	—	1,599,424
264,600	190,093	—	26,632	48,384	805,983
—	—	130	—	—	2,207
—	13,019	4,409	19,002	—	132,717
<u>\$264,600</u>	<u>\$229,651</u>	<u>\$52,181</u>	<u>\$371,564</u>	<u>\$48,384</u>	<u>\$4,826,320</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

GENERAL OPERATING FUND

SCHEDULE OF EXPENDITURES — BY PROGRAM

For the Fiscal Year Ended June 30, 2013

(Modified Accrual Basis of Accounting)

(Thousands of dollars)

	Educational Program	Individuals with Disabilities Education Act (IDEA) Program	Other Government Funded Program	Supplementary General State Aid
Teachers' salaries	\$1,622,493	\$50,737	\$ 85,468	\$ 82,747
Career service salaries	281,976	13,341	33,397	67,420
Energy	266	—	—	—
Food	1,575	15	573	7
Textbooks	30,322	84	3,961	7,508
Supplies	21,939	334	3,377	9,473
Other commodities	270	5	12	83
Professional fees	81,851	2,003	80,221	9,715
Charter schools	437,155	—	4,796	36,131
Transportation	96,867	236	1,677	2,430
Tuition	50,376	1,954	2,292	3
Telephone and telecommunications	5,436	—	—	—
Other services	6,529	126	2,087	1,456
Equipment — educational	29,700	671	5,253	12,652
Repairs and replacements	3,735	13	133	1,914
Capital outlay	75	—	—	—
Teachers' pension	325,859	8,476	13,690	12,659
Career service pension	44,862	2,339	5,285	10,117
Hospitalization and dental insurance	219,396	8,068	14,125	19,296
Medicare	26,716	877	1,731	2,316
Unemployment compensation	6,863	238	403	484
Workers' compensation	18,005	623	1,057	1,270
Rent	764	28	317	—
Other fixed charges	(14,060)	363	249	—
Total expenditures	<u>\$3,298,970</u>	<u>\$90,531</u>	<u>\$260,104</u>	<u>\$277,681</u>



Elementary and Secondary Education Act (ESEA) Program	School Lunch Program	Workers' and Unemployment Compensation/ Tort Immunity Program	Public Building Commission Operations and Maintenance Program	ARRA American Recovery and Reinvestment Act Program	Total
\$86,882	\$ 2	\$ —	\$ 1	\$13,677	\$1,942,007
25,534	71,124	43,871	87,615	9,211	633,489
—	—	—	76,293	—	76,559
476	103,972	—	—	32	106,650
23,679	—	2	3,130	283	68,969
6,609	1,121	55	9,435	582	52,925
38	—	—	—	—	408
89,952	1,544	11,731	116,668	4,379	398,064
18,250	—	—	—	1,830	498,162
5,457	24	24	105	41	106,861
1	—	—	—	—	54,626
—	—	—	18,206	—	23,642
1,675	296	5	12	252	12,438
8,500	4	31	327	2,516	59,654
402	—	30	20,222	—	26,449
—	—	—	—	—	75
11,995	1	—	—	1,887	374,567
3,853	12,136	7,044	15,293	1,413	102,342
12,125	22,907	9,190	12,631	2,054	319,792
1,620	973	780	1,052	339	36,404
342	255	153	324	72	9,134
899	668	401	855	189	23,967
43	—	—	9,395	—	10,547
880	14,624	6,558	—	25	8,639
<u>\$299,212</u>	<u>\$229,651</u>	<u>\$79,875</u>	<u>\$371,564</u>	<u>\$38,782</u>	<u>\$4,946,370</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

ANALYSIS OF COMPOUNDED GROWTH OF REVENUES — ALL FUNDS
Last Ten Fiscal Years and 2014 Budget
(Modified Accrual Basis of Accounting)
(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Local revenue:						
Property taxes	\$1,571,065	\$1,639,237	\$1,718,249	\$1,767,760	\$1,813,917	\$1,896,540
Replacement taxes	120,427	145,724	184,700	201,509	215,489	188,503
Investment income	39,501	43,215	71,947	116,907	85,895	43,693
Other	149,253	102,654	163,765	286,230	181,028	253,376
Total local	<u>\$1,880,246</u>	<u>\$1,930,830</u>	<u>\$2,138,661</u>	<u>\$2,372,406</u>	<u>\$2,296,329</u>	<u>\$2,382,112</u>
State revenue:						
General state aid	\$ 853,533	\$ 908,330	\$ 978,672	\$1,040,241	\$1,107,408	\$ 879,658
Teachers' pension	—	65,045	74,922	75,242	75,218	74,845
Capital	127,682	3,061	—	—	—	—
Other	500,233	530,679	549,041	586,102	663,408	557,383
Total state	<u>\$1,481,448</u>	<u>\$1,507,115</u>	<u>\$1,602,635</u>	<u>\$1,701,585</u>	<u>\$1,846,034</u>	<u>\$1,511,886</u>
Federal revenue:						
Elementary and Secondary Education Act (ESEA)	\$ 244,118	\$ 277,610	\$ 273,900	\$ 269,446	\$ 350,515	\$ 369,352
Individuals with Disabilities Education Act (IDEA)	86,289	105,835	99,908	81,721	106,051	95,230
School lunchroom	151,207	145,668	147,899	147,407	150,394	139,096
Medicaid	35,772	26,000	33,422	24,257	31,671	50,758
Other	213,118	207,842	220,502	223,198	237,410	471,144
Total federal	<u>\$ 730,504</u>	<u>\$ 762,955</u>	<u>\$ 775,631</u>	<u>\$ 746,029</u>	<u>\$ 876,041</u>	<u>\$1,125,580</u>
Total revenue	<u>\$4,092,198</u>	<u>\$4,200,900</u>	<u>\$4,516,927</u>	<u>\$4,820,020</u>	<u>\$5,018,404</u>	<u>\$5,019,578</u>
Change in revenue from previous year	\$ 218,137	\$ 108,702	\$ 316,027	\$ 303,093	\$ 198,384	\$ 1,174
Percent change in revenue	5.6%	2.7%	7.5%	6.7%	4.1%	0.0%



<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Budget 2014</u>	<u>Ten Year Compounded Growth Rate</u>	<u>Five Year Compounded Growth Rate</u>
\$2,047,163	\$1,936,655	\$2,352,136	\$2,211,568	\$2,193,418	3.4%	3.0%
152,497	197,762	181,927	185,884	162,520	3.0%	-2.9%
12,483	13,399	20,760	7,303	3,050	-22.6%	-41.3%
359,661	417,516	303,744	322,128	449,659	11.7%	12.2%
<u>\$2,571,804</u>	<u>\$2,565,332</u>	<u>\$2,858,567</u>	<u>\$2,726,883</u>	<u>\$2,808,647</u>	4.1%	3.3%
\$1,001,777	\$1,163,412	\$1,136,472	\$1,094,732	\$1,101,918	2.6%	4.6%
37,551	42,971	10,449	10,931	11,903	N/A	-30.8%
—	2,793	—	—	—	-100.0%	N/A
512,748	740,605	818,980	710,135	729,445	3.8%	5.5%
<u>\$1,552,076</u>	<u>\$1,949,781</u>	<u>\$1,965,901</u>	<u>\$1,815,798</u>	<u>\$1,843,266</u>	2.2%	4.0%
\$ 307,331	\$ 271,859	\$ 283,681	\$ 264,600	\$ 217,584	-1.1%	-10.0%
96,240	88,058	84,385	106,902	105,090	2.0%	2.0%
178,764	175,753	182,836	190,093	201,086	2.9%	7.6%
34,937	72,343	92,736	41,523	52,272	3.9%	0.6%
562,876	536,871	292,313	242,678	356,820	5.3%	-5.4%
<u>\$1,180,148</u>	<u>\$1,144,884</u>	<u>\$ 935,951</u>	<u>\$ 845,796</u>	<u>\$ 932,852</u>	2.5%	-3.7%
<u>\$5,304,028</u>	<u>\$5,659,997</u>	<u>\$5,760,419</u>	<u>\$5,388,477</u>	<u>\$5,584,765</u>	3.2%	2.2%
\$ 284,450	\$ 355,969	\$ 100,422	\$ (371,942)	\$ 196,288		
5.7%	6.7%	1.8%	-6.5%	3.6%		



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

ANALYSIS OF COMPOUNDED GROWTH OF EXPENDITURES—ALL FUNDS
Last Ten Fiscal Years and 2014 Budget
(Modified Accrual Basis of Accounting)
(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Compensation:						
Teachers' salaries	\$1,820,063	\$1,850,403	\$1,916,378	\$1,924,109	\$1,885,400	\$1,975,940
ESP salaries	520,267	515,427	537,346	535,148	559,741	597,533
Total salaries	\$2,340,330	\$2,365,830	\$2,453,724	\$2,459,257	\$2,445,141	\$2,573,473
Teachers' pension	194,511	198,065	247,585	282,488	350,483	392,801
ESP pension	79,498	81,560	87,530	83,317	89,776	93,791
Hospitalization	229,045	230,204	243,003	250,765	260,386	299,206
Medicare	25,480	26,719	29,989	25,279	31,075	33,667
Unemployment insurance	4,711	8,558	6,382	8,236	5,764	8,599
Workers' compensation	16,997	17,953	21,004	24,619	29,757	28,148
Total benefits	\$ 550,242	\$ 563,059	\$ 635,493	\$ 674,704	\$ 767,241	\$ 856,212
Total compensation	\$2,890,572	\$2,928,889	\$3,089,217	\$3,133,961	\$3,212,382	\$3,429,685
Non-compensation:						
Energy	\$ 63,233	\$ 64,647	\$ 70,760	\$ 77,133	\$ 86,759	\$ 92,354
Food	96,712	89,628	85,815	83,798	83,326	89,592
Textbooks	74,377	79,677	71,942	65,772	89,514	86,356
Supplies	42,380	45,210	46,965	45,945	46,030	44,572
Commodities — other	1,306	1,314	1,135	1,072	910	998
Professional fees	226,306	292,517	319,904	322,252	360,277	440,921
Charter schools	66,643	82,537	118,445	141,030	189,006	256,154
Transportation	96,775	93,639	92,589	97,076	102,828	109,351
Tuition	78,582	66,854	62,890	63,103	65,105	63,858
Telephone and telecommunications	6,208	8,635	16,944	13,701	17,671	19,426
Services — other	19,431	11,516	13,104	13,271	13,253	13,935
Equipment	43,315	44,081	38,335	34,614	39,003	34,450
Repairs and replacements	45,353	35,224	35,556	32,973	36,999	34,772
Capital outlays	365,351	389,450	310,821	345,020	463,067	648,314
Rent	7,974	10,393	14,174	12,965	11,020	12,000
Debt service	259,590	315,809	214,652	342,179	282,142	302,206
Other	(2,092)	6,215	5,894	6,429	18,888	13,306
Total non-compensation	\$1,491,444	\$1,637,346	\$1,519,925	\$1,698,333	\$1,905,798	\$2,262,565
Total expenditures	\$4,382,016	\$4,566,235	\$4,609,142	\$4,832,294	\$5,118,180	\$5,692,250
Change in expenditures from previous year	\$ 88,883	\$ 184,219	\$ 42,907	\$ 223,152	\$ 285,886	\$ 574,070
Percent change in expenditures	2.1%	4.2%	0.9%	4.8%	5.9%	11.2%



Operating Information

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Budget 2014</u>	<u>Ten Year Compounded Growth Rate</u>	<u>Five Year Compounded Growth Rate</u>
\$2,026,257	\$2,023,510	\$2,026,832	\$1,942,007	\$1,940,215	0.6%	-0.4%
<u>604,042</u>	<u>610,741</u>	<u>618,265</u>	<u>633,489</u>	<u>621,111</u>	1.8%	0.8%
\$2,630,299	\$2,634,251	\$2,645,097	\$2,575,496	2,561,326	0.9%	-0.1%
475,628	306,111	335,657	374,567	746,077	14.4%	13.7%
96,913	102,158	100,026	102,342	100,407	2.4%	1.4%
311,048	353,878	324,918	319,792	330,346	3.7%	2.0%
34,826	35,004	34,900	36,403	37,862	4.0%	2.4%
16,000	21,992	17,141	9,134	12,424	10.2%	7.6%
<u>28,244</u>	<u>25,859</u>	<u>26,042</u>	<u>23,967</u>	<u>23,893</u>	3.5%	-3.2%
<u>\$ 962,659</u>	<u>\$ 845,002</u>	<u>\$ 838,684</u>	<u>\$ 866,205</u>	<u>\$1,251,009</u>	8.6%	7.9%
<u>\$3,592,958</u>	<u>\$3,479,253</u>	<u>\$3,483,781</u>	<u>\$3,441,701</u>	<u>\$3,812,335</u>	2.8%	2.1%
\$ 78,682	\$ 83,356	\$ 73,409	\$ 76,559	\$ 74,360	1.6%	-4.2%
93,088	93,766	104,245	106,650	100,074	0.3%	2.2%
70,596	70,249	49,147	68,969	31,304	-8.3%	-18.4%
48,046	51,125	45,521	52,925	50,678	1.8%	2.6%
948	478	583	408	620	-7.2%	-9.1%
381,851	450,127	412,072	398,064	391,381	5.6%	-2.4%
326,322	377,755	424,423	498,162	568,243	23.9%	17.3%
109,349	107,530	109,368	106,861	111,776	1.5%	0.4%
62,568	59,102	55,001	54,626	68,444	-1.4%	1.4%
18,199	19,823	23,451	23,643	19,959	12.4%	0.5%
15,688	11,789	11,010	12,439	20,432	0.5%	8.0%
33,661	41,896	40,938	59,654	37,565	-1.4%	1.7%
31,854	37,355	33,912	26,449	20,116	-7.8%	-10.4%
691,774	563,390	576,925	493,532	307,616	-1.7%	-13.9%
12,093	11,941	11,745	10,547	12,697	4.8%	1.1%
386,597	332,097	374,494	390,409	613,100	9.0%	15.2%
<u>17,519</u>	<u>14,402</u>	<u>9,679</u>	<u>8,638</u>	<u>272,290</u>	N/A	82.9%
<u>\$2,378,835</u>	<u>\$2,326,181</u>	<u>\$2,355,923</u>	<u>\$2,388,535</u>	<u>\$2,700,655</u>	6.1%	3.6%
<u>\$5,971,793</u>	<u>\$5,805,434</u>	<u>\$5,839,704</u>	<u>\$5,830,236</u>	<u>\$6,512,990</u>	4.0%	2.7%
\$ 279,543	\$ (166,359)	\$ 34,270	\$ (9,468)	\$ 682,754		
4.9%	-2.8%	0.6%	-0.2%	11.7%		



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES (USES) — ALL FUNDS
Last Ten Fiscal Years and 2014 Budget
(Modified Accrual Basis of Accounting)
(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Revenues:				
Local	\$1,880,246	\$1,930,830	\$2,138,661	\$2,372,406
State	1,481,448	1,507,115	1,602,635	1,701,585
Federal	730,504	762,955	775,631	746,029
Total revenues	\$4,092,198	\$4,200,900	\$4,516,927	\$4,820,020
Total expenditures	4,382,016	4,566,235	4,609,142	4,832,294
Revenues less than expenditures	\$ (289,818)	\$ (365,335)	\$ (92,215)	\$ (12,274)
Other Financing Sources:				
Bond proceeds	\$ 765,995	\$ 529,760	\$ 385,603	\$ 355,805
Net premiums/discounts	21,043	43,450	3,798	14,444
Capital leases	—	—	3,700	—
Insurance proceeds	—	—	—	—
Sales of general capital assets	—	—	7,596	25,673
Payment to bond escrow agent	(534,375)	(282,478)	—	—
Total other financing sources	\$ 252,663	\$ 290,732	\$ 400,697	\$ 395,922
Change in fund balance	\$ (37,155)	\$ (74,603)	\$ 308,482	\$ 383,648
Fund balance — beginning of period	1,157,424	1,120,269	1,045,666	1,354,148
Fund balance — end of period	\$1,120,269	\$1,045,666	\$1,354,148	\$1,737,796
Revenues as a percent of expenditures	93.4%	92.0%	98.0%	99.7%
Composition of fund balance:				
Reserved:				
Reserved for encumbrances	\$ 291,730	\$ 238,238	\$ 323,251	\$ 296,799
Reserved for restricted donations	1,439	1,459	1,503	1,765
Reserved for specific purposes	42,015	43,675	84,388	129,597
Reserved for debt services	385,015	294,700	353,267	264,867
Unreserved:				
Designated to provide operating capital	171,300	190,000	218,400	233,200
Undesignated	228,770	277,594	373,339	811,568
Nonspendable	—	—	—	—
Restricted for grants and donations	—	—	—	—
Restricted for workers' comp/tort immunity	—	—	—	—
Restricted for capital improvement program	—	—	—	—
Restricted for debt service	—	—	—	—
Assigned for educational services	—	—	—	—
Assigned for appropriated fund balance	—	—	—	—
Assigned for debt service	—	—	—	—
Assigned for commitments and contracts	—	—	—	—
Unassigned	—	—	—	—
Total fund balance	\$1,120,269	\$1,045,666	\$1,354,148	\$1,737,796
Unreserved/unassigned fund balance as a percentage of revenues	9.8%	11.1%	13.1%	21.7%
Total fund balance as a percentage of revenues	27.4%	24.9%	30.0%	36.1%

NOTE: The classification of fund balances for FY2011 was modified to comply with GASB 54, which was adopted in July 2010.

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Budget 2014</u>
\$ 2,296,329	\$2,382,112	\$2,571,804	\$2,565,332	\$2,858,567	\$2,726,883	\$2,808,647
1,846,034	1,511,886	1,552,076	1,949,781	1,965,901	1,815,798	1,843,266
876,041	1,125,580	1,180,148	1,144,884	935,951	845,796	932,852
<u>\$ 5,018,404</u>	<u>\$5,019,578</u>	<u>\$5,304,028</u>	<u>\$5,659,997</u>	<u>\$5,760,419</u>	<u>\$5,388,477</u>	<u>\$5,584,765</u>
5,118,180	5,692,250	5,971,793	5,805,434	5,839,704	5,830,236	6,513,045
<u>\$ (99,776)</u>	<u>\$ (672,672)</u>	<u>\$ (667,765)</u>	<u>\$ (145,437)</u>	<u>\$ (79,285)</u>	<u>\$ (441,759)</u>	<u>\$ (928,280)</u>
\$ 1,674,555	\$ 225,675	\$1,083,260	\$ 638,790	\$ 592,510	\$ 982,720	\$ 300,000
41,226	—	6,459	14,700	1,229	47,271	—
—	—	—	—	—	—	—
—	1,155	—	—	—	—	—
6,404	91	—	—	—	723	—
<u>(1,474,081)</u>	<u>(226,408)</u>	<u>(288,704)</u>	<u>(269,483)</u>	<u>(190,100)</u>	<u>(480,597)</u>	<u>—</u>
<u>\$ 248,104</u>	<u>\$ 513</u>	<u>\$ 801,015</u>	<u>\$ 384,007</u>	<u>\$ 403,639</u>	<u>\$ 550,117</u>	<u>\$ 300,000</u>
\$ 148,328	\$ (672,159)	\$ 133,250	\$ 238,570	\$ 324,354	\$ 108,358	
1,578,331	1,726,659	1,054,500	1,187,750	1,426,320	1,750,674	
<u>\$ 1,726,659</u>	<u>\$1,054,500</u>	<u>\$1,187,750</u>	<u>\$1,426,320</u>	<u>\$1,750,674</u>	<u>\$1,859,032</u>	
98.1%	88.2%	88.8%	97.5%	98.6%	92.4%	
\$ 401,281	\$ 211,422	\$ 340,688	\$ —	\$ —	\$ —	
1,826	3,695	5,825	—	—	—	
102,695	101,072	109,163	—	—	—	
272,471	272,273	375,211	—	—	—	
258,000	181,200	—	—	—	—	
690,386	284,838	356,863	—	—	—	
—	—	—	1,972	9,003	6,108	
—	—	—	126,855	69,873	63,434	
—	—	—	91,036	92,680	64,985	
—	—	—	182,884	88,762	169,368	
—	—	—	271,643	332,517	466,966	
—	—	—	289,000	—	—	
—	—	—	181,300	348,900	562,682	
—	—	—	231,413	254,967	269,167	
—	—	—	44,924	110,397	105,664	
—	—	—	5,293	443,575	150,658	
<u>\$ 1,726,659</u>	<u>\$1,054,500</u>	<u>\$1,187,750</u>	<u>\$1,426,320</u>	<u>\$1,750,674</u>	<u>\$1,859,032</u>	
18.9%	9.3%	6.7%	0.1%	7.7%	2.8%	
34.4%	21.0%	22.4%	25.2%	30.4%	34.5%	



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

ANALYSIS OF COMPOUNDED GROWTH OF GENERAL OPERATING FUND REVENUES

Last Ten Fiscal Years and 2014 Budget

(Modified Accrual Basis of Accounting)

(Thousands of Dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Local revenue:					
Property taxes	\$1,520,557	\$1,587,803	\$1,666,118	\$1,716,516	\$1,763,282
Replacement taxes	61,897	94,546	131,639	147,403	159,805
Investment income	18,779	14,003	36,874	61,595	40,905
Other	87,545	85,377	101,129	95,534	96,816
Total local	<u>\$1,688,778</u>	<u>\$1,781,729</u>	<u>\$1,935,760</u>	<u>\$2,021,048</u>	<u>\$2,060,808</u>
State Revenue:					
General state aid	\$ 829,157	\$ 821,699	\$ 868,398	\$ 888,220	\$ 953,783
Teacher pension	—	65,045	74,922	75,233	75,210
Other	500,233	530,679	549,041	586,040	663,358
Total state	<u>\$1,329,390</u>	<u>\$1,417,423</u>	<u>\$1,492,361</u>	<u>\$1,549,493</u>	<u>\$1,692,351</u>
Federal revenue:					
Elementary and Secondary Education Act (ESEA)	\$ 244,118	\$ 277,610	\$ 273,900	\$ 269,446	\$ 350,515
Individuals with Disabilities Education Act (IDEA)	86,289	105,835	99,908	81,721	106,051
School lunch program	151,207	145,668	147,899	147,407	150,394
Medicaid	35,772	26,000	33,422	24,257	31,671
Other	186,435	191,290	202,602	189,132	193,895
Total federal	<u>\$ 703,821</u>	<u>\$ 746,403</u>	<u>\$ 757,731</u>	<u>\$ 711,963</u>	<u>\$ 832,526</u>
Total revenue	<u>\$3,721,989</u>	<u>\$3,945,555</u>	<u>\$4,185,852</u>	<u>\$4,282,504</u>	<u>\$4,585,685</u>
Change in revenue from previous year	\$ 170,437	\$ 223,566	\$ 240,297	\$ 96,652	\$ 303,181
Percentage change in revenue	4.8%	6.0%	6.1%	2.3%	7.1%



Operating Information

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Budget 2014</u>	<u>Ten Year Compounded Growth Rate</u>	<u>Five Year Compounded Growth Rate</u>
\$1,867,350	\$2,035,938	\$1,904,169	\$2,295,178	\$2,157,777	\$2,141,418	3.5%	2.8%
132,819	96,816	172,384	126,786	128,212	105,520	5.5%	-4.5%
21,405	3,084	1,920	4,363	2,207	3,050	-16.6%	-32.3%
102,107	111,985	221,391	142,160	132,717	169,659	6.8%	10.7%
<u>\$2,123,681</u>	<u>\$2,247,823</u>	<u>\$2,299,864</u>	<u>\$2,568,487</u>	<u>\$2,420,913</u>	<u>\$2,419,647</u>	3.7%	2.6%
\$ 700,954	\$ 801,198	\$ 940,693	\$ 989,943	\$ 945,651	\$ 981,818	1.7%	7.0%
74,845	74,922	42,971	10,449	10,931	11,903	N/A	-30.8%
557,383	491,677	710,902	756,774	642,842	627,745	2.3%	2.4%
<u>\$1,333,182</u>	<u>\$1,367,797</u>	<u>\$1,694,566</u>	<u>\$1,757,166</u>	<u>\$1,599,424</u>	<u>\$1,621,466</u>	2.0%	4.0%
\$ 369,352	\$ 307,331	\$ 271,859	\$ 283,681	\$ 264,600	\$ 218,744	-1.1%	-9.9%
95,230	96,240	88,058	84,385	106,902	105,090	2.0%	2.0%
139,096	178,764	175,753	182,836	190,093	201,086	2.9%	7.6%
50,758	34,937	72,343	92,736	41,523	52,272	3.9%	0.6%
468,369	543,140	513,444	247,349	202,865	331,160	5.9%	-6.7%
<u>\$1,122,805</u>	<u>\$1,160,412</u>	<u>\$1,121,457</u>	<u>\$ 890,987</u>	<u>\$ 805,983</u>	<u>\$ 908,352</u>	2.6%	-4.2%
<u>\$4,579,668</u>	<u>\$4,776,032</u>	<u>\$5,115,887</u>	<u>\$5,216,640</u>	<u>\$4,826,320</u>	<u>\$4,949,465</u>	2.9%	1.6%
\$ (6,017)	\$ 196,364	\$ 339,855	\$ 100,753	\$ (390,320)	\$ 123,145		
-0.1%	4.3%	7.1%	2.0%	-7.5%	2.6%		



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

ANALYSIS OF COMPOUNDED GROWTH OF GENERAL OPERATING FUND EXPENDITURES
Last Ten Fiscal Years and 2014 Budget
(Modified Accrual Basis of Accounting)
(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Compensation:						
Teachers' salaries	\$1,820,063	\$1,850,403	\$1,916,378	\$1,924,109	\$1,885,400	\$1,975,940
ESP salaries	520,267	515,427	537,346	535,148	559,741	597,533
Total salaries	<u>\$2,340,330</u>	<u>\$2,365,830</u>	<u>\$2,453,724</u>	<u>\$2,459,257</u>	<u>\$2,445,141</u>	<u>\$2,573,473</u>
Teachers' pension	194,511	198,065	247,585	282,488	350,483	392,801
ESP pension	79,498	81,560	87,530	83,317	89,776	93,791
Hospitalization	229,045	230,204	243,003	250,765	260,386	299,206
Medicare	25,480	26,719	29,989	25,279	31,075	33,667
Unemployment insurance	4,711	8,558	6,382	8,236	5,764	8,599
Workers' compensation	16,997	17,953	21,004	24,619	29,757	28,148
Total benefits	<u>\$ 550,242</u>	<u>\$ 563,059</u>	<u>\$ 635,493</u>	<u>\$ 674,704</u>	<u>\$ 767,241</u>	<u>\$ 856,212</u>
Total compensation	<u>\$2,890,572</u>	<u>\$2,928,889</u>	<u>\$3,089,217</u>	<u>\$3,133,961</u>	<u>\$3,212,382</u>	<u>\$3,429,685</u>
Non-compensation:						
Energy	\$ 63,233	\$ 64,647	\$ 70,760	\$ 77,133	\$ 86,759	\$ 92,354
Food	96,712	89,628	85,815	83,798	83,326	89,592
Textbooks	74,377	79,677	71,942	65,772	89,514	86,356
Supplies	42,380	45,210	46,965	45,945	46,030	44,572
Commodities — other	1,306	1,314	1,135	1,072	910	998
Professional fees	226,306	292,517	319,904	322,252	360,277	440,921
Charter schools	66,643	82,537	118,445	141,030	189,006	256,154
Transportation	96,775	93,639	92,589	97,076	102,828	109,351
Tuition	78,582	66,854	62,890	63,103	65,105	63,858
Telephone and telecommunications	6,208	8,635	16,944	13,701	17,671	19,426
Services — other	19,431	11,516	13,104	13,271	13,253	13,935
Equipment	43,315	44,081	38,335	34,614	39,003	34,450
Repairs and replacements	45,353	35,224	35,556	32,973	36,999	34,772
Capital outlays	15	—	4	5	10	12
Rent	7,974	10,393	14,174	12,965	11,020	12,000
Debt service	1,420	1,420	1,420	1,269	21,704	1,037
Other	(2,092)	6,215	5,894	6,429	18,888	13,306
Total non-compensation	<u>\$ 867,938</u>	<u>\$ 933,507</u>	<u>\$ 995,876</u>	<u>\$1,012,408</u>	<u>\$1,182,303</u>	<u>\$1,313,094</u>
Total expenditures	<u>\$3,758,510</u>	<u>\$3,862,396</u>	<u>\$4,085,093</u>	<u>\$4,146,369</u>	<u>\$4,394,685</u>	<u>\$4,742,779</u>
Change in expenditures from previous year	\$ 163,069	\$ 103,886	\$ 222,697	\$ 61,276	\$ 248,316	\$ 348,094
Percent change in expenditures	4.5%	2.8%	5.8%	1.5%	6.0%	7.9%



2010	2011	2012	2013	Budget 2014	Ten Year Compounded Growth Rate	Five Year Compounded Growth Rate
\$2,026,257	\$2,023,510	\$2,026,832	\$1,942,007	\$1,940,215	0.6%	-0.4%
604,042	610,741	618,265	633,489	621,111	1.8%	0.8%
<u>\$2,630,299</u>	<u>\$2,634,251</u>	<u>\$2,645,097</u>	<u>\$2,575,496</u>	<u>\$2,561,326</u>	0.9%	-0.1%
475,628	306,111	335,657	374,567	746,077	14.4%	13.7%
96,913	102,158	100,026	102,342	100,407	2.4%	1.4%
311,048	353,878	324,918	319,792	330,346	3.7%	2.0%
34,826	35,004	34,900	36,404	37,862	4.0%	2.4%
16,000	21,992	17,141	9,134	12,424	10.2%	7.6%
28,244	25,859	26,042	23,967	23,893	3.5%	-3.2%
<u>\$ 962,659</u>	<u>\$ 845,002</u>	<u>\$ 838,684</u>	<u>\$ 866,206</u>	<u>\$1,251,009</u>	8.6%	7.9%
<u>\$3,592,958</u>	<u>\$3,479,253</u>	<u>\$3,483,781</u>	<u>\$3,441,702</u>	<u>\$3,812,335</u>	2.8%	2.1%
\$ 78,682	\$ 83,356	\$ 73,409	\$ 76,559	\$ 74,360	1.6%	-4.2%
93,088	93,766	104,245	106,650	100,073	0.3%	2.2%
70,596	70,249	49,147	68,969	31,304	-8.3%	-18.4%
48,046	51,125	45,521	52,925	50,678	1.8%	2.6%
948	478	583	408	620	-7.2%	-9.1%
381,851	450,127	412,072	398,064	391,381	5.6%	-2.4%
326,322	377,755	424,423	498,162	568,243	23.9%	17.3%
109,349	107,530	109,368	106,861	111,776	1.5%	0.4%
62,568	59,102	55,001	54,626	68,444	-1.4%	1.4%
18,199	19,823	23,451	23,642	19,959	12.4%	0.5%
15,688	11,789	11,010	12,438	11,533	-5.1%	-3.7%
33,661	41,896	40,938	59,654	37,565	-1.4%	1.7%
31,854	37,355	33,912	26,449	20,116	-7.8%	-10.4%
10	5	43	75	—	-100.0%	-100.0%
12,093	11,941	11,745	10,547	12,697	4.8%	1.1%
2,710	—	—	—	—	-100.0%	-100.0%
17,519	14,402	9,679	8,639	281,189	N/A	84.1%
<u>\$1,303,184</u>	<u>\$1,430,699</u>	<u>\$1,404,547</u>	<u>\$1,504,668</u>	<u>\$1,779,938</u>	7.4%	6.3%
<u>\$4,896,142</u>	<u>\$4,909,952</u>	<u>\$4,888,328</u>	<u>\$4,946,370</u>	<u>\$5,592,273</u>	4.1%	3.4%
\$ 153,363	\$ 13,810	\$ (21,624)	\$ 58,042	\$ 645,903		
3.2%	0.3%	-0.4%	1.2%	13.1%		



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

GENERAL OPERATING FUND REVENUES, EXPENDITURES AND OTHER FINANCING SOURCES (USES)

Last Ten Fiscal Years and 2014 Budget
(Modified Accrual Basis of Accounting)
(Thousands of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Revenues:				
Local	\$1,688,778	\$1,781,729	\$1,935,760	\$2,021,048
State	1,329,390	1,417,423	1,492,361	1,549,493
Federal	703,821	746,403	757,731	711,963
Total revenues	\$3,721,989	\$3,945,555	\$4,185,852	\$4,282,504
Total Expenditures	3,758,510	3,862,396	4,085,093	4,146,369
Revenues less than expenditures	\$ (36,521)	\$ 83,159	\$ 100,759	\$ 136,135
Other financing sources less transfers	15,071	328	4,145	1,904
Change in fund balance	\$ (21,450)	\$ 83,487	\$ 104,904	\$ 138,039
Fund balance — beginning of period	328,956	307,506	390,993	495,897
Fund balance — end of period	\$ 307,506	\$ 390,993	\$ 495,897	\$ 633,936
Revenues as a percent of expenditures	99.0%	102.2%	102.5%	103.3%
Composition of fund balance				
Reserved:				
Reserved for encumbrances	\$ 67,542	\$ 97,313	\$ 102,286	\$ 97,731
Reserved for restricted donations	1,439	1,459	1,503	1,765
Reserved by law for specific purposes	42,015	43,675	84,388	129,597
Unreserved:				
Designated to provide operating capital	171,300	190,000	218,400	233,200
Undesignated	25,210	58,546	89,320	171,643
Nonspendable	—	—	—	—
Restricted for grants and donations	—	—	—	—
Restricted for workers' comp/tort immunity	—	—	—	—
Assigned for educational services	—	—	—	—
Assigned for appropriated fund balance	—	—	—	—
Assigned for commitments and contracts	—	—	—	—
Unassigned	—	—	—	—
Total fund balance	\$ 307,506	\$ 390,993	\$ 495,897	\$ 633,936
Unreserved/unassigned fund balance as a percentage of revenues	5.3%	6.3%	7.4%	9.5%
Total fund balance as a percentage of revenues	8.3%	9.9%	11.8%	14.8%

NOTE: The classification of fund balances for FY2011 was modified to comply with GASB 54, which was adopted in July 2010.

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>Budget 2014</u>
\$2,060,808	\$2,123,681	\$2,247,823	\$2,299,864	\$2,568,487	\$2,420,913	\$2,419,647
1,692,351	1,333,182	1,367,797	1,694,566	1,757,166	1,599,424	1,621,466
832,526	1,122,805	1,160,412	1,121,457	890,987	805,983	908,352
<u>\$4,585,685</u>	<u>\$4,579,668</u>	<u>\$4,776,032</u>	<u>\$5,115,887</u>	<u>\$5,216,640</u>	<u>\$4,826,320</u>	<u>\$4,949,465</u>
4,394,685	4,742,779	4,896,142	4,909,952	4,888,328	4,946,370	5,592,273
\$ 191,000	\$ (163,111)	\$ (120,110)	\$ 205,935	\$ 328,312	\$ (120,050)	\$ (642,808)
3,813	20,389	17,851	109,830	62	439	
<u>\$ 194,813</u>	<u>\$ (142,722)</u>	<u>\$ (102,259)</u>	<u>\$ 315,765</u>	<u>\$ 328,374</u>	<u>\$ (119,611)</u>	
474,783	669,596	526,874	424,615	740,380	1,068,754	
<u>\$ 669,596</u>	<u>\$ 526,874</u>	<u>\$ 424,615</u>	<u>\$ 740,380</u>	<u>\$1,068,754</u>	<u>\$ 949,143</u>	
104.3%	96.6%	97.5%	104.2%	106.7%	97.6%	
\$ 132,684	\$ 110,685	\$ 111,166	\$ —	\$ —	\$ —	
1,826	3,695	5,825	—	—	—	
102,695	101,072	109,163	—	—	—	
—	—	—	—	—	—	
258,000	181,200	—	—	—	—	
174,391	130,222	198,461	—	—	—	
—	—	—	1,972	3,329	1,720	
—	—	—	126,855	69,873	63,434	
—	—	—	91,036	92,680	64,985	
—	—	—	289,000	—	—	
—	—	—	181,300	348,900	562,682	
—	—	—	44,924	110,397	105,664	
—	—	—	5,293	443,575	150,658	
<u>\$ 669,596</u>	<u>\$ 526,874</u>	<u>\$ 424,615</u>	<u>\$ 740,380</u>	<u>\$1,068,754</u>	<u>\$ 949,143</u>	
9.4%	6.8%	4.2%	0.1%	8.5%	3.1%	
14.6%	11.5%	8.9%	14.5%	20.5%	19.7%	



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

SCHEDULE OF TORT EXPENDITURES
As Required Under Section 9-103 (a-5) of the Tort Immunity Act
For the Fiscal Year Ended June 30, 2013

Eligible Expenditures:

Physical Education — Athletic Claims	\$ 124,222
Tort Claims — Administration Fee	615,250
Tort Claims — Major Settlements	360,000
Tort Claims — Casualty	557,317
General Liability Insurance	1,609,596
Property Damage Insurance	2,659,658
Property Loss Reserve Fund	621,549
Compensation and Benefits Management	83,951
Life Safety	13,450
School Safety Administration	886,105
School Safety Services	2,079,715
Student Identification Cards	10,059
Personnel Security Services	51,637,763
Security Police Officers	11,426,525
Central Service Security	4,484,735
Security Services	2,431,102
Risk Management Administration	262,708
Miscellaneous General Charges	12,650
Total Eligible Expenditures	<u>\$79,876,355</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

SCHEDULE OF STUDENT ACTIVITY FUNDS

For the Fiscal Year Ended June 30, 2013

CASH AND INVESTMENTS HELD FOR STUDENT ACTIVITIES

	<u>Beginning Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Amounts Held for Student Activities</u>
Checking:				
Elementary Schools	\$18,189,502	\$32,734,655	\$32,912,097	\$18,012,060
Child Parent Centers	54,954	61,839	54,741	62,052
Alternative Schools	22,805	11,928	8,972	25,761
Middle Schools	687,953	839,459	818,620	708,792
High Schools	14,133,348	32,486,519	31,490,206	15,129,661
	<u>\$33,088,562</u>	<u>\$66,134,400</u>	<u>\$65,284,636</u>	<u>\$33,938,326</u>
Investments:				
Elementary Schools				229,391
High Schools				1,368,328
Total Cash and Investments Held for Student Activities				<u>\$35,536,045</u>

STUDENT FEES

	<u>Graduation Fees (A)</u>	<u>Student Activity Fees (B)</u>	<u>Total</u>
Total Elementary School Fees	\$2,633,123	\$ 3,464,234	\$ 6,097,357
Total Elementary Students	261,638	261,638	261,638
Average Fee per Student	<u>\$ 10.06</u>	<u>\$ 13.24</u>	<u>\$ 23.30</u>
Total High School Fees	\$1,318,023	\$12,078,156	\$13,396,179
Total High School Students	81,735	81,735	81,735
Average Fee per Student	<u>\$ 16.13</u>	<u>\$ 147.77</u>	<u>\$ 163.90</u>

NOTES:

- A. Graduation fees are defined as all mandatory graduation fees, including cap and gown.
- B. Student activity fees are defined as fees collected from students to cover activities and items necessary to complete a given curriculum and fees collected from students to cover the cost of extra-curricular activities and items.



**CHICAGO PUBLIC SCHOOLS
Board of Education of the City of Chicago**

SCHEDULE OF INSURANCE AND INSURANCE SERVICES

<u>Type of Coverage</u>	<u>Provider Broker/ Insurer/TPA</u>	<u>Term From — To</u>	<u>Annual Expense</u>	<u>Coverage Details Limits of Liability</u>
BROKER SERVICES	Mesirow Financial	07/01/12 — 06/30/13	\$ 161,250	Insurance placement and consultation. The contract with Mesirow for these services has been extended and continues.
PROPERTY INSURANCE				
All Risk-Property Insurance layers				
Property Primary I	Lexington Insurance Company	07/01/12 — 06/30/13	\$ 1,997,471	\$45M per occurrence \$50M subject to \$500,000 deductible
Property Primary II	Irons Specialty Insurance Company	07/01/12 — 06/30/13	221,941	\$5M per occurrence \$50M
Property Excess I	Torus Specialty Insurance Company	07/01/12 — 06/30/13	42,162	\$12.5M per occurrence \$50M excess
Property Excess II	Steadfast Insurance (Zurich) Company	07/01/12 — 06/30/13	39,039	\$12.5M per occurrence \$50M excess
Property Excess III	Maiden Specialty Insurance Company	07/01/12 — 06/30/13	42,412	\$15M per occurrence \$50M excess
Property Excess IV	Great American Insurance Company	07/01/12 — 06/30/13	63,000	\$10M per occurrence \$50M excess
Property Excess V	Great American Insurance Company	07/01/12 — 06/30/13	27,000	\$60M per occurrence \$150M excess
Property Excess VI	Lexington Insurance Company	07/01/12 — 06/30/13	57,385	\$52.5M per occurrence \$150M excess
Property Excess VII	Torus Specialty Insurance Company	07/01/12 — 06/30/13	35,133	\$37.5M per occurrence \$150M excess
Terrorism Property and Liability	Hiscox Insurance Company, Inc.	07/01/12 — 06/30/13	133,336	\$50M excess of \$500,000 deductible
Boiler & Machinery Insurance	Federal Insurance Company	07/01/12 — 06/30/13	81,301	\$100M subject \$500,000 deductible
Commercial Crime Insurance				
Primary Crime	Great American Insurance Company	07/01/12 — 06/30/13	38,873	\$10M excess of deductible \$500,000 deductible
Special Crime	Federal Insurance Company	07/01/12 — 06/30/13	9,484	\$5M no deductible
			\$ 2,788,537	Total Property, Crime, and Boiler & Machinery for year end 06/30/13
Property Loss Reserve			580,547	Self-Insurance contents/claim payments
Total Property Program			<u>\$ 3,369,084</u>	



<u>Type of Coverage</u>	<u>Provider Broker/ Insurer/TPA</u>	<u>Term From — To</u>	<u>Annual Expense</u>	<u>Coverage Details Limits of Liability</u>
LIABILITY INSURANCE				
General Liability Primary Cov A	ACE Illinois Union Insurance Company	07/01/12 — 06/30/13	\$ 409,259	\$5M Each Occurrence \$10M Aggregate
School Board Legal, EPL Cov C	ACE Illinois Union Insurance Company	07/01/12 — 06/30/13	Included above	\$5M Each Claim \$10M Aggregate
Miscellaneous Professional Liability Cov D	ACE Illinois Union Insurance Company	07/01/12 — 06/30/13	Included above	\$5M Each Claim \$5M Aggregate
Automobile Liability	ACE Illinois Union Insurance Company	07/01/12 — 06/30/13	Included above	\$5,000,000
Excess Liability I	Allied World Assurance Company	07/01/12 — 06/30/13	389,500	\$10M excess of \$5M xs Self Insured Retention
Excess Liability II	Lexington Insurance Company	07/01/12 — 06/30/13	312,851	\$15M excess of \$15M xs Self Insured Retention
Excess Liability III	Ironshore Specialty Insurance Company	07/01/12 — 06/30/13	265,735	\$20M excess of \$30M xs Self Insured Retention (total \$50M + Self Insured Retention)
Special Events CGL	National Casualty Insurance Company	07/01/12 — 06/30/13	35,505	\$1M no deductible
Special Events Excess CGL	National Casualty Insurance Company	07/01/12 — 06/30/13	11,706	\$5M excess of \$1M no deductible
Fiduciary	National Union Fire Insurance Company of Pittsburg, PA	07/01/12 — 06/30/13	73,750	\$10 million no deductible
Total Liability Insurance Cost			\$ 1,498,306	
Total Insurance Cost			\$ 4,867,390	
SELF INSURANCE PROGRAMS				
General Liability Self Insurance Claims	Cannon Cochran Management Services, Inc	7/01/12 — 06/30/13	\$ 5,449,861	Claim administration services including investigation and adjustment of liability claims; interscholastic, pay medical costs, legal expense and settlements
	Cannon Cochran Management Services, Inc	7/01/12 — 06/30/13	468,000	Administration fees
			\$ 5,917,861	Total General Liability Claims and Expenses



Statistical Section

<u>Type of Coverage</u>	<u>Provider Broker/ Insurer/TPA</u>	<u>Term From – To</u>	<u>Annual Expense</u>	<u>Coverage Details Limits of Liability</u>
Workers' Compensation Claims	Sedgwick Claims Management Services, Inc	07/01/12 — 06/30/13	\$ 1,451,574	Claim administration services including receive and review for compensability all employee accident claims. Review and apply PPO discount to medical claims. Pay indemnity costs for compensable claims. Determine case management needs. Provide claim statistics and establish safety initiatives.
			<u>21,862,648</u>	Amounts paid through escrow accounts to claimants, attorneys, medical treatment and expenses.
			<u>\$ 23,314,222</u>	Total Workers' Compensation Claims and Expenses
Life Safety Line	Various	07/01/12 — 06/30/13	\$ 154,523	Promotes Life Safety programs
Total Self Insured Program			<u><u>\$ 29,386,606</u></u>	



<u>Type of Coverage</u>	<u>Provider Broker/ Insurer/TPA</u>	<u>Term From — To</u>	<u>Annual Expense</u>	<u>Coverage Details Limits of Liability</u>
HEALTH INSURANCE /HMO/PPO				
Medical-Administrative Services	Blue Cross/Blue PPO	07/01/12 — 06/30/13	\$ 3,864,762	PPO Health care for eligible employees and dependents
	United Healthcare PPO	07/01/12 — 06/30/13	1,232,048	PPO Health care for eligible employees and dependents
	United Healthcare PPO w/HRA	07/01/12 — 06/30/13	382,298	PPO and Health Reimbursement Account for eligible employees and dependents
	Blue Cross HMO Illinois	07/01/12 — 06/30/13	4,901,869	HMO Health care for eligible employees and dependents
	United Healthcare HMO (EPO)	07/01/12 — 06/30/13	1,232,048	HMO Health care for eligible employees and dependents
Medical Total Administrative Fees			\$ 11,613,025	
Medical PPO Claim	Blue Cross/Blue Shield of Illinois	07/01/12 — 06/30/13	\$ 88,302,606	PPO Health care for eligible employees and dependents and retirees
	United Healthcare PPO	07/01/12 — 06/30/13	26,413,163	PPO Health care of eligible employees, dependents & retirees
	United Healthcare PPO w/HRA	07/01/12 — 06/30/13	5,061,931	PPO and Health Reimbursement Account for eligible employees and dependents
Medical Total PPO Claims			\$ 119,777,700	
Medical HMO Claims	Blue Cross HMO Illinois	07/01/12 — 06/30/13	\$ 141,794,216	HMO Healthcare for eligible employees and dependents and Claims and Physician Service Fees
	United Healthcare HMO	07/01/12 — 06/30/13	37,822,689	HMO Healthcare for eligible employees and dependents
Medical Total HMO Claims			\$ 179,616,905	
Medical Claims Total		07/01/12 — 06/30/13	\$ 299,394,605	
Medical Claims and Administration		07/01/12 — 06/30/13	\$ 311,007,630	
Managed Mental Health Service	United Behavioral Health	07/01/12 — 06/30/13	\$ 3,297,568	Mental health care for PPO eligible employees and dependents
Utilization Review and Case Management	Encompass	07/01/12 — 06/30/13	\$ 1,096,186	Pre-certification, utilization review and case management for PPO eligible employees and dependents
Prescription Drugs	Caremark	07/01/12 — 06/30/13	\$ 54,078,810	Pharmaceutical services for PPO and HMO eligible employees and dependents
Total Medical Expenses		07/01/12 — 06/30/13	\$ 369,480,194	



Statistical Section

<u>Type of Coverage</u>	<u>Provider Broker/ Insurer/TPA</u>	<u>Term From — To</u>	<u>Annual Expense</u>	<u>Coverage Details Limits of Liability</u>
OTHER INSURANCE				
Dental Insurance	Delta Dental HMO	07/01/12 — 06/30/13	\$ 3,502,508	Dental HMO for eligible employees and dependents
	Delta Dental PPO	07/01/12 — 06/30/13	8,013,190	Dental PPO for eligible employees and dependents
Dental Insurance Total			\$ 11,515,698	
Vision Plan	Vision Service Plan (VSP)	07/01/12 — 06/30/13	\$ 253,569	Vision services for eligible employees and dependents
Term Life Insurance	Standard Life Insurance	07/01/12 — 06/30/13	\$ 1,812,356	Life insurance policy at \$10,000 per eligible employee
Total Dental/Vision/Life			\$ 13,581,623	
Total Health/Life Benefit Expenses			\$ 383,061,817	





Educate • Inspire • Transform



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

SCHEDULE OF CAPITAL IMPROVEMENT PROGRAM — BY ACTIVITY
For the Fiscal Year Ended June 30, 2013
(Millions of dollars)

	<u>2004</u>	<u>2005</u>	<u>2006</u>
Unexpended	\$386.1	\$426.5	\$359.3
Proceeds available from bond issuance	257.3	284.0	389.4
State aid	82.2	3.1	—
Federal aid	26.7	16.6	17.9
Investment income	8.1	13.2	22.4
Other income	11.8	12.2	21.4
Total	<u>\$772.2</u>	<u>\$755.6</u>	<u>\$810.4</u>
Expenditures	360.8	389.0	310.8
Operating transfers in (out)	15.1	(7.3)	(2.8)
Unexpended	\$426.5	\$359.3	\$496.8
Encumbrances	<u>223.6</u>	<u>140.8</u>	<u>220.2</u>
Available balance	<u>\$202.9</u>	<u>\$218.5</u>	<u>\$276.6</u>

Notes:

- (A) The above amounts do not include construction expenditures made by the Public Building Commission.
- (B) Beginning in FY2013, the proceeds available from bond issuance includes both premiums and gross amounts from debt issuances.



<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013 (B)</u>	<u>Total for Last Ten Fiscal Years Ending June 30, 2013</u>
\$496.8	\$ 646.4	\$565.7	\$ 73.9	\$261.6	\$182.2	\$ 88.1	\$ —
370.2	252.5	—	803.8	382.3	402.4	508.9	3,650.8
18.1	0.1	—	—	2.8	1.3	6.9	114.5
34.1	43.5	2.8	12.3	4.4	18.1	13.6	190.0
35.6	25.9	12.5	2.0	2.1	5.5	1.9	129.2
36.6	60.4	127.5	83.1	91.5	54.2	88.0	586.7
<u>\$991.4</u>	<u>\$1,028.8</u>	<u>\$708.5</u>	<u>\$975.1</u>	<u>\$744.7</u>	<u>\$663.7</u>	<u>\$707.4</u>	<u>\$4,671.2</u>
345.0	463.1	634.6	666.7	562.3	576.8	493.4	4,802.5
—	—	—	(46.8)	(0.2)	1.2	(41.6)	(82.4)
<u>\$646.4</u>	<u>\$ 565.7</u>	<u>\$ 73.9</u>	<u>\$261.6</u>	<u>\$182.2</u>	<u>\$ 88.1</u>	<u>\$172.4</u>	<u>\$ (213.7)</u>
199.1	268.6	73.9	229.5	182.2	88.1	172.4	172.4
<u>\$447.3</u>	<u>\$ 297.1</u>	<u>\$ —</u>	<u>\$ 32.1</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (386.1)</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

SCHOOL FOOD SERVICE PROGRAM
Last Five Fiscal Years
(Thousands of dollars)

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
DAYS MEALS SERVED:					
National School Lunch Program	173	173	173	173	181
PUPIL LUNCHES SERVED:					
Paid lunches (regular)	\$ 2,596,483	\$ 2,285,279	\$ 1,909,112	\$ 1,715,302	\$ 1,528,287
Reduced lunches (regular)	3,198,477	2,971,564	2,332,040	2,219,797	1,919,787
Free lunches (regular)	41,759,323	41,870,094	39,495,186	39,439,339	40,730,512
TOTAL PUPIL LUNCHES SERVED	\$47,554,283	\$47,126,937	\$43,736,338	\$43,374,438	\$44,178,586
Daily Average	274,880	272,410	252,811	250,719	244,081
Change from Previous Year	(1,097,724)	(427,346)	(3,390,599)	(361,900)	804,148
Daily Percentage Change	-2.3%	-0.9%	-7.2%	-0.8%	-2.6%
PUPIL BREAKFASTS SERVED:					
Paid breakfasts (regular)	\$ 302,130	\$ 982,044	\$ 1,187,763	\$ 1,852,888	\$ 1,694,160
Reduced breakfasts (regular)	453,628	972,893	957,294	1,276,808	1,023,368
Free breakfasts (regular)	13,432,581	18,289,117	18,908,430	23,935,561	24,138,173
TOTAL PUPIL BREAKFASTS SERVED	\$14,188,339	\$20,244,054	\$21,053,487	\$27,065,257	\$26,855,701
Daily Average	82,014	117,018	121,696	156,447	148,374
Change from Previous Year	786,843	6,055,715	809,433	6,011,770	(209,556)
Daily Percentage Change	5.9%	42.7%	4.0%	28.6%	-5.2%
TOTAL MEALS SERVED					
Daily Average	356,894	389,428	374,508	407,166	392,455
Total Change From Previous Year	(310,881)	5,628,369	(2,581,166)	5,649,870	594,592
Daily Percentage Change	-0.5%	9.1%	-3.8%	8.7%	-3.6%
NUMBER OF ADULT LUNCHES (REGULAR)					
Daily Average	1,185	998	826	662	341
Total Change From Previous Year	(57,937)	(32,438)	(29,792)	(28,249)	(52,842)
Daily Percentage Change	-22.0%	-15.8%	-17.2%	-19.8%	-48.5%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

SCHOOL FOOD SERVICE PROGRAM (continued)
Last Five Fiscal Years
(Thousands of dollars)

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
REVENUE:					
Federal and State Sources	\$152,556	\$192,323	\$189,087	\$196,000	\$197,514
Local Sources	56,767	17,774	17,803	27,645	32,137
Total Revenue	<u>\$209,323</u>	<u>\$210,097</u>	<u>\$206,890</u>	<u>\$223,645</u>	<u>\$229,651</u>
EXPENDITURES:					
Career Service Salaries	\$ 65,941	\$ 66,600	\$ 68,328	\$ 71,007	\$ 71,124
Career Service Pension	10,769	11,140	11,997	12,074	12,136
Hospitalization	24,528	20,597	23,347	22,557	22,907
Food	87,821	91,496	92,093	102,365	103,972
Professional and Special Services	3,037	3,240	2,717	2,167	1,544
Administrative Allocation	14,677	13,629	4,611	9,833	14,624
Other	2,549	3,395	3,797	3,642	3,344
Total Expenditures	<u>\$209,322</u>	<u>\$210,097</u>	<u>\$206,890</u>	<u>\$223,645</u>	<u>\$229,651</u>
Revenues Less Than Expenditures	<u>\$ 1</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
DAILY AVERAGE					
Revenues	\$ 1,210	\$ 1,214	\$ 1,196	\$ 1,293	\$ 1,269
Expenditures	\$ 1,210	\$ 1,214	\$ 1,196	\$ 1,293	\$ 1,269
PERCENTAGE CHANGE					
Revenues	3.6%	0.4%	-1.5%	8.1%	2.7%
Expenditures	6.8%	0.4%	-1.5%	8.1%	2.7%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

ANALYSIS OF UTILITY CONSUMPTION
For Fiscal Year Ended June 30, 2013
With Comparative Amounts for the Period Ended June 30, 2012

	<u>2013 Schools</u>	<u>2013 Administrative Center</u>	<u>Total</u>
<u>Electricity</u>			
Commonwealth Edison			
Total Electricity Charges (A)	\$ 49,419,796	\$ 768,432	\$ 50,188,228
Kilowatt Hours	568,601,988	9,332,045	577,934,033
Charge per Kilowatt Hour	<u>\$ 0.08691</u>	<u>\$ 0.08234</u>	<u>\$ 0.08684</u>
<u>Gas</u>			
Total Gas Charges	\$ 26,217,435	\$ 152,763	\$ 26,370,198
Therms	32,516,161	200,553	32,716,714
Charge per Therm	<u>\$ 0.80629</u>	<u>\$ 0.76171</u>	<u>\$ 0.80602</u>
	<u>2012 Schools</u>	<u>2012 Administrative Center</u>	<u>Total</u>
<u>Electricity</u>			
Commonwealth Edison			
Total Electricity Charges (B)	\$ 49,824,904	\$ 790,872	\$ 50,615,776
Kilowatt Hours	539,323,197	8,960,769	548,283,966
Charge per Kilowatt Hour	<u>\$ 0.09238</u>	<u>\$ 0.08826</u>	<u>\$ 0.09232</u>
<u>Gas</u>			
Total Gas Charges	\$ 22,599,438	\$ 193,949	\$ 22,793,387
Therms	27,061,972	192,718	27,254,690
Charge per Therm	<u>\$ 0.83510</u>	<u>\$ 1.00639</u>	<u>\$ 0.83631</u>

NOTES:

- A. FY2013 electricity and consumption amounts represent amounts that have been billed for supply and delivery during FY2013 and have been paid to Commonwealth Edison as of July 31, 2013.
- B. FY2012 electricity and consumption amounts represent amounts that have been billed for service during FY2012 and have been paid to Commonwealth Edison as of July 31, 2012.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

PROPERTY SALES AND PURCHASES
For the Fiscal Year Ending June 30, 2013

Sales				
<u>Unit Location</u>	<u>Date Acquired</u>	<u>Net Book Value</u>	<u>Gross/Sales Proceeds</u>	<u>Gain/(Loss) on Sale</u>
		\$ —	\$ —	\$ —
		\$ —	\$ —	\$ —

Purchases			
<u>Unit Location</u>	<u>Date Acquired</u>	<u>School</u>	<u>Purchase Cost</u>
5824 S. Wolcott	4/17/2013	Henderson	\$ 1
10350 S. Indianapolis	1/14/2013	Southeast Elementary	811,869
820 W. Addison	3/27/2013	Inter-American	1
7152-7156 S. Ellis	12/4/2012	Revere	1
6001 S. Wabash	12/4/2012	Ross	1
6009-6019 S. Peoria	12/4/2012	Nicholson	1
6405-6407 S. University	12/4/2012	U of C Woodlawn	1
1812-16 W. Monterey	12/4/2012	Morgan Park HS	1
			<u>\$811,876</u>



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

TEACHERS' BASE SALARIES
(Annual School Year Salary)
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Minimum Salary (A)</u>	<u>Median Salary</u>	<u>Maximum Salary (B)</u>	<u>Percent Change (C)</u>
2004	\$35,920	\$50,864	\$65,807	4.00%
2005	37,357	52,898	68,439	4.00%
2006	38,851	55,014	71,177	4.00%
2007	40,405	57,215	74,025	4.00%
2008	42,021	59,504	76,986	4.00%
2009	43,702	62,384	81,065	4.00%
2010	45,450	64,879	84,308	4.00%
2011	47,268	67,974	88,680	4.00%
2012	47,268	68,474	89,680	0.00%
2013	48,686	70,644	92,602	3.00%

NOTES:

- A. The minimum salary represents the minimum amount a CPS teacher with a Bachelor's degree may earn for regular classroom instruction during the school year according to the lane and step salary schedule dependent on education attainment and years of service. Minimum salary excludes pension and hospitalization benefits.
- B. The maximum salary represents the maximum amount a CPS teacher with a Doctoral degree may earn for regular classroom instruction during the school year according to the lane and step salary schedule dependent on educational attainment and years of service. The majority of the Chicago Public Schools Teaching Staff receive the maximum salary due to the 16 years minimum needed to reach the highest pay scale dependent on years of service only. Maximum salary excludes pension and hospitalization benefits.
- C. The percent change is the official CTU (Chicago Teachers Union) agreed to minimum salary increase for that year, net of any changes to the salary schedule or step advances on the pay schedule.



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

TEACHERS' PENSION FUNDING ANALYSIS
Last Five Fiscal Years
(Thousands of dollars)

<u>Fiscal Year</u>	<u>Employer and Employee Contribution</u>	<u>Net Assets of Plan (Fair Market Value)</u>	<u>Unfunded Obligation (Assets at Fair Market Value)</u>	<u>% Funded of Pension Obligation Fund at Year End (Assets at Fair Market Value)</u>	<u>% Unfunded (Assets at Fair Market)</u>
2008	\$350,483	\$12,069,417	\$3,134,324	79.4%	20.6%
2009	392,801	11,493,256	4,189,986	73.3%	26.7%
2010	475,628	10,917,417	5,372,773	67.0%	33.0%
2011	306,111	10,109,315	6,831,312	59.7%	40.3%
2012	335,657	9,364,077	8,011,584	53.9%	46.1%



CHICAGO PUBLIC SCHOOLS
Chicago Board of Education

AVERAGE DAILY ATTENDANCE AND PER PUPIL COSTS
Last Five Fiscal Years

<u>Fiscal Year</u>	<u>School Year</u>	<u>Average Daily Attendance (A)</u>	<u>Operating Expenses Per Pupil (B)</u>	<u>Per Capita Tuition Charge (C)</u>
2009	2008-09	362,618	\$12,880	\$9,519
2010	2009-10	366,851	13,078	9,766
2011	2010-11	364,331	13,616	9,127
2012	2011-12	367,883	13,433	9,462
2013	2012-13	365,974	N/A	N/A

NOTES:

- A. Source: Office of Accountability, Department of Compliance. Includes data related to Pre-K.
- B. Source: Illinois State Board of Education — Operating Expenses Per Pupil is the total operating cost of regular K-12 programs divided by the nine-month average daily attendance. This measure excludes expenditures related to Pre-school, Summer School, Adult Education, Capital Expenditures, and Board Principal and Interest.
- C. Source: Illinois State Board of Education — Per Capita Tuition Charge is the amount a local school district charges as tuition for non-resident students per Section 18-3 of the School Code. It is a reasonable measure of basic education program costs. Per Capita Tuition is calculated by deducting the costs of supplemental programs from operating expenses and dividing the result by the nine- month average daily attendance.





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CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

TOTAL STUDENT MEMBERSHIP

Last Ten Fiscal Years

	<u>2004</u>	<u>2005</u>	<u>2006</u>
Elementary			
Pre-Kindergarten	22,085	21,417	21,205
Kindergarten	31,539	29,986	29,502
Grades 1-3	107,677	101,944	98,157
Grades 4-6	105,633	103,005	100,065
Grades 7-8	<u>63,262</u>	<u>64,205</u>	<u>62,921</u>
Total Elementary	<u>330,196</u>	<u>320,557</u>	<u>311,850</u>
Secondary			
9th Grade	35,813	35,529	36,735
10th Grade	27,925	29,218	29,555
11th Grade	22,347	22,711	23,764
12th Grade	<u>18,138</u>	<u>18,797</u>	<u>19,078</u>
Total Secondary	<u>104,223</u>	<u>106,255</u>	<u>109,132</u>
Grand Total	<u>434,419</u>	<u>426,812</u>	<u>420,982</u>

NOTES:

Source: CPS Performance Website (www.cps.edu/SchoolData/Pages/SchoolData.aspx)



<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
21,363	21,388	23,325	24,370	23,705	24,232	24,507
28,403	27,901	28,975	29,632	28,812	29,594	30,936
95,744	93,853	93,416	92,581	91,899	92,302	91,880
94,235	90,701	89,234	88,695	87,834	87,630	86,966
<u>62,385</u>	<u>62,217</u>	<u>59,839</u>	<u>58,231</u>	<u>56,791</u>	<u>56,520</u>	<u>56,773</u>
<u>302,130</u>	<u>296,060</u>	<u>294,789</u>	<u>293,509</u>	<u>289,041</u>	<u>290,278</u>	<u>291,062</u>
37,514	35,151	34,233	32,877	31,081	30,336	29,812
30,286	31,994	32,177	34,659	33,303	32,230	31,343
23,871	24,608	25,292	25,436	26,277	27,039	26,610
<u>19,893</u>	<u>20,788</u>	<u>21,464</u>	<u>22,798</u>	<u>22,979</u>	<u>24,268</u>	<u>24,634</u>
<u>111,564</u>	<u>112,541</u>	<u>113,166</u>	<u>115,770</u>	<u>113,640</u>	<u>113,873</u>	<u>112,399</u>
<u>413,694</u>	<u>408,601</u>	<u>407,955</u>	<u>409,279</u>	<u>402,681</u>	<u>404,151</u>	<u>403,461</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

TEACHER - TO - STUDENT RATIO

Last Ten Fiscal Years

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Elementary	22.7	20.2	21.7	21.1	20.0	23.5	21.3	23.2	23.3	24.6
Secondary	19.6	16.9	19.3	19.6	16.3	19.5	19.7	19.8	19.2	19.8

Source: Illinois State Board of Education

Note:

Starting in 2009, the ratio includes Charter Schools.



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

SCHEDULE OF GOVERNMENT EMPLOYEES BY FUNCTION

Last Five Fiscal Years

As of June 30, 2013

<u>Functions</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Instruction	28,184	27,612	26,383	25,884	26,909
Support services:					
Pupil support services	4,535	4,879	4,891	4,841	5,010
Administrative support services	1,418	1,154	1,123	1,129	1,063
Facilities support services	1,789	1,698	1,686	1,666	1,633
Instructional support services	3,807	3,642	3,380	3,134	3,311
Food services	3,901	3,630	3,661	3,688	3,562
Community services	387	327	320	326	339
Total government employees	<u>44,021</u>	<u>42,942</u>	<u>41,444</u>	<u>40,668</u>	<u>41,827</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

NUMBER OF SCHOOLS, SCHOOL ENROLLMENT AND HIGH SCHOOL GRADUATES

Last Ten Fiscal Years

	<u>2003-2004</u>	<u>2004-2005</u>	<u>2005-2006</u>
Number of Schools			
Elementary (A)	482	475	475
Special	25	19	18
High School	82	93	98
Vocational/Technical	6	6	12
Charter Schools	<u>18</u>	<u>20</u>	<u>22</u>
Total Schools	<u>613</u>	<u>613</u>	<u>625</u>
School Enrollment (B)			
Elementary (A)	319,966	309,818	298,030
Special	4,937	3,730	3,076
High School	90,888	92,787	88,490
Vocational/Technical	8,135	8,203	15,970
Charter Schools	<u>10,493</u>	<u>12,274</u>	<u>15,416</u>
Total School Enrollment	<u>434,419</u>	<u>426,812</u>	<u>420,982</u>
Number of High School Graduates	<u>16,057</u>	<u>16,487</u>	<u>16,898</u>

NOTES:

Source: <http://www.cps.edu/SchoolData/Pages/SchoolData.aspx>

- A. Elementary schools include the traditional classification of middle schools.
- B. School enrollment includes the number of students in each type of school regardless of the students' grades.



<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>	<u>2009-2010</u>	<u>2010-2011</u>	<u>2011-2012</u>	<u>2012-2013</u>
472	474	474	474	474	473	468
18	17	17	13	12	12	12
93	98	98	109	107	103	98
12	10	10	8	8	8	8
<u>27</u>	<u>28</u>	<u>67</u>	<u>71</u>	<u>82</u>	<u>87</u>	<u>95</u>
<u>622</u>	<u>627</u>	<u>666</u>	<u>675</u>	<u>683</u>	<u>683</u>	<u>681</u>
287,252	279,823	274,875	272,308	264,569	263,540	261,638
3,222	2,846	2,762	2,073	1,940	1,839	1,961
88,487	88,936	90,055	91,390	87,061	85,068	81,735
15,313	14,219	11,251	9,956	8,833	8,226	7,927
<u>19,420</u>	<u>22,777</u>	<u>29,012</u>	<u>33,552</u>	<u>40,278</u>	<u>45,478</u>	<u>50,200</u>
<u>413,694</u>	<u>408,601</u>	<u>407,955</u>	<u>409,279</u>	<u>402,681</u>	<u>404,151</u>	<u>403,461</u>
<u>18,235</u>	<u>20,285</u>	<u>18,972</u>	<u>22,245</u>	<u>20,131</u>	<u>20,914</u>	<u>22,447</u>



CHICAGO PUBLIC SCHOOLS

Chicago Board of Education

SCHOOL INFORMATION DESCRIPTION

The school general information tables contain student and financial data as of June 30, 2013. The following is an explanation of each data element.

<u>COLUMN NAME</u>	<u>DESCRIPTION</u>
Unit Name	School Name
Student Membership	Total membership as of September 30, 2012
Per Pupil Regular Expenditures	Total Fiscal Year 2013 school expenses per student
Per Pupil Capital Expenditures	Total Fiscal Year 2013 capital expenses per student
Per Pupil Supplementary Expenditures	Total Fiscal Year 2013 State, Federal Chapter 1, PL94-142 and desegregation expenses per student at the school (included in Per Pupil Regular Expenditures).



General Information for High Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for High Schools	768	\$11,271	\$ 1,566	\$1,119
ACE Technical Charter HS	482	11,153	195	1,247
Air Force AcademyHS	393	10,118	10,302	895
Alcott HS Humanities	269	—	142	—
Amandla Charter HS	311	12,483	—	2,510
Amundsen HS	1,434	8,933	439	1,218
ASPIRA Charter — Early College	511	10,561	—	1,117
ASPIRA Charter — Ramirez	373	10,402	195	1,340
Austin Business & Enterprise HS	236	12,959	348	1,936
Austin PolyTechnical Academy HS	192	13,241	428	1,435
Bogan Computer Technical HS	1,409	10,447	124	1,294
Bronzeville HS	529	8,747	1,922	1,186
Brooks HS	745	9,718	2,018	1,165
Carver Military Academy HS	531	11,624	25,732	1,407
Chicago International Charter — Northtown	865	10,559	—	886
Chicago International Charter — Ellison	552	10,781	—	1,009
Chicago International Charter — Hawkins	371	11,177	—	1,315
Chicago Math/Science Charter	598	10,618	—	1,110
Chicago Academy For Advanced Technology HS	381	9,910	—	948
Chicago Academy HS	517	9,619	—	1,147
Chicago Excel Academy	86	28,472	—	76
Chicago HS For Agricultural Sciences	629	12,817	—	1,997
Chicago HS For the Arts	583	8,754	9,297	358
Chicago International Charter — Chicago Quest North	298	10,763	—	862
Chicago International Charter — Longwood	1,412	9,772	—	995
Chicago Military Academy HS	466	10,660	—	1,185
Chicago Talent Development HS	286	10,488	—	944
Chicago Virtual Charter	602	9,077	—	447
Chicago Vocational HS	965	13,129	1,293	1,368
Clark Magnet HS	574	11,927	1,708	1,818
Clemente HS	891	13,383	2,226	1,756
Collins Academy HS	433	10,654	477	1,305
Community Services West Academy	160	9,838	—	699
Corliss HS	558	12,728	4,217	1,431
Crane Technical HS	387	14,789	10,710	1,639
Curie HS	3,060	8,970	53	1,394
DeVry Advantage Academy HS	187	7,195	—	1,143
Douglass HS	316	12,620	—	1,792
Dunbar Vocational HS	1,328	9,422	3,540	1,440
Dyett HS	168	19,715	—	1,987
EPIC Academy Charter HS	487	11,014	85	1,161



General Information for High Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for High Schools	768	\$11,271	\$ 1,566	\$1,119
Farragut HS	1,277	10,541	121	1,672
Fenger HS	508	17,115	—	1,870
Henry Ford Academy — Power House HS	360	10,515	6	1,420
Foreman HS	1,572	9,338	126	1,332
Gage Park HS	835	11,431	121	1,542
Sarah E. Goode STEM Academy	244	11,956	28,262	105
Ray Graham Training Center HS	116	37,492	—	1,940
Hancock HS	963	9,721	223	1,152
Harlan HS	1,174	9,413	116	1,604
Harper HS	518	17,724	57	1,819
Hirsch HS	389	13,747	2,311	1,699
Hope College Preparatory HS	507	12,362	1,437	1,792
Hubbard HS	1,639	8,319	222	1,276
Hyde Park HS	1,249	9,648	1,772	1,222
Infinity HS	410	8,643	—	1,000
Instituto Health Sciences Career Academy HS	532	11,145	1	853
Instituto Justice and Leadership Academy Charter HS	168	10,298	—	1,132
Jefferson HS	240	28,009	1	348
Jones College Preparatory HS	883	9,129	72,552	446
Juarez HS	1,790	9,066	75	1,075
Julian HS	1,167	11,160	1	1,222
Kelly HS	2,691	9,041	34	1,350
Kelvyn Park HS	1,037	11,443	132	1,240
Kennedy HS	1,505	9,674	129	958
Kenwood HS	1,839	7,887	271	1,000
King College Preparatory HS	879	10,260	—	774
Lake View HS	1,545	8,685	1,784	1,119
Lane Technical HS	4,270	7,079	249	478
Legal Prep Charter Academy	196	12,779	—	753
Lincoln Park HS	2,233	7,800	503	520
Lindblom Math and Science HS	1,038	9,098	389	609
Manley HS	476	12,940	111	1,632
Marine Military Academy HS	376	10,351	9	989
Marshall HS	677	13,545	294	1,284
Mason HS	60	524	—	—
Mather HS	1,710	8,552	15	1,035
Morgan Park HS	1,449	8,966	9,952	1,031
Multicultural Arts HS	290	9,232	33	1,404
New Millenium HS	538	14,332	2,511	1,853
Noble St. Charter HS	615	12,652	—	1,072



General Information for High Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for High Schools	768	\$11,271	\$ 1,566	\$1,119
Noble St. Charter HS — Chicago Bulls	1,029	9,339	656	989
Noble St. Charter HS — Comer	812	10,544	—	884
Noble St. Charter HS — Englewood	609	10,325	4	1,021
Noble St. Charter HS — Golder	601	10,737	—	1,050
Noble St. Charter HS — Muchin	862	10,222	—	951
Noble St. Charter HS — Prtizker	805	10,517	—	1,043
Noble St. Charter HS — Purple	228	13,334	—	866
Noble St. Charter HS — Rauner	629	10,085	—	916
Noble St. Charter HS — Rowe-Clark	626	10,738	—	994
Noble St. Charter HS — Silver	257	12,808	—	731
Noble St. Charter HS — UIC HS	794	9,569	258	992
North-Grand HS	904	8,938	633	1,278
Northside College Preparatory HS	1,070	8,596	—	289
Northside Learning Center HS	289	26,663	143	1,089
North Lawndale Charter — Christiana	454	14,627	1	1,241
North Lawndale Charter — Collins	419	10,353	421	1,203
Ogden Int HS	763	—	155	—
Orr Academy HS	676	12,756	—	1,459
Walter Payton College Preparatory HS	859	9,132	331	239
Peace & Education Alternative HS	114	26,254	—	1,534
Perspectives Charter — Joslin	366	11,617	—	1,086
Perspectives Charter — CalTech	521	10,514	—	1,094
Perspectives Charter — Calumet HS	808	10,499	14	1,207
Perspectives Charter — IIT	559	11,060	61	1,055
Phillips HS	647	14,900	47	1,453
Phoenix Military Academy HS	429	11,346	—	1,350
Prologue — Joshua Johnston Charter School for Fine Arts and Design	251	9,203	—	521
Prologue Early College HS	228	9,617	—	749
Prosser HS	1,475	8,970	185	1,036
Raby HS	524	11,899	—	1,277
Richards HS	477	13,321	1,791	1,164
Rickover Naval HS	479	9,990	—	961
Robeson HS	591	12,237	741	1,899
Roosevelt HS	1,504	9,706	9,277	1,300
HS of Leadership at South Shore	411	14,292	12,598	2,130
Greater Lawndale HSI For Social Justice	356	9,360	—	1,236
Schurz HS	2,395	8,616	390	1,149
Senn HS	1,045	9,661	935	1,625
Shabazz Charter — DuSable	333	10,647	2,561	1,396



General Information for High Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for High Schools	768	\$11,271	\$ 1,566	\$1,119
Simeon HS	1,529	9,122	959	1,228
Simpson HS	95	22,264	344	2,305
Solorio HS	843	8,338	643	1,183
South Shore International College Preparatory HS	450	12,716	—	1,234
Southside Occupational Academy HS	202	35,291	1,257	1,449
Spry Community Links HS	193	11,005	—	1,168
Steinmetz HS	1,823	9,463	147	1,304
Sullivan HS	812	10,835	208	1,458
Taft HS	3,098	7,264	196	402
TEAM Englewood HS	397	11,756	—	1,502
Tilden Achievement Academy HS	400	19,042	—	2,077
U of C Charter — Woodlawn	607	10,525	61	934
UNO Charter School — Garcia	636	10,704	—	1,115
Uplift Community HS	411	11,512	230	1,507
Urban Prep AcademyYng Men — Garfield Park	430	9,315	68	963
Urban Prep AcademyYng Men — South Shore	405	9,784	—	728
Urban Prep Charter HS	496	9,984	12	930
Jacqueline B Vaughn Occupational HS	209	25,393	269	1,080
VOISE Academy HS	367	9,958	224	1,135
Von Steuben HS	1,654	8,539	108	1,151
George Washington HS	1,562	8,197	—	1,033
Wells HS	611	13,425	16	1,307
Westinghouse College Preparatory	1,116	8,168	6	893
Williams Preparatory School of Medicine	304	10,419	2,805	1,299
World Language HS	371	9,759	—	1,275
Young Women's Leadershp Charter HS	355	10,237	—	1,030
York Alternative HS	339	17,933	—	63
Whitney Young Magnet HS	2,203	7,916	2	308
Youth Connections Charter	4,064	10,540	1	1,046



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Addams	901	7,553	37	1,168
Agassiz	455	10,827	116	873
Albany Park	269	10,422	—	1,213
Alcott	490	14,829	18	404
Aldridge	250	9,924	1,497	1,528
Altgeld	443	9,143	2,938	1,591
Ames	480	8,248	—	1,391
Ariel	559	7,242	—	860
Armour	359	10,870	201	1,235
Armstrong, G.	1,412	7,526	39	1,304
Armstrong, L.	98	15,980	—	1,021
Ashburn	461	9,736	—	1,180
Ashe	394	9,128	752	1,224
ASPIRA Charter — Haugan	578	8,213	—	849
Attucks	275	11,182	41	1,214
Audubon	592	8,299	198	597
Avalon Park	310	11,302	462	2,115
Azuela	935	6,207	—	1,243
Banneker	337	9,041	1,410	1,124
Barnard	262	10,549	679	997
Barry	804	7,498	79	1,150
Barton	643	8,422	1,115	1,260
Bass	336	8,707	1,326	1,429
Bateman	1,039	7,168	85	1,257
Beard	160	34,672	—	449
Beasley Magnet	1,455	6,667	347	1,551
Beaubien	1,165	6,815	78	465
Beethoven	389	9,918	1,942	1,369
Beidler	434	8,805	544	1,465
Belding	665	7,544	454	767
Bell	986	8,592	1,063	128
Belmont-Cragin	613	7,162	—	746
Bennett	468	9,076	—	1,294
Bethune	377	8,857	179	1,141
Black Magnet	476	8,808	—	1,487
Blaine	960	6,981	232	450
Blair	147	33,760	—	523
Bond	478	9,904	3,675	1,400
Bontemps	314	8,446	—	1,141
Boone	767	8,553	906	1,651



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Bouchet	712	8,564	—	1,228
Bradwell	788	8,291	239	1,442
Brennemann	320	11,024	1,074	1,774
Brentano	426	8,000	2,280	1,204
Bridge	1,030	6,627	518	747
Bright	307	10,374	164	1,478
Brighton Park	646	7,966	365	1,518
Bronzeville Lighthouse Charter	471	8,916	89	1,003
Brown, R.	289	10,194	22,977	1,389
Brown, W.	214	13,605	704	1,671
Brownell	299	9,572	22	1,304
Brunson	622	7,760	439	1,629
Buckingham	35	49,067	46	637
Budlong	841	7,961	120	919
Burbank	999	7,928	7,558	1,319
Burke	272	7,854	1,228	990
Burley	572	7,544	975	575
Burnham	268	15,733	3	1,418
Burnside	771	8,242	146	1,526
Burr	350	8,725	164	956
Burroughs	503	8,374	23	1,288
Byrne	664	8,131	50	507
Caldwell	339	8,537	14	1,137
Calhoun North	314	8,984	—	1,207
Calmecca	839	6,603	—	967
Cameron	835	7,963	6,978	1,351
Camras	985	6,485	664	1,053
Canter Middle School	228	10,273	674	1,935
Canty	799	7,219	75	560
Cardenas	657	7,883	548	1,243
Carnegie	692	7,136	495	1,010
Carroll-Rosenwald	557	8,849	—	925
Carson	1,247	6,265	436	1,340
Carter	346	10,226	2,668	1,849
Carver Primary	527	8,927	899	2,557
Casals	463	9,104	8,568	978
Cassell	351	11,160	49	855
Castellanos	545	7,738	731	1,363
Catalyst Charter-Howland	498	8,618	7	1,380



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Catalyst Charter-Circle Rock	529	8,725	—	1,214
Catalyst Charter-Maria	557	9,694	—	798
Cather	237	9,679	1,264	1,443
Chalmers	364	8,155	732	1,151
Chappell	493	9,234	3,652	1,212
Chase	511	9,208	222	1,593
Chavez	937	7,954	21	1,263
Chgo International Charter — Basil	717	9,447	—	1,187
Chgo International Charter — Bond	354	8,861	—	1,067
Chgo International Charter — Bucktown	672	9,351	—	911
Chgo International Charter — Irving Park	527	8,968	—	805
Chgo International Charter — Prairie	406	9,449	—	1,127
Chgo International Charter — South Shore	422	8,976	—	1,159
Chgo International Charter — W. Belden	500	9,626	—	1,069
Chgo International Charter — Washington	448	9,100	—	1,155
Chgo International Charter — Wrightwood	725	8,978	—	1,022
Chicago Acad	601	7,780	600	849
Chicago International Charter — Loomis Primary	587	8,811	—	996
Chopin	267	8,772	1,586	1,164
Christopher	290	25,618	141	814
Claremont	507	10,634	—	1,786
Clark, G. R.	278	11,662	—	1,995
Clay	617	8,118	123	1,283
Cleveland	716	8,255	107	1,026
Clinton	1,125	6,625	476	1,017
Clissold	553	8,942	97	264
Colemon, J.	272	9,277	5	895
Coles	565	8,417	7	1,589
Columbia Explorers	1,052	7,286	—	1,443
Columbus	298	7,850	56	750
Cook	459	10,173	268	1,482
Coonley	716	8,141	532	307
Cooper	703	8,046	73	1,274
Copernicus	325	8,975	298	1,146
Corkery	614	7,471	—	1,151
Courtenay	281	11,353	966	881
Crown	279	10,565	1,275	1,846
Cuffe	458	9,215	—	1,446
Cullen	245	9,722	1,877	950
Curtis	474	9,662	702	1,486



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Daley	754	7,494	11	1,326
Darwin	584	9,702	794	1,621
Davis, Miles	291	11,243	—	2,980
Davis, N.	980	7,755	762	1,258
Dawes	1,051	8,017	—	1,214
De Diego	807	7,285	1,828	1,092
Decatur Classical	280	9,317	87	1,664
Delano	395	9,500	1,113	2,980
Deneen	549	8,828	—	1,232
DePriest	549	9,169	30	1,140
Dett	202	12,928	225	1,606
Dever	844	6,716	73	485
Dewey	334	11,710	1,658	3,917
Dirksen	785	7,250	1,392	670
Disney II	415	7,878	1,218	771
Disney Magnet	1,620	6,912	49	1,167
Dixon	631	7,288	6,722	931
Dodge	433	7,735	—	1,247
Doolittle	295	10,250	2,092	1,354
Dore	640	7,246	1	387
Drake	242	12,285	364	1,149
Drummond	353	10,121	102	2,866
DuBois	174	12,845	—	1,977
Dulles	528	8,478	1,571	1,143
Dumas	331	10,628	1,378	1,709
Dunne	299	10,539	6	2,299
Durkin Park	585	7,921	14,004	1,007
Dvorak	534	7,859	267	1,716
Earhart	247	10,874	—	1,066
Earle	358	8,028	273	1,105
Eberhart	1,694	6,929	—	1,380
Ebinger	704	7,278	355	420
Edgebrook	494	7,179	7,987	81
Edison	269	8,917	98	156
Edison Park	453	7,422	2,698	136
Edwards	1,506	7,361	131	1,295
Ellington	337	10,050	796	1,160
Emmet	458	7,552	1,095	1,355
Emmett Till	492	8,111	135	1,281
Ericson	510	8,263	—	1,749



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Erie Charter	414	9,379	—	1,056
Esmond	339	10,391	1,085	1,169
Everett	312	8,809	—	1,091
Evergreen	400	9,005	—	1,188
Evers	379	8,900	—	1,454
Fairfield	592	7,760	22	1,364
Falconer	1,441	6,797	65	1,219
Faraday	184	10,812	1,378	1,421
Farnsworth	597	10,065	5,011	413
Fermi	237	11,586	1,396	1,113
Fernwood	322	9,042	—	1,386
Field	384	8,115	117	1,260
Finkl	540	8,820	—	1,372
Fiske	220	11,548	245	2,421
Fort Dearborn	429	9,678	2,218	1,764
Foster Park	401	11,460	70	1,487
Franklin Fine Art	365	9,632	128	1,716
Frazier International Magnet	224	12,064	11	1,762
Frazier Preparatory Academy	441	8,220	—	1,205
Fuller	270	9,384	9,313	1,246
Fulton	471	8,329	639	1,124
Funston	623	7,969	65	1,297
Galapagos Charter	365	8,688	959	1,194
Gale	513	10,166	367	1,399
Galileo	603	8,135	2,985	1,493
Gallistel	1,393	7,481	—	1,609
Garfield Park	154	11,876	—	1,454
Garvey, M.	315	9,407	6	1,333
Garvy, J.	772	6,989	1,569	293
Gary	1,194	6,862	336	1,057
Gillespie	638	7,876	151	1,367
Global Citizenship	296	9,526	—	861
Goethe	799	7,360	248	1,075
Goldblatt	236	10,443	22	2,191
Gompers	246	10,955	3,363	2,127
Goodlow Magnet	378	8,882	699	1,936
Goudy	787	8,744	77	1,371
Graham, A.	498	8,673	74	1,204
Gray	1,285	7,514	824	1,161
Greeley	617	8,529	195	1,702



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Green, W.	256	10,090	124	1,270
Greene, N.	622	8,006	3	1,419
Gregory	330	9,807	2,772	1,264
Gresham	341	9,983	5,284	1,423
Grimes	476	8,745	6,563	1,199
Grissom	326	9,446	97	992
Gunsaulus	843	7,845	182	1,886
Haines	691	7,195	97	1,293
Hale	881	7,702	2,208	879
Haley	529	8,315	1,182	1,744
Hamilton	371	9,917	228	659
Hamline	637	8,399	—	1,435
Hammond	469	8,442	1,145	1,257
Hampton	645	8,502	—	1,375
Hanson Park	1,569	8,297	1,511	1,129
Harte	328	9,961	1,626	869
Harvard	441	7,963	1,136	1,326
Haugan	1,268	6,919	25	1,202
Hawthorne	574	7,337	20	927
Hay	582	7,585	366	1,279
Hayt	967	7,429	1,974	1,157
Healy	1,372	6,731	248	1,373
Hearst	363	10,532	7,345	1,144
Hedges	868	7,804	—	1,472
Hefferan	251	10,248	2,653	1,310
Henderson	356	8,956	12,440	1,297
Hendricks	287	10,179	150	1,196
Henry	653	7,191	229	1,220
Henson	252	10,501	—	1,452
Herbert	355	11,813	865	1,340
Hernandez Middle School	990	6,527	—	1,257
Herzl	502	10,538	9,525	2,544
Hibbard	1,214	7,743	63	1,226
Higgins	383	9,248	384	1,576
Hinton	281	9,841	—	1,464
Hitch	554	7,291	77	783
Holden	592	8,733	177	1,387
Holmes	288	9,518	2,174	1,408
Hope Institute	379	12,023	1,922	815
Howe	610	8,132	159	1,159



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Hoyne	271	10,395	—	1,567
Hughes, C.	286	8,671	1,163	1,478
Hughes, L.	417	10,465	757	1,655
Hurley	849	7,380	8	1,390
Inter-American	683	7,325	—	1,302
Irving	451	9,715	265	1,113
Jackson, A.	561	8,149	110	1,438
Jackson, M.	302	12,360	—	1,006
Jahn	471	9,633	—	1,626
Jamieson	832	7,990	560	864
Jenner	317	11,372	489	1,996
Jensen	349	9,140	1,143	1,537
Johnson	402	8,876	1,269	1,359
Joplin	493	8,528	1,137	1,439
Jordan	667	7,922	112	1,571
Jungman	273	10,022	234	1,427
Kanoon Magnet	747	7,429	98	1,506
Keller Magnet	247	9,455	—	42
Kellman	274	9,648	110	2,001
Kellogg	266	12,135	166	522
Kershaw	260	11,057	—	1,161
Key	306	8,811	213	1,261
Kilmer	803	7,960	79	1,109
King EL	284	9,015	253	1,136
Kinzie	703	10,666	—	856
Kipling	429	9,506	—	1,270
KIPP Ascend Charter	665	8,597	355	1,167
Kohn	390	9,149	—	1,272
Kozminski	370	9,108	—	1,419
Kwame Nkrumah	244	8,738	—	823
Lafayette	470	11,578	174	1,408
Lara	548	7,623	600	1,396
LaSalle	577	7,592	112	1,119
Lasalle II	630	9,704	175	1,636
Lavizzo	403	7,894	436	1,238
Lawndale	478	8,452	658	1,451
Lawrence	398	9,248	3,893	1,198
LEARN Charter ES — Butler	624	8,580	—	1,156
LEARN Charter ES — Excel	342	9,194	—	1,255
LEARN Charter ES — South Chicago	344	8,344	—	1,193



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Learn Chrtr — 5th Campus	315	9,053	—	1,126
LEARN Chrtr — North Lawndale	441	9,110	—	1,358
Lee	876	7,527	3,034	1,162
Legacy Charter	503	8,451	—	1,089
Leland	170	12,720	160	1,893
Lenart	319	7,474	8	222
Lewis	569	8,079	12,407	1,378
Libby	544	9,606	273	1,431
Lincoln	781	6,790	791	563
Linne	696	7,892	23	1,070
Little Village	872	7,630	618	1,246
Lloyd	1,289	6,696	515	1,126
Locke, A. Charter	588	8,169	—	981
Locke, J	1,323	7,086	1,050	1,106
Logandale Mid	950	7,564	64	1,239
Lorca	901	6,532	105	1,203
Lovett	488	7,346	201	1,033
Lowell	568	8,743	234	1,327
Lozano Bilingual	311	12,426	251	1,737
Lyon	1,403	6,943	441	1,256
Madero Mid	317	10,896	—	1,173
Madison	280	10,170	794	1,845
Manierre	351	8,884	—	3,544
Mann	457	8,733	—	1,263
Marconi	233	9,800	—	1,924
Marquette	1,332	8,504	2,282	1,158
Marsh	850	8,065	3,382	1,679
Marshall Middle School	431	9,253	7,536	1,373
Mason	485	10,446	—	1,405
May	463	9,479	1,728	1,817
Mayer	599	8,875	—	1,179
Mayo	408	9,760	1,181	1,525
Mays	307	8,579	162	1,352
McAuliffe	733	7,494	—	1,366
McClellan	268	11,807	—	1,231
McCormick	869	7,744	824	1,488
McCutcheon	373	9,914	1,314	1,055
McDade Classical	196	10,203	111	1,915
McDowell	191	10,808	4	979
McKay	845	8,592	—	1,316



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
McNair	395	11,408	7	1,419
McPherson	704	9,547	1,065	943
Melody	293	9,336	39	1,233
Metcalfe	452	8,808	5	1,404
Mireles	834	7,959	—	1,813
Mitchell	345	9,490	131	646
Mollison	237	10,958	1,660	1,457
Monroe	1,115	7,245	52	1,498
Montefiore	27	54,493	1,644	1,141
Montessori Charter — Englewood	92	12,866	—	785
Moos	429	8,412	1	1,301
Morgan	236	12,631	—	1,169
Morrill	836	8,049	188	1,362
Morton	355	9,077	769	1,464
Mozart	791	7,165	140	1,249
Mt Greenwood	963	5,802	911	135
Mt Vernon	305	10,236	11,238	989
Murphy	602	8,481	111	1,471
Murray	523	9,202	3,861	1,778
Namaste Charter	465	9,981	—	948
Nash	392	8,257	12,673	1,357
Natl Teachers Academy	533	9,162	564	1,348
Neil	313	15,954	11	778
Nettelhorst	739	8,065	118	482
New Field	597	9,214	—	1,241
Newberry Magnet	565	8,798	338	1,122
Nicholson	469	9,448	1,482	2,390
Nightingale	1,399	6,897	333	1,116
Ninos Heroes	475	8,015	—	1,101
Nixon	1,099	6,235	99	1,145
Nobel	848	6,526	42	1,177
North River	373	9,417	5	1,104
Northwest Middle School	692	7,833	1,316	1,376
Norwood Park	338	9,702	133	548
Near North Special Education Center	90	33,587	452	976
Ogden	729	16,295	3,128	565
Oglesby	442	9,032	286	1,125
O'Keeffe	576	8,007	1,160	1,208
Onahan	660	7,157	11,361	284
Oriole Park	652	6,778	476	112



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Orozco	621	8,032	—	1,696
Ortiz De Dominguez	768	7,822	1,596	1,198
Otis	471	11,216	1,103	1,793
O'Toole	434	9,481	2,822	1,442
Overton	431	9,517	—	2,821
Owen	240	10,923	324	2,152
Owens	328	10,303	126	1,594
Paderewski	172	10,762	158	868
Palmer	971	6,728	46	883
Park Manor	338	9,228	489	1,312
Parker	836	7,281	787	1,747
Parkman	231	9,659	234	1,264
Parkside	318	9,358	269	1,643
Passages Charter	421	8,834	—	895
Pasteur	1,237	6,957	1,791	1,116
Peabody	266	9,444	149	1,168
Peck	1,564	6,603	4,158	1,195
Peirce	1,009	6,854	115	817
Penn	370	12,555	96	1,218
Perez	379	9,765	77	1,818
Pershing West	240	9,862	1,023	963
Pershing, J. Magnet	249	8,237	396	1,670
Peterson	855	7,487	1,497	865
Piccolo	513	9,706	6,422	1,038
Pickard	641	8,438	119	1,343
Pilsen	486	8,828	2	1,160
Pirie	375	8,869	—	1,725
Plamondon	178	10,257	409	1,204
Plato	468	8,397	6	1,093
Poe Classical	193	9,594	454	1,954
Polaris Charter Academy	391	8,665	—	1,133
Pope	184	11,748	—	1,321
Portage Park	1,116	7,688	146	854
Powell	532	8,542	297	1,397
Prescott	270	8,638	220	658
Prieto	1,022	6,860	—	1,112
Pritzker	676	7,390	233	633
Providence-Englewood Charter — Bunche	455	7,342	5	691
Prussing	664	7,739	—	944
Pulaski	900	6,450	73	1,066



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Pullman	257	10,225	245	1,275
Randolph	538	7,994	—	1,923
Ravenswood	475	11,316	441	743
Ray	676	8,129	753	593
Reavis	279	9,608	1,154	1,532
Reilly	1,177	7,345	284	1,258
Reinberg	854	9,744	137	1,020
Revere	337	7,984	4,663	1,212
Robinson	139	12,582	1,902	1,177
Rogers	737	7,876	5,842	1,019
Roque De Duprey	92	19,264	—	4,504
Ross	344	9,996	—	1,142
Rowe	484	8,628	—	962
Rudolph Learning Center	96	42,294	224	969
Ruggles	414	8,021	163	1,275
Ruiz	931	8,006	—	1,511
Ryder	305	9,410	5,141	867
Ryerson	399	8,233	1,314	1,416
Sabin Magnet	602	8,057	201	1,661
Salazar Bilingual	438	7,763	84	1,163
Sandoval	1,208	6,499	2	1,206
Saucedo	1,258	7,263	232	1,552
Sauganash	560	7,106	1,081	272
Sawyer	1,887	6,112	12	1,232
Sayre	592	6,772	123	1,410
Scammon	893	7,018	136	1,269
Schmid	187	10,604	193	1,127
Schubert	919	7,131	472	1,151
Seward	854	7,555	4,830	1,118
Sexton	359	9,424	1,115	1,357
Shabazz Charter	300	9,273	18	1,171
Shabazz Charter — Sizmore	307	8,063	—	1,206
Sheridan Magnet	537	8,010	150	1,718
Sherman	440	8,236	83	1,457
Sherwood	312	10,335	1,306	1,514
Shields Elem	1,143	7,014	2,094	1,048
Shields Middle	770	6,395	3,227	869
Shoosmith	345	8,527	24	1,173
Shoop	529	8,841	215	1,353
Skinner	846	7,909	3	1,010



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Skinner North	301	7,871	—	1,324
Smith, W.	339	10,391	8,015	1,060
Smyser	1,013	7,049	43	928
Smyth, J.	473	11,040	586	1,365
Solomon	364	10,666	73	478
Songhai	317	11,019	123	1,633
South Loop	815	6,719	70	906
South Shore Fine Art	308	7,513	299	668
Spencer	838	7,438	616	1,577
Spry	757	8,209	126	1,513
Stagg	535	9,015	5,512	1,147
STEM Magnet Academy	292	9,321	686	2,730
Stevenson	1,275	8,173	7,842	1,213
Stewart	256	11,440	197	1,187
Stock	268	13,864	—	84
Stockton	475	11,147	9,417	882
Stone	636	8,199	13	1,353
Stowe	806	8,656	7	1,509
Suder Montessori	388	9,350	1	594
Sullivan	521	9,912	639	1,896
Sumner	375	9,985	2,361	1,439
Sutherland	735	6,871	16	121
Swift	735	7,659	79	1,408
Talcott	558	9,468	129	1,338
Talman	382	8,428	—	905
Tanner	443	8,438	882	1,107
Tarkington	1,073	7,613	19	1,080
Taylor	604	8,277	44	1,312
Telpochcalli	266	12,093	731	1,656
Thorp, J. N.	417	12,493	186	1,438
Thorp, O. A.	832	7,101	9	1,043
Tilton	303	9,941	1,714	1,685
Tonti	979	7,023	788	1,318
Trumbull	389	11,756	194	1,111
Turner-Drew	363	10,161	—	2,446
Twain	1,198	6,369	3	943
U Of C Charter — Donoghue	490	7,972	645	864
U Of C Charter — Nth Kenwood	331	8,534	—	892
U of C Charter — Woodson South	385	9,443	—	1,042
UNO 51st and Homan Charter	574	8,774	—	1,171



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
UNO Charter — Fuentes	562	9,001	—	1,102
UNO Charter — Gage Park	574	9,120	—	1,189
UNO Charter — Las Casas	288	10,132	—	1,242
UNO Charter — Marquez	576	9,217	—	1,176
UNO Charter — Near West	555	9,828	—	869
UNO Charter — Northside	486	10,381	—	907
UNO Charter — Paz	445	9,444	—	1,143
UNO Charter — Tamayo	288	9,533	—	1,184
UNO Charter — Zizumbo	638	8,991	—	1,179
UNO Charter School — Torres	635	8,955	—	1,133
UNO Charter St Marks	270	9,711	—	1,203
Vanderpoel Magnet	306	8,652	118	1,375
Velma Thomas Early Childhood Center	205	10,848	—	283
Vick Early Childhood Center	322	11,624	—	187
Volta	1,006	7,315	77	1,164
Von Humboldt	362	9,505	361	1,825
Wacker	243	9,635	114	1,047
Wadsworth	251	9,250	168	1,319
Walsh	455	8,113	4	1,036
Ward, J.	507	8,654	76	1,413
Ward, L.	398	8,649	—	1,383
Warren	314	9,176	6	1,269
Washington, G.	829	7,573	88	890
Washington, H.	527	9,099	127	1,733
Waters	612	7,053	—	930
Webster	338	10,556	7	2,979
Wells Prep	198	10,059	—	1,480
Wentworth	333	9,265	376	1,325
West Park	680	7,011	—	1,125
West Pullman	301	9,102	120	1,001
West Ridge	709	7,037	—	1,219
Westcott	413	8,029	—	1,338
Whistler	324	10,832	174	1,342
White	137	12,766	162	1,348
Whitney	1,080	7,396	—	1,437
Whittier	385	9,444	108	1,598
Wildwood	420	9,378	80	303
Williams Middle	127	13,266	1,983	999
Williams Multiplex	256	10,320	2,152	959
Woodlawn	244	9,015	—	1,106



General Information for Elementary Schools

Unit Name	Student Memb	Per Pupil Regular Exp	Per Pupil Capital Exp	Per Pupil Suppl Exp
Average for Elementary Schools	544	\$ 9,366	\$ 890	\$1,246
Woods	371	9,376	—	1,284
Woodson South	370	10,902	839	1,151
Yale	186	12,101	14	1,539
Yates	732	9,326	8	1,163
Young	1,121	7,262	244	1,259
Zapata	985	7,626	72	1,271





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Statutory Reporting Section



Independent Auditor's Report on Internal Control Over Financial Reporting And on Compliance and Other Matters Based on an Audit Of Financial Statements Performed in Accordance with Government Auditing Standards

To the Board of Education of the City of Chicago
Chicago Public Schools
Chicago, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Chicago Public Schools (Board of Education of the City of Chicago, the "CPS", a body politic and corporate of the State of Illinois) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise CPS' basic financial statements, and have issued our report thereon dated February 4, 2014. Our report was modified to include an emphasis of matter paragraph regarding the adoption of reporting and disclosure requirements of Governmental Accounting Standards Board Statements No. 63 and 65. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore. Given these limitations, during our audit we did not identify

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any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency (2013-001).

Compliance and Other Matters

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

CPS' Response to Findings

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

Purpose of this Report

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

McGladrey LLP

Chicago, Illinois
February 4, 2014



Statutory Reporting Section



Independent Auditor's Report on Compliance For Each Major Federal Program; Internal Control Over Compliance; and on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

To the Board of Education of the City of Chicago
Chicago Public Schools
Chicago, Illinois

Report on Compliance for Each Major Federal Program

We have audited Chicago Public Schools (Board of Education of the City of Chicago, the "CPS", a body politic and corporate of the State of Illinois)'s compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of CPS's major federal programs for the year ended June 30, 2013. CPS's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, CPS complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

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Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular No. A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2013-002, 2013-003, 2013-004 and 2013-005. Our opinion on each major federal program is not modified with respect to these matters.

CPS's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. CPS's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of CPS is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered CPS's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of CPS's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2013-002, 2013-003, 2013-004 and 2013-005, that we consider to be significant deficiencies.

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

CPS's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. CPS's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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



Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of CPS as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise CPS's basic financial statements. We issued our report thereon dated February 4, 2014, which contained unmodified opinions on those financial statements. Our report was modified to include an emphasis of matter paragraph regarding the adoption of reporting and disclosure requirements of Governmental Accounting Standards Board Statements No. 63 and 65. Our audit was conducted for the purpose of forming opinions on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

We also previously audited, in accordance with auditing standards generally accepted in the United States, CPS's basic financial statements as of and for the year ended June 30, 2012 (not presented herein), and have issued our report thereon dated January 23, 2013, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The schedule of expenditures of federal awards for the year ended June 30, 2012 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2012.

McGladrey LLP

Chicago, Illinois
February 4, 2014





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Statutory Reporting Section

**BOARD OF EDUCATION OF THE CITY OF CHICAGO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2013**

FUNDING SOURCE Program Name	Name of Grant	ISBE Account Number	Federal Catalog Number	Contract Number	Contract Period
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
Passed Through Illinois State Board of Education					
Learn and Serve America — School and Community Based Programs	Learn and Serve America	4910	94.004	12-4910-00	12/08/11-08/31/12
	Generator Go Green Initiative G3	N/A	94.004	09KSNM002	08/01/11-07/31/12
TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Passed Through Chicago Housing Authority					
Distressed Public Housing	Employability Plus	N/A	14.866	AB-0809-001	07/01/10-06/30/11
	Employability Plus	N/A	14.866	AB-0809-001	07/01/11-06/30/12
	Employability Plus	N/A	14.866	AB-0809-001	07/01/12-06/30/13
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION					
Direct Funding					
NASA NRA K-12 Competitive Grant Opportunity	NASA NRA K-12 Competitive Grant Opportunity	N/A	43.001	NNX09AH88A	04/09/09-04/08/13
TOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION					
NATIONAL SECURITY AGENCY					
Direct Funding					
Language Grant Program	Startalk Arabic Language Institute	N/A	12.900	H98230-11-1-0034	04/12/11-02/28/12
		N/A	12.900	H98230-12-1-0030	03/29/12-02/28/13
		N/A	12.900	H98230-13-1-0097	04/22/13-02/28/14
	Startalk Chinese Language Institute	N/A	12.900	H98230-11-1-0033	04/02/11-02/28/12
		N/A	12.900	H98230-12-1-0031	04/02/12-02/28/13
		N/A	12.900	H98230-13-1-0098	04/22/13-02/28/14
TOTAL NATIONAL SECURITY AGENCY					
U.S. DEPARTMENT OF AGRICULTURE					
Passed Through Illinois State Board of Education (ISBE)					
Child Nutrition Cluster					
National School Lunch Program	Lunch Program	4210	10.555	13-4210-00	09/01/11-09/30/13
School Breakfast Program	Breakfast Program	4220	10.553	13-4220-00	09/01/11-09/30/13
Total Child Nutrition Cluster					
Passed Through Illinois State Board of Education (ISBE)					
Child and Adult Care Food Program	Child & Adult Care Food Program	4226	10.558	13-4226-00	09/01/11-09/30/13
Fresh Fruit and Vegetable Program	Fresh Fruits and Vegetables	4240	10.582	12-4240-11	07/01/11-09/30/12
Fresh Fruit and Vegetable Program	Fresh Fruits and Vegetables	4240	10.582	12-4240-12	07/01/11-09/30/12
Food Donation Program	Food Donation Program * Noncash Awards	4228	10.558	N/A	07/01/11-06/30/12
Team Nutrition Grants	Healthier US Challenge	N/A	10.574	N/A	07/01/11-06/30/13
		N/A	10.574	N/A	07/01/12-06/30/14
Total U.S. Department of Agriculture Passed Through Illinois State Board of Education (not including cluster)					
Total U.S. Department of Agriculture Passed Through Illinois State Board of Education (including cluster)					
Passed Through Northwestern Illinois Association					
Team Nutrition Grants	Ilnet Mini Grants	N/A	10.574	N/A	09/01/10-05/31/11
Total U.S. Department of Agriculture Passed Through Northwestern Illinois Association					
Passed Through Illinois Department of Human Services					
Farm to School Grant Program	Farm to School Implementation Grant	N/A	10.575	CN-F2S-IMPL-13-IL-01	12/01/12-11/30/13
Supplemental Nutrition Assistance Program	Homeless Services & Supportive Housing	N/A	10.561	81XQ116000	07/01/11-06/30/12
		N/A	10.561	FCSRE01324	07/01/12-06/30/13
Total U.S. Department of Agriculture Passed Through Illinois Department of Human Services					
TOTAL U.S. DEPARTMENT OF AGRICULTURE					
U.S. DEPARTMENT OF EDUCATION					
Passed Through Illinois State Board of Education (ISBE)					
Education of Homeless Children and Youth Cluster					
Education for Homeless Children and Youth	McKinney Education for Homeless Children	4920	84.196A	13-4920-00	07/01/12-06/30/13
Total Education for Homeless Children and Youth Cluster					



Amount of Grant	Accrued (Deferred) Grant Revenue June 30, 2012	Cash (Received) Refunded July 1, 2012 June 30, 2013	Revenue Recognized July 1, 2012 June 30, 2013	Federal Award Expenditures July 1, 2012 June 30, 2013	Adjustments to Grant Revenue July 1, 2012 June 30, 2013	Accrued (Deferred) Grant Revenue June 30, 2013	Prior Years' Expenditures Through June 30, 2012	Final Status Cumulative Expenditures Through June 30, 2013
\$ 90,218	\$ (22,788)	\$ (62,014)	\$ 84,802	\$ 84,802	\$ —	\$ —	\$ 5,416	\$ 90,218
57,000	39,249	(38,726)	(1,038)	(1,038)	—	(515)	39,249	38,211
\$ 147,218	\$ 16,461	\$ (100,740)	\$ 83,764	\$ 83,764	—	\$ (515)	\$ 44,665	\$ 128,429
\$ 86,000	\$ 25,285	\$ —	\$ —	\$ —	\$ —	\$ 25,285	\$ 86,000	\$ 86,000
86,000	28,941	(3,720)	—	—	—	25,221	84,529	84,529
86,000	—	(74,412)	85,792	85,792	—	11,380	—	85,792
\$ 258,000	\$ 54,226	\$ (78,132)	\$ 85,792	\$ 85,792	\$ —	\$ 61,886	\$ 170,529	\$ 256,321
\$1,499,964	\$ 98,126	\$ (341,082)	\$ 242,956	\$ 242,956	\$ —	\$ —	\$ 1,176,925	\$ 1,419,881
\$1,499,964	\$ 98,126	\$ (341,082)	\$ 242,956	\$ 242,956	\$ —	\$ —	\$ 1,176,925	\$ 1,419,881
\$ 99,655	\$ 1	\$ —	\$ (1)	\$ (1)	\$ —	\$ —	\$ 99,457	\$ 99,456
99,972	64,250	(99,972)	35,722	35,722	—	—	64,250	99,972
99,867	—	—	17,735	17,735	—	17,735	—	17,735
99,970	—	—	—	—	—	—	99,429	99,429
99,089	63,573	(97,655)	35,516	35,516	—	1,434	63,573	99,089
99,850	—	—	20,702	20,702	—	20,702	—	20,702
\$ 598,403	\$ 127,824	\$ (197,627)	\$ 109,674	\$ 109,674	\$ —	\$ 39,871	\$ 326,709	\$ 436,383
N/A	\$5,612,726	\$(106,694,145)	\$124,863,681	\$124,863,681	\$ —	\$23,782,262	\$117,107,717	\$241,971,398
N/A	2,312,863	(39,664,580)	46,375,568	46,375,568	—	9,023,851	45,322,990	91,698,558
—	\$7,925,589	\$(146,358,725)	\$171,239,249	\$171,239,249	\$ —	\$32,806,113	\$162,430,707	\$333,669,956
N/A	\$ 129,939	\$ (6,391,902)	\$ 7,357,775	\$ 7,357,775	\$ —	\$ 1,095,812	\$ 5,417,077	\$ 12,774,852
N/A	—	—	94	94	—	94	—	94
N/A	75,668	(75,668)	—	—	—	—	169,053	169,053
N/A	—	(11,708,214)	11,708,214	11,708,214	—	—	—	11,708,214
49,000	—	—	10,914	10,914	—	10,914	—	10,914
86,500	—	(25,500)	25,500	25,500	—	—	—	25,500
\$ 135,500	\$ 205,607	\$ (18,201,284)	\$ 19,102,497	\$ 19,102,497	\$ —	\$ 1,106,820	\$ 5,586,130	\$ 24,688,627
\$ 135,500	\$8,131,196	\$(164,560,009)	\$190,341,746	\$190,341,746	\$ —	\$33,912,933	\$168,016,837	\$358,358,583
\$ 5,500	\$ 1,200	\$ —	\$ —	\$ —	\$ —	\$ 1,200	\$ 5,500	\$ 5,500
\$ 5,500	\$ 1,200	\$ —	\$ —	\$ —	\$ —	\$ 1,200	\$ 5,500	\$ 5,500
\$ 100,000	\$ —	\$ (6,867)	\$ 29,990	\$ 29,990	\$ —	\$ 23,123	\$ —	\$ 29,990
274,941	—	(122,442)	122,442	122,442	—	—	—	122,442
487,290	—	(316,342)	411,408	411,408	—	95,066	—	411,408
\$ 862,231	\$ —	\$ (445,651)	\$ 563,840	\$ 563,840	\$ —	\$ 118,189	\$ —	\$ 563,840
\$1,003,231	\$8,132,396	\$(165,005,660)	\$190,905,586	\$190,905,586	\$ —	\$34,032,322	\$168,022,337	\$358,927,923
\$ 809,335	\$ —	\$ (800,552)	\$ 806,685	\$ 806,685	\$ —	\$ 6,133	\$ —	\$ 806,685
\$ 809,335	\$ —	\$ (800,552)	\$ 806,685	\$ 806,685	\$ —	\$ 6,133	\$ —	\$ 806,685



Statutory Reporting Section

Supplementary Schedule of Expenditures of Federal Awards (continued)

<u>FUNDING SOURCE Program Name</u>	<u>Name of Grant</u>	<u>ISBE Account Number</u>	<u>Federal Catalog Number</u>	<u>Contract Number</u>	<u>Contract Period</u>
Passed Through Illinois State Board of Education (ISBE)					
School Improvement Grants Cluster					
School Improvement Grants	School Improvement Grants — District	4339	84.377A	13-4339-13	07/01/12-08/31/13
School Improvement Grants, Recovery Acts	ARRA — School Improvement Grant — District	4855	84.388A	13-4885-11	07/01/12-08/31/13
	ARRA — School Improvement Grant — District	4855	84.388A	12-4855-11	07/01/11-08/31/12
	ARRA — School Improvement Grant — Phillips	4855	84.388A	12-4855-11	07/01/11-08/31/12
	ARRA — School Improvement Grant — Harper	4855	84.388A	12-4855-11	08/15/11-08/31/12
	ARRA — School Improvement Grant — Fenger	4855	84.388A	12-4855-11	07/01/11-08/31/12
	ARRA — School Improvement Grant — Marshall	4855	84.388A	12-4855-11	07/01/11-08/31/12
	ARRA — School Improvement Grant — Hancock	4855	84.388A	12-4855-12	09/01/11-08/31/12
	ARRA — School Improvement Grant — Juarez	4855	84.388A	12-4855-12	09/01/11-08/31/12
	ARRA — School Improvement Grant — Julian	4855	84.388A	12-4855-12	09/01/11-08/31/12
	ARRA — School Improvement Grant — Kelvyn Park	4855	84.388A	12-4855-12	09/01/11-08/31/12
	ARRA — School Improvement Grant — North Lawndale	4855	84.388A	12-4855-12	09/01/11-08/31/12
	ARRA — School Improvement Grant — Richards	4855	84.388A	12-4855-12	09/01/11-08/31/12
	ARRA — School Improvement Grant — Tilden	4855	84.388A	12-4855-12	09/01/11-08/31/12
	ARRA — School Improvement Grant — Wells	4855	84.388A	12-4855-12	09/01/11-08/31/12
	ARRA — School Improvement Grant — District	4855	84.388A	12-4855-12	09/01/11-08/31/12
	ARRA — School Improvement Grant Transformation	4855	84.388A	13-4855-12	07/01/12-08/31/13
Total School Improvement Grants Cluster					
Passed Through Illinois State Board of Education (ISBE)					
Special Education Cluster (IDEA)					
Special Education Grants to State	IDEA — Flow Through Instruction	4620	84.027A	10-4620-00	07/01/09-06/30/10
	IDEA — Flow Through Instruction	4620	84.027A	12-4620-00	07/01/11-08/31/12
	IDEA — Flow Through/Low Incidence	4620	84.027A	13-4620-00	07/01/12-08/31/13
	Room and Board	4625	84.027A	13-4625-00	09/01/11-08/31/13
	IDEA — Parent Mentor	4630	84.027A	12-4630-05	07/01/11-06/30/12
		4630	84.027A	13-4630-05	07/01/12-06/30/13
Special Education — Preschool Grants	IDEA — Pre-School Flow Through	4600	84.173A	12-4600-00	07/01/11-08/31/12
		4600	84.173A	13-4600-00	07/01/12-08/31/13
	IDEA — Pre-School Discretionary	4605	84.173A	12-4605-01	07/01/11-06/30/12
		4605	84.173A	13-4605-01	07/01/12-06/30/13
Total Special Education Cluster (IDEA)					
Passed Through Illinois State Board of Education (ISBE)					
Title I, Part A Cluster					
Title I Grants to Local Education Agencies	Title I — Low Income	4300	84.010A	11-4300-00	07/01/10-8/31/11
		4300	84.010A	12-4300-00	07/01/11-8/31/12
		4300	84.010A	13-4300-00	07/01/12-8/31/13
	ESEA — School Improvement	4331	84.010A	12-4331-SS	07/01/11-08/31/12
		4331	84.010A	13-4331-SS	07/01/12-06/30/13
	ESEA — Title I — Low Income — Neglected Private	4305	84.010A	12-4305-00	07/05/11-08/31/12
		4305	84.010A	13-4305-00	07/01/12-08/31/13
	ESEA — Title I — Low Income — Delinquent Private	4306	84.010A	12-4306-00	07/01/11-08/31/12
		4306	84.010A	13-4306-00	07/01/12-08/31/13
Total Title I, Part A Cluster					
Passed Through Illinois State Board of Education					
Improving Teacher Quality State Grants	Title IIA — Teacher Quality	4932	84.367A	11-4932-00	07/01/10-08/31/11
	Title IIA — Teacher Quality	4932	84.367A	12-4932-00	07/01/11-08/31/12
	Title IIA — Teacher Quality	4932	84.367A	13-4932-00	07/01/12-08/31/13
Career and Technical Education	V.E. — Perkins — Title IIC — Secondary	4745	84.048A	11-4745-00	07/01/10-08/31/11



Amount of Grant	Accrued (Deferred) Grant Revenue June 30, 2012	Cash (Received) Refunded July 1, 2012 June 30, 2013	Revenue Recognized July 1, 2012 June 30, 2013	Federal Award Expenditures July 1, 2012 June 30, 2013	Adjustments to Grant Revenue July 1, 2012 June 30, 2013	Accrued (Deferred) Grant Revenue June 30, 2013	Prior Years' Expenditures Through June 30, 2012	Final Status Cumulative Expenditures Through June 30, 2013
\$ 8,369,901	\$ —	\$ (3,941,349)	\$ 6,071,461	\$ 6,071,461	\$ —	\$ 2,130,112	\$ —	\$ 6,071,461
8,963,152	—	(4,867,480)	7,968,680	7,968,680	—	3,101,200	—	7,968,680
600,000	183,968	(196,792)	12,824	12,824	—	—	436,039	448,863
1,669,000	581,977	(631,736)	49,759	49,759	—	—	1,483,218	1,532,977
1,910,000	636,803	(802,910)	167,228	167,228	—	1,121	1,669,000	1,836,228
1,910,000	577,901	(692,067)	114,166	114,166	—	—	1,280,348	1,394,514
1,910,000	667,647	(692,815)	25,168	25,168	—	—	1,798,218	1,823,386
2,257,550	1,014,903	(3,272,453)	2,257,550	2,257,550	—	—	1,490,920	3,748,470
1,876,006	787,152	(933,545)	146,393	146,393	—	—	1,486,549	1,632,942
1,888,435	777,723	(847,971)	70,248	70,248	—	—	1,529,666	1,599,914
1,867,303	718,380	(687,025)	(31,355)	(31,355)	—	—	1,550,384	1,519,029
1,366,814	572,874	(1,055,426)	482,552	482,552	—	—	1,153,176	1,635,728
1,828,484	922,529	(941,991)	19,462	19,462	—	—	1,497,269	1,516,731
1,865,150	586,681	(311,788)	369,513	369,513	—	644,406	607,358	976,871
1,896,576	1,229,784	(915,188)	(314,596)	(314,596)	—	—	1,546,326	1,231,730
892,221	233,178	(270,207)	37,029	37,029	—	—	655,195	692,224
17,444,711	—	(7,059,302)	14,316,114	14,316,114	—	7,256,812	—	14,316,114
\$ 58,515,303	\$ 9,491,500	\$ (28,120,045)	\$ 31,762,196	\$ 31,762,196	\$ —	\$ 13,133,651	\$ 18,183,666	\$ 49,945,862
\$ 96,011,080	\$ —	\$ 62,718	\$ —	\$ —	\$ —	\$ 62,718	\$ 90,945,093	\$ 90,945,093
100,757,412	20,333,365	(20,585,155)	251,790	251,790	—	—	90,945,093	91,196,883
102,946,185	—	(58,912,132)	86,009,665	86,009,665	—	27,097,533	—	86,009,665
N/A	330,552	(1,193,836)	863,284	863,284	—	—	2,893,896	3,757,180
60,000	31,942	(51,785)	19,843	19,843	—	—	40,157	60,000
60,000	—	(6,239)	60,000	60,000	—	53,761	—	60,000
1,758,588	833,406	(1,201,313)	367,907	367,907	—	—	1,384,149	1,752,056
1,242,858	—	(531,717)	808,762	808,762	—	277,045	—	808,762
489,250	263,582	(275,205)	11,624	11,624	—	1	474,844	486,468
489,250	—	(284,287)	421,187	421,187	—	136,900	—	421,187
\$ 303,814,623	\$ 21,792,847	\$ (82,978,951)	\$ 88,814,062	\$ 88,814,062	\$ —	\$ 27,627,958	\$186,683,232	\$275,497,294
\$ 330,712,096	\$ (221,175)	\$ —	\$ 221,175	\$ 221,175	\$ —	\$ —	\$303,353,466	\$303,574,641
332,558,791	96,263,004	(124,810,130)	28,547,126	28,547,126	—	—	261,754,108	290,301,234
325,795,584	—	(126,881,064)	266,494,686	266,494,686	—	139,613,622	—	266,494,686
9,400,775	9,219,279	(9,400,775)	181,496	181,496	—	—	9,219,279	9,400,775
7,720,620	—	—	7,621,483	7,621,483	—	7,621,483	—	7,621,483
802,598	214,609	(454,331)	239,722	239,722	—	—	390,207	629,929
738,621	—	(191,077)	352,344	352,344	—	161,267	—	352,344
774,664	324,922	(340,698)	33,992	33,992	—	18,216	614,207	648,199
891,935	—	(376,812)	687,443	687,443	—	310,631	—	687,443
\$1,009,395,684	\$105,800,639	\$ (262,454,887)	\$304,379,467	\$304,379,467	\$ —	\$147,725,219	\$575,331,267	\$879,710,734
\$ 55,507,292	\$ —	\$ 149,786	\$ (149,786)	\$ (149,786)	\$ —	\$ —	\$ 42,593,621	\$ 42,443,835
55,687,703	5,602,448	(6,112,484)	510,036	510,036	—	—	31,122,040	31,632,076
59,918,597	—	(18,405,500)	36,321,828	36,321,828	—	17,916,328	—	36,321,828
7,974,040	(99,880)	—	(20)	(20)	—	(99,900)	7,874,140	7,874,120



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Supplementary Schedule of Expenditures of Federal Awards (continued)

<u>FUNDING SOURCE Program Name</u>	<u>Name of Grant</u>	<u>ISBE Account Number</u>	<u>Federal Catalog Number</u>	<u>Contract Number</u>	<u>Contract Period</u>
— Basic Grants to States		4745	84.048A	12-4745-00	07/01/11-08/31/12
		4745	84.048A	13-4745-00	07/01/12-08/31/13
Perkins Leadership High Schools that Work	Perkins Leadership High Schools that Work	4720	84.048A	11-4720-01	08/01/10-07/31/11
		4720	84.048A	12-4720-01	08/01/11-07/31/12
		4720	84.048A	13-4720-00	08/01/12-07/31/13
Twenty-First Century Community Learning Centers	Title IV — 21st Century Comm Learning Centers — Gear Up	4421	84.287C	12-4421-01	07/01/11-08/31/12
		4421	84.287C	13-4421-01	07/01/12-08/31/13
		4421	84.287C	12-4421-02	07/01/11-08/31/12
		4421	84.287C	13-4421-02	07/01/12-08/31/13
		4421	84.287C	12-4421-22	08/08/11-08/31/12
		4421	84.287C	13-4421-22	07/01/12-08/31/13
		4421	84.287C	12-4421-21	08/08/11-08/31/12
		4421	84.287C	13-4421-21	07/01/12-08/31/13
		4421	84.287C	12-4421-23	02/15/12-08/31/12
		4421	84.287C	13-4421-23	07/01/12-08/31/13
		4421	84.287C	13-4421-13	11/01/12-08/31/13
4421	84.287C	12-4421-08	07/01/11-08/31/12		
Race to the Top	Race to the Top	4901	84.413A	13-4901-00	07/01/12-06/30/13
English Language Acquisition Grants	Title III — Lang Inst Prog — Limited Eng LIPLEP	4909	84.365A	12-4909-00	09/01/11-08/31/12
		4909	84.365A	13-4909-00	09/01/12-08/31/13
International Baccalaureate	International Baccalaureate	N/A	84.365A	4999-IB	07/01/10-06/30/13
Education Jobs Fund	Education Jobs Fund Reduced Class Size	4880	84.410A	11-4880-00	08/10/10-09/30/12
	Education Jobs Fund Supplemental Allocation	4880	84.410A	12-4880-00	01/01/12-05/31/12
Total U.S. Department of Education Passed Through Illinois State Board of Education (not including clusters)					
Total U.S. Department of Education Passed Through Illinois State Board of Education (including clusters)					
Direct Funding					
Teacher Incentive Fund Cluster					
Teacher Incentive Fund	Teachers Incentive Fund Program	N/A	84.374A	S374A070047	11/01/06-04/30/12
Teacher Incentive Fund, Recovery Act	Teachers Incentive Fund — CPS TIF	N/A	84.385A	S385A100166	10/01/10-07/30/12
Total Teacher Incentive Fund Cluster					
Direct Funding					
Impact Aid	Federal Impact Aid Grant	N/A	84.041	23-IL-2010-1711	07/01/10-06/30/13
Indian Education — Grants to Local Education Agencies	Indian Elementary/Secondary School Assistance Program	N/A	84.060A	S060A110666	07/01/11-06/30/12
	Program	N/A	84.060A	S060A120666	07/01/12-06/30/13
Women's Educational Equity Program	Women's Educational Equity	N/A	84.083A	U083A090088	10/01/09-09/30/13
Safe and Drug-Free Schools and Communities	SDFS Readiness	N/A	84.184E	Q184E100196	09/01/11-06/30/13
	Safe and Drug Free Schools (Project SERV)	N/A	84.184S	S184S130002	01/30/13-07/31/14
	Healthy Students	N/A	84.184L	Q184L070255	09/01/07-08/31/12
Fund for the Improvement of Education	Elementary and Secondary School Counseling	N/A	84.215E	Q215E080384	07/01/08-06/30/12
	Smaller Learning Communities in CPS High School	N/A	84.215L	S215L070494-10	10/01/07-09/30/13
	Smaller Learning Communities	N/A	84.215L	S215L080581-11	07/10/08-07/09/13
	Smaller Learning Communities Cohort 10	N/A	84.215L	S215L100017	10/10/10-09/30/15
	Smaller Learning Communities Cohort 8	N/A	84.215L	S215L080581	07/10/11-07/09/14
Foreign Language Assistance	Project ITALIC Integrative Technology in Arabic	N/A	84.293B	T293B090101	09/01/09-08/31/13
Advanced Placement Program	Advanced Placement Incentive Program	N/A	84.330C	S330C090185	07/01/09-06/30/13
Transition to Teaching Program	Teacher for Special Education (T-SPED) Project	N/A	84.350A	U350A070066	10/01/07-09/30/12
	Transition to Teaching BETP	N/A	84.350A	U350A090042	10/01/09-09/30/14
Arts in Education	Development and Dissemination Grant Program	N/A	84.351D	U351D090039	07/01/09-06/30/13
	Chicago Reading Educators in the Arts to Engage	N/A	84.351C	U351C110047	10/01/11-09/30/12



Amount of Grant	Accrued (Deferred) Grant Revenue June 30, 2012	Cash (Received) Refunded July 1, 2012 June 30, 2013	Revenue Recognized July 1, 2012 June 30, 2013	Federal Award Expenditures July 1, 2012 June 30, 2013	Adjustments to Grant Revenue July 1, 2012 June 30, 2013	Accrued (Deferred) Grant Revenue June 30, 2013	Prior Years' Expenditures Through June 30, 2012	Final Status Cumulative Expenditures Through June 30, 2013
7,374,009	1,801,385	(3,988,814)	2,187,429	2,187,429	—	—	5,186,580	7,374,009
6,107,181	—	(2,879,012)	4,776,861	4,776,861	—	1,897,849	—	4,776,861
10,000	305	—	4,813	4,813	—	5,118	3,248	8,061
10,000	5,127	(7,015)	1,888	1,888	—	—	7,352	9,240
10,000	—	(5,605)	7,105	7,105	—	1,500	—	7,105
1,350,000	287,380	(652,069)	364,689	364,689	—	—	739,322	1,104,011
1,215,000	—	(217,221)	550,953	550,953	—	333,732	—	550,953
2,604,700	790,414	(1,302,942)	512,528	512,528	—	—	1,869,876	2,382,404
1,953,525	—	(740,960)	1,587,783	1,587,783	—	846,823	—	1,587,783
1,463,200	569,382	(1,104,628)	535,246	535,246	—	—	636,685	1,171,931
1,463,200	—	(328,653)	876,114	876,114	—	547,461	—	876,114
1,500,000	539,149	(1,002,414)	463,265	463,265	—	—	615,914	1,079,179
1,500,000	—	(314,774)	821,081	821,081	—	506,307	—	821,081
225,000	98,172	(192,481)	94,309	94,309	—	—	98,172	192,481
405,000	—	(53,078)	151,150	151,150	—	98,072	—	151,150
3,150,000	—	(110,958)	1,022,233	1,022,233	—	911,275	—	1,022,233
1,921,875	722,753	(1,201,364)	478,611	478,611	—	—	1,265,183	1,743,794
9,514,574	—	(4,293,273)	5,933,982	5,933,982	—	1,640,709	—	5,933,982
12,572,548	2,922,685	(4,041,746)	1,119,061	1,119,061	—	—	7,368,860	8,487,921
13,174,655	—	(5,419,232)	8,704,394	8,704,394	—	3,285,162	—	8,704,394
229,200	249,804	(229,200)	208,596	208,596	—	229,200	441,516	650,112
104,444,486	14,537,839	(14,537,839)	—	—	—	—	104,444,486	104,444,486
1,569,975	310,126	(310,126)	—	—	—	—	1,569,975	1,569,975
\$ 352,855,760	\$ 28,337,089	\$ (67,301,602)	\$ 67,084,149	\$ 67,084,149	\$ —	\$ 28,119,636	\$205,836,970	\$ 272,921,119
\$1,725,390,705	\$165,422,075	\$(441,656,037)	\$492,846,559	\$492,846,559	\$ —	\$216,612,597	\$986,035,135	\$1,478,881,694
\$ 27,467,966	\$ 49,301	\$ (7,869)	\$ (41,432)	\$ (41,432)	\$ —	\$ —	\$ 18,685,456	\$ 18,644,024
16,836,824	554,730	(349,441)	(262,224)	(262,224)	—	(56,935)	731,676	469,452
\$ 44,304,790	\$ 604,031	\$ (357,310)	\$ (303,656)	\$ (303,656)	\$ —	\$ (56,935)	\$ 19,417,132	\$ 19,113,476
N/A	\$ —	\$ (80,920)	\$ 80,920	\$ 80,920	\$ —	\$ —	\$ —	\$ 80,920
166,828	46,837	(47,876)	1,039	1,039	—	—	160,663	161,702
188,646	—	(155,008)	188,539	188,539	—	33,531	—	188,539
718,659	53,527	(146,285)	92,758	92,758	—	—	342,458	435,216
599,870	24,455	(186,172)	169,983	169,983	—	8,266	336,826	506,809
49,792	—	—	1,238	1,238	—	1,238	—	1,238
8,865,569	594,233	(670,349)	76,116	76,116	—	—	8,785,115	8,861,231
1,197,318	23,207	(23,207)	—	—	—	—	1,157,407	1,157,407
5,557,786	70,002	(334,848)	324,237	324,237	—	59,391	4,957,731	5,281,968
5,174,698	153,245	(877,166)	874,815	874,815	—	150,894	3,735,826	4,610,641
5,211,772	—	(549,894)	653,015	653,015	—	103,121	946,833	1,599,848
4,264,939	228,707	(775,610)	546,903	546,903	—	—	1,212,128	1,759,031
1,325,165	43,408	(139,771)	113,685	113,685	—	17,322	773,984	887,669
4,141,933	50,116	(647,129)	913,914	913,914	—	316,901	1,471,786	2,385,700
2,617,582	100,028	(35,813)	35,679	35,679	—	99,894	2,013,402	2,049,081
1,117,981	93,974	(252,867)	212,165	212,165	—	53,272	249,156	461,321
1,385,743	172,660	(364,192)	378,662	378,662	—	187,130	748,792	1,127,454
349,984	48,824	(169,473)	120,649	120,649	—	—	161,211	281,860



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Supplementary Schedule of Expenditures of Federal Awards (continued)

<u>FUNDING SOURCE Program Name</u>	<u>Name of Grant</u>	<u>ISBE Account Number</u>	<u>Federal Catalog Number</u>	<u>Contract Number</u>	<u>Contract Period</u>
	Students (CREATES)	N/A	84.351C	U351C110047	10/01/12-09/30/13
Early Reading First	Enhancing Early Reading in Chicago (EERIC)	N/A	84.359B	S359B050093	10/01/05-06/30/09
Early Reading First		N/A	84.359B	S359B090079	10/01/09-09/30/13
High School Graduation Initiative	Pathways to Accelerated Student Success (PASS)	N/A	84.360A	S360A100176	10/01/11-09/30/12
		N/A	84.360A	S360A100176	10/01/12-09/30/13
Voluntary School Choice Program	Chicago Comprehensive Choice Initiative (CCCI)	N/A	84.361A	U361A070036-11	08/01/07-07/31/13
School Leadership Program	Effective Leaders Improve Schools—(ELIS) II	N/A	84.363A	U363A080120	10/01/08-09/30/13
TRIO — Talent Search	Pullman Talent Search	N/A	84.044A	P044A110797	09/01/11-08/31/12
		N/A	84.044A	P044A110797	09/01/12-08/31/13
Total U.S. Department of Education—Direct Funding (not including cluster)					
Total U.S. Department of Education—Direct Funding (including cluster)					
Passed Through Illinois Board of Higher Education					
Improve Teacher Quality State Grants	Developing 21st Century Critical Thinking Skills -St. Xavier University	N/A	84.367B	S367B090013	06/07/11-08/31/12
		N/A	84.367B	S367B090013	08/01/12-07/31/13
Total U.S. Department of Education Passed Through Illinois Board of Higher Education					
Passed Through National Writing Project					
Title II SEED Program	Title II SEED Program- National Writing Project	N/A	84.367D	12-IL01-CTRLSEED	07/01/12-06/30/13
Total U.S. Department of Education Passed Through National Writing Project					
Passed Through Illinois Department of Human Services (IDHS)					
Rehabilitation Grants to States	Secondary Transitional Experience Program (STEP)	N/A	84.126A	40CL001797	07/01/09-06/30/10
		N/A	84.126	46CRD00155	07/01/12-06/30/13
Total U.S. Department of Education Passed Through IDHS					
Passed Through University of Illinois at Chicago					
Education Research, Development and Dissemination	Reading for Understanding (Project READI)	N/A	84.305F	R305F100007	09/20/12-05/31/13
Total U.S. Department of Education Passed Through National Opinion Research Center					
Passed Through National Opinion Research Center					
Education Research, Development and Dissemination	Preventing Truancy in Urban Schools	N/A	84.305	R305A100706	07/01/11-06/30/12
		N/A	84.305	R305A100706	07/01/13-06/30/14
Child Health and Human Development Extramural Research	Randomized Study to Abate Truancy in Urban Schools	N/A	93.865	R01HD067500	12/01/11-11/30/12
		N/A	93.865	R01HD067500	12/01/12-11/30/13
Total U.S. Department of Education Passed Through National Opinion Research Center					
Passed Through Northeastern Illinois University					
Gaining Early Awareness and Readiness for Undergraduate Program	Gear-Up Grant/(NEIU)	N/A	84.334A	P334A050146	09/01/11-08/31/12
		N/A	84.334A	PO#019677	10/01/11-09/30/12
	Chicago Gear Up Alliance	N/A	84.334A	P334A1000031	10/01/10-09/30/11
		N/A	84.334A	P334A100082	09/26/11-09/25/12
		N/A	84.334A	P334A110082	09/26/12-09/25/13
	Gear-Up-Kelly High School/(NEIU)	N/A	84.334A	PO#017870	06/20/11-08/08/11
	Gear-Up-Harlan High School/(NEIU)	N/A	84.334A	PO#018067	06/27/11-08/08/11
	Gear-Up-Wells High School/(NEIU)	N/A	84.334A	PO#017869	06/20/11-08/08/11
	Gear-Up-Curie High School/(NEIU)	N/A	84.334A	PO#017886	06/20/11-08/08/11
Title IV 21st Century	Illinois 21st Century CLC NEIU—Saucedo	N/A	84.287	PO#020515	11/01/11-06/15/12
		N/A	84.287	PO#025508	11/01/12-06/01/13
	Illinois 21st Century CLC NEIU—Curie	N/A	84.287	PO#020516	11/01/11-06/15/12
		N/A	84.287	PO#025178	10/01/12-06/01/13
Total U.S. Department of Education Passed Through Northeastern Illinois University					
Passed Through University of Illinois at Chicago					
Teacher Quality Partnership Grants	Increase Teacher Quality	N/A	84.336S	U336S090013	10/01/11-09/30/12
		N/A	84.336S	U336S090013	10/01/12-09/30/13
Total U.S. Department of Education Passed Through University of Illinois at Chicago					
Passed Through University of Minnesota					
Midwest Expansion of the Child Parent Center Education	Midwest Expansion of the Child Parent Center Education Program	N/A	84.411B	U411B110098	01/01/12-12/31/12



Amount of Grant	Accrued (Deferred) Grant Revenue June 30, 2012	Cash (Received) Refunded July 1, 2012 June 30, 2013	Revenue Recognized July 1, 2012 June 30, 2013	Federal Award Expenditures July 1, 2012 June 30, 2013	Adjustments to Grant Revenue July 1, 2012 June 30, 2013	Accrued (Deferred) Grant Revenue June 30, 2013	Prior Years' Expenditures Through June 30, 2012	Final Status Cumulative Expenditures Through June 30, 2013
418,108	—	(122,341)	144,465	144,465	—	22,124	—	144,465
846,947	—	—	69,116	69,116	—	69,116	—	69,116
10,432,142	135,501	(1,577,352)	1,689,741	1,689,741	—	247,890	2,020,719	3,710,460
4,160,989	312,919	(824,365)	511,446	511,446	—	—	1,856,472	2,367,918
4,432,018	—	(1,375,525)	1,494,238	1,494,238	—	118,713	—	1,494,238
16,740,293	242,434	(817,652)	677,105	677,105	—	101,887	10,874,999	11,552,104
8,553,087	118,778	(667,264)	936,657	936,657	—	388,171	4,734,716	5,671,373
229,999	21,049	(117,049)	96,000	96,000	—	—	21,049	117,049
112,951	—	(99,449)	109,658	109,658	—	10,209	—	109,658
\$ 88,860,799	\$ 2,533,904	\$(11,057,577)	\$ 10,512,743	\$ 10,512,743	\$ —	\$ 1,989,070	\$ 46,561,273	\$ 57,074,016
\$ 133,165,589	\$ 3,137,935	\$(11,414,887)	\$ 10,209,087	\$ 10,209,087	\$ —	\$ 1,932,135	\$ 65,978,405	\$ 76,187,492
\$ 45,082	\$ 26,412	\$ (37,159)	\$ 10,748	\$ 10,748	\$ —	\$ 1	\$ 26,412	\$ 37,160
34,205	—	(2,865)	11,512	11,512	—	8,647	—	11,512
\$ 79,287	\$ 26,412	\$ (40,024)	\$ 22,260	\$ 22,260	\$ —	\$ 8,648	\$ 26,412	\$ 48,672
\$ 3,000	\$ —	\$ (1,500)	\$ 1,500	\$ 1,500	\$ —	\$ —	\$ —	\$ 1,500
\$ 3,000	\$ —	\$ (1,500)	\$ 1,500	\$ 1,500	\$ —	\$ —	\$ —	\$ 1,500
\$ 790,632	\$ (94,744)	\$ —	\$ 94,744	\$ 94,744	\$ —	\$ —	\$ 695,888	\$ 790,632
691,955	—	—	316,279	316,279	—	316,279	—	316,279
\$ 1,482,587	\$ (94,744)	\$ —	\$ 411,023	\$ 411,023	\$ —	\$ 316,279	\$ 695,888	\$ 1,106,911
\$ 2,658	\$ —	\$ —	\$ 854	\$ 854	\$ —	\$ 854	\$ —	\$ 854
\$ 2,658	\$ —	\$ —	\$ 854	\$ 854	\$ —	\$ 854	\$ —	\$ 854
\$ 705,646	\$ 114,473	\$ (109,650)	\$ (4,823)	\$ (4,823)	\$ —	\$ —	\$ 555,662	\$ 550,839
906,269	—	(322,438)	671,172	671,172	—	348,734	—	671,172
162,653	35,926	—	(5,715)	(5,715)	—	30,211	114,480	108,765
164,984	—	—	130,614	130,614	—	130,614	—	130,614
\$ 1,939,552	\$ 150,399	\$ (432,088)	\$ 791,248	\$ 791,248	\$ —	\$ 509,559	\$ 670,142	\$ 1,461,390
\$ 416,484	\$ 416,276	\$ (416,276)	\$ —	\$ —	\$ —	\$ —	\$ 416,276	\$ 416,276
330,993	217,277	(281,406)	64,129	64,129	—	—	217,277	281,406
413,322	—	—	361,261	361,261	—	361,261	—	361,261
123,351	—	(3,867)	3,867	3,867	—	—	—	3,867
654,575	—	—	539,172	539,172	—	539,172	—	539,172
12,326	10,956	—	—	—	—	10,956	10,956	10,956
3,104	7,437	—	—	—	—	7,437	7,437	7,437
12,326	11,996	—	—	—	—	11,996	11,996	11,996
12,326	10,653	—	—	—	—	10,653	10,653	10,653
28,803	10,364	(9,587)	(777)	(777)	—	—	19,908	19,131
21,650	—	—	21,650	21,650	—	21,650	—	21,650
33,220	19,059	(19,059)	—	—	—	—	29,786	29,786
22,105	—	—	13,167	13,167	—	13,167	—	13,167
\$ 2,084,585	\$ 704,018	\$ (730,195)	\$ 1,002,469	\$ 1,002,469	—	\$ 976,292	\$ 724,289	\$ 1,726,758
\$ 91,645	\$ —	\$ (17,350)	\$ 46,453	\$ 46,453	\$ —	\$ 29,103	\$ —	\$ 46,453
91,425	—	—	1,136	1,136	—	1,136	—	1,136
\$ 183,070	\$ —	\$ (17,350)	\$ 47,589	\$ 47,589	\$ —	\$ 30,239	\$ —	\$ 47,589
\$ 373,881	\$ —	\$ (160,351)	\$ 203,620	\$ 203,620	\$ —	\$ 43,269	\$ —	\$ 203,620



Statutory Reporting Section

Supplementary Schedule of Expenditures of Federal Awards (continued)

<u>FUNDING SOURCE Program Name</u>	<u>Name of Grant</u>	<u>ISBE Account Number</u>	<u>Federal Catalog Number</u>	<u>Contract Number</u>	<u>Contract Period</u>
		N/A	84.411B	U411B110098	01/01/12-12/31/13
	Total U.S. Department of Education Passed Through University of Minnesota				
Passed Through Illinois State University					
High Schools That Work	High Schools That Work- Chicago High School for Agricultural Sciences	N/A	84.048A	533009619	08/01/12-07/31/13
	Total U.S. Department of Education Passed Through Illinois State University				
	TOTAL U.S. DEPARTMENT OF EDUCATION				
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Passed Through University of Illinois at Chicago					
School-Based Health Centers Capital	Affordable Care Act Grants for School-Based Health Centers Capital	N/A	93.501	C12CS22008	09/01/12-06/30/13
Consolidated Health Centers		N/A	93.224	H80CS00324	09/01/12-01/31/13
	Total U.S. Department of Health and Human Services Passed Through University of Illinois at Chicago				
Passed Through Centers for Disease Control					
Community Transformation Grants	Healthy Chicago Public Schools	N/A	93.737	1H75DP004181-01	09/30/12-09/29/13
	Total U.S. Department of Health and Human Services Passed Through Centers for Disease Control				
Passed Through City of Chicago					
Head Start Cluster					
Head Start	Pre-Kindergarten-Child Development	N/A	93.600	PO#18117-R6	12/01/10-11/30/11
		N/A	93.600	PO#25061	12/01/11-11/30/12
		N/A	93.600	PO#25061	12/01/12-08/31/13
	Head Start — Supp DIS SP initiatives	N/A	93.600	PO#26003	12/01/11-11/30/12
		N/A	93.600	PO#26003	12/01/12-11/30/13
	Head Start Quality Improvement ARRA	N/A	93.708	PO#18117	01/01/11-09/29/11
	Total U.S. Department of Health and Human Services Passed Through City of Chicago-Head Start Cluster				
Direct Funding					
Cooperative Agreements to Support Comprehensive School Health Programs	Comprehensive School Health	N/A	93.293	5U87DP001234-05	03/01/08-02/28/13
Centers for Disease Control and Prevention- ACA Communities putting prevention to work	Category A — Communities Putting Prevention to Work	N/A	93.520	1U58DP002376-01	05/01/11-12/31/12
Chicago Teen Pregnancy Prevention Initiative	Chicago Teen Pregnancy Prevention Initiative	N/A	93.297	TP1AH000066-01-0	09/01/10-08/31/11
		N/A	93.297	TP1AH000066-01-0	09/01/11-08/31/12
		N/A	93.297	TP1AH000066-01-0	09/01/12-08/31/13
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	Enhancing Students Skills for Success	N/A	93.243	1U79SM060297-01	09/30/10-09/29/11
		N/A	93.243	5U79SM060297-01	09/30/11-09/29/12
		N/A	93.243	5U79SM060297-03	09/30/12-09/29/13
ARRA — Prevention and Wellness — Communities Putting Prevention to Work (FOA)	Chicago Tobacco Prevention Project	N/A	93.724	1U58DP002446-01	10/01/10-06/30/11
	Total U.S. Department of Health and Human Services — Direct Funding				
Passed Through Illinois Department of Human Services					
Refugee and Entrant Assistance	Refugee Children Impact Grant	N/A	93.576	81XQ357000	07/01/11-06/30/12
Discretionary Grants		N/A	93.576	FCSRK01131	07/01/12-06/30/13
	Total U.S. Department of Health and Human Services Passed Through Illinois Department of Human Services				
Passed through New York University					
Testing CSRP's Impact on Low-Income Children's Outcomes in 3rd-5th Grade	Chicago Schools Readiness Project	N/A	93.865	5R01HD046160-10	08/01/11-07/31/12
	Total U.S. Department of Health and Human Services Passed Through New York University				
Passed through Illinois Department of Healthcare and Family Services (IDHFS)					
Medical Assistance Program	Medicaid — Administrative Services	N/A	93.778	95-4900-00	07/01/10-06/30/12
	Total U.S. Department of Health and Human Services Passed Through IDHFS				
	TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICE				
U.S. DEPARTMENT OF JUSTICE					
Direct Funding					
Public Safety Partnership and Community Policy Grants	DOJ — Secure Our Schools	N/A	16.710	2009-CK-WX-0682	09/01/08-08/31/11
		N/A	16.710	2010-CK-WX-0694	12/01/10-02/28/13
		N/A	16.710	2011-CK-WX-0007	09/01/11-08/31/13
Juvenile Justice and Delinquency Prevention	OJJDP Academic After School Program	N/A	16.540	2009-JL-FX-0229	08/01/09-08/30/13



Amount of Grant	Accrued (Deferred) Grant Revenue June 30, 2012	Cash (Received) Refunded July 1, 2012 June 30, 2013	Revenue Recognized July 1, 2012 June 30, 2013	Federal Award Expenditures July 1, 2012 June 30, 2013	Adjustments to Grant Revenue July 1, 2012 June 30, 2013	Accrued (Deferred) Grant Revenue June 30, 2013	Prior Years' Expenditures Through June 30, 2012	Final Status Cumulative Expenditures Through June 30, 2013
1,942,424	—	—	388,545	388,545	—	388,545	—	388,545
\$ 2,316,305	\$ —	\$ (160,351)	\$ 592,165	\$ 592,165	\$ —	\$ 431,814	\$ —	\$ 592,165
\$ 5,000	\$ —	\$ —	\$ 3,849	\$ 3,849	\$ —	\$ 3,849	\$ —	\$ 3,849
\$ 5,000	\$ —	\$ —	\$ 3,849	\$ 3,849	\$ —	\$ 3,849	\$ —	\$ 3,849
\$1,863,946,474	\$169,346,095	\$(454,452,432)	\$505,928,603	\$505,928,603	\$ —	\$220,822,266	\$1,041,690,808	\$1,547,619,411
\$ 396,763 150,000	\$ — —	\$ (396,763) (150,000)	\$ 396,763 150,000	\$ 396,763 150,000	\$ — —	\$ — —	\$ — —	\$ 396,763 150,000
\$ 546,763	\$ —	\$ (546,763)	\$ 546,763	\$ 546,763	\$ —	\$ —	\$ —	\$ 546,763
\$ 4,398,118	\$ —	\$ (218,334)	\$ 644,666	\$ 644,666	\$ —	\$ 426,332	\$ —	\$ 644,666
\$ 4,398,118	\$ —	\$ (218,334)	\$ 644,666	\$ 644,666	\$ —	\$ 426,332	\$ —	\$ 644,666
\$ 37,175,750 38,343,026 30,724,744 1,144,960 942,000 364,583	\$ — 6,275,347 — 267,448 — 1,686	\$ 800 (19,577,387) (12,590,337) (536,957) — —	\$ (800) 13,302,039 23,569,721 269,509 538,332 (1,686)	\$ (800) 13,302,039 23,569,721 269,509 538,332 (1,686)	\$ — — — — — —	\$ — (1) 10,979,384 — 538,332 —	\$ — 22,672,156 — 659,952 — 364,583	\$ (800) 35,974,195 23,569,721 929,461 538,332 362,897
\$ 108,695,063	\$ 6,544,481	\$ (32,703,881)	\$ 37,677,115	\$ 37,677,115	\$ —	\$ 11,517,715	\$ 23,696,691	\$ 61,373,806
\$ 2,505,186	\$ 39,003	\$ (357,310)	\$ 333,761	\$ 333,761	\$ —	\$ 15,454	\$ 1,981,615	\$ 2,315,376
385,000	102,272	(236,199)	133,926	133,926	—	(1)	251,074	385,000
3,943,607	115,509	—	(115,509)	(115,509)	—	—	1,012,944	897,435
3,943,607	719,576	(1,877,572)	1,157,996	1,157,996	—	—	2,464,720	3,622,716
3,943,607	—	(1,554,531)	2,333,406	2,333,406	—	778,875	—	2,333,406
99,456	2,053	—	—	—	—	2,053	2,053	2,053
99,456	—	(15,096)	15,096	15,096	—	—	—	15,096
99,456	—	(18,426)	53,820	53,820	—	35,394	—	53,820
39,997	(4,731)	—	4,731	4,731	—	—	—	4,731
\$ 15,059,372	\$ 973,682	\$ (4,059,134)	\$ 3,917,227	\$ 3,917,227	\$ —	\$ 831,775	\$ 5,712,406	\$ 9,629,633
\$ 216,507 198,701	\$ 66,986 —	\$ (66,986) (111,214)	\$ — 194,725	\$ — 194,725	\$ — —	\$ — 83,511	\$ 174,607 —	\$ 174,607 194,725
\$ 415,208	\$ 66,986	\$ (178,200)	\$ 194,725	\$ 194,725	\$ —	\$ 83,511	\$ 174,607	\$ 369,332
\$ 50,160	\$ 41,461	\$ (46,824)	\$ 5,363	\$ 5,363	\$ —	\$ —	\$ 41,461	\$ 46,824
\$ 50,160	\$ 41,461	\$ (46,824)	\$ 5,363	\$ 5,363	\$ —	\$ —	\$ 41,461	\$ 46,824
N/A	\$ 6,216,181	\$ (11,380,291)	\$ 11,341,859	\$ 11,341,859	\$ —	\$ 6,177,749	\$ 28,093,096	\$ 39,434,955
\$ —	\$ 6,216,181	\$ (11,380,291)	\$ 11,341,859	\$ 11,341,859	\$ —	\$ 6,177,749	\$ 28,093,096	\$ 39,434,955
\$ 129,164,684	\$ 13,842,791	\$ (49,133,427)	\$ 54,327,718	\$ 54,327,718	\$ —	\$ 19,037,082	\$ 57,718,261	\$ 112,045,979
\$ 498,507 500,000 500,000 1,200,000	\$ 249,591 — — 99,109	\$ (249,591) — — (272,154)	\$ — 499,999 464,107 213,368	\$ — 499,999 464,107 213,368	\$ — — — —	\$ — 499,999 464,107 40,323	\$ 482,771 — — 848,788	\$ 482,771 499,999 464,107 1,062,156



Statutory Reporting Section

Supplementary Schedule of Expenditures of Federal Awards (continued)

<u>FUNDING SOURCE Program Name</u>	<u>Name of Grant</u>	<u>ISBE Account Number</u>	<u>Federal Catalog Number</u>	<u>Contract Number</u>	<u>Contract Period</u>
Allocation to States Congressionally Recommended Awards	Juvenile Justice and Delinquency Program Department of Justice — Byrne Disc After School	N/A	16.753	2008-DD-BX-0589	09/01/08-08/31/12
TOTAL U.S. DEPARTMENT OF JUSTICE					
U.S. DEPARTMENT OF LABOR					
Passed Through Illinois Department of Commerce and Economic Opportunity					
Marine Sanctuary Program	CIMBY Gets Wet	N/A	11.429	NA12NOS4290061	06/01/12-06/30/13
Illinois Innovation Talent Program	Illinois Innovation Talent Program — Schurz	N/A	17.267	Agreement	07/01/10-05/31/11
Illinois Innovation Talent Program	Illinois Innovation Talent Program — Infinity	N/A	17.267	Agreement	02/09/12-12/01/12
Total U.S. Department of Labor Passed Through Illinois Department of Commerce and Economic Opportunity					
TOTAL U.S. DEPARTMENT OF LABOR					
U.S. DEPARTMENT OF TRANSPORTATION					
Passed Through Illinois Department of Aviation					
Noise Program	Noise Abatement — Farnsworth	N/A	20.106	3-17-0022-106-2009	09/23/09-09/22/11
		N/A	20.106	3-17-0022-125-2012	09/06/12-09/07/15
Total U.S. Department of Transportation Passed Through Illinois Department of Aviation					
Passed Through Easter Seals, Inc.					
Easter Seals Project ACTION	Transportation Education Pilot Program	N/A	20.514	459-6211-15	06/15/12-03/30/13
Total U.S. Department of Transportation Passed Through Easter Seals, Inc.					
TOTAL U.S. DEPARTMENT OF TRANSPORTATION					
NATIONAL SCIENCE FOUNDATION					
Passed Through University of Massachusetts					
Broadening Advanced Technological Education	Broadening Advanced Technological Education	N/A	47.076	DUE-1104145	09/01/11-08/31/13
Total National Science Foundation Passed Through University of Massachusetts					
Passed Through Chicago Pre-College Science					
Science, Engineering, and Technology for Students Educators, and Parents Program	SETSEP	N/A	47.076	N/A	01/01/11-12/31/12
Total National Science Foundation Passed Through Chicago Pre-College Science					
TOTAL NATIONAL SCIENCE FOUNDATION					
GRAND TOTAL					



Amount of Grant	Accrued (Deferred) Grant Revenue June 30, 2012	Cash (Received) Refunded July 1, 2012 June 30, 2013	Revenue Recognized July 1, 2012 June 30, 2013	Federal Award Expenditures July 1, 2012 June 30, 2013	Adjustments to Grant Revenue July 1, 2012 June 30, 2013	Accrued (Deferred) Grant Revenue June 30, 2013	Prior Years' Expenditures Through June 30, 2012	Final Status Cumulative Expenditures Through June 30, 2013
178,870	42,110	(61,145)	19,035	19,035	—	—	137,025	156,060
\$ 2,877,377	\$ 390,810	\$ (582,890)	\$ 1,196,509	\$ 1,196,509	\$ —	\$ 1,004,429	\$ 1,468,584	\$ 2,665,093
\$ 94,340	\$ —	\$ (11,257)	\$ 85,552	\$ 85,552	\$ —	\$ 74,295	\$ —	\$ 85,552
5,000	(5,000)	—	—	—	—	(5,000)	—	—
5,000	(4,333)	(500)	4,829	4,829	—	(4)	167	4,996
\$ 104,340	\$ (9,333)	\$ (11,757)	\$ 90,381	\$ 90,381	\$ —	\$ 69,291	\$ 167	\$ 90,548
\$ 104,340	\$ (9,333)	\$ (11,757)	\$ 90,381	\$ 90,381	\$ —	\$ 69,291	\$ 167	\$ 90,548
\$ 350,000	\$ 800	\$ —	\$ —	\$ —	\$ —	\$ 800	\$ 142,892	\$ 142,892
4,500,000	—	(178,196)	2,326,139	2,326,139	—	2,147,943	—	2,326,139
\$ 4,850,000	\$ 800	\$ (178,196)	\$ 2,326,139	\$ 2,326,139	\$ —	\$ 2,148,743	\$ 142,892	\$ 2,469,031
\$ 15,000	\$ —	\$ (3,500)	\$ 12,620	\$ 12,620	\$ —	\$ 9,120	\$ —	\$ 12,620
\$ 15,000	\$ —	\$ (3,500)	\$ 12,620	\$ 12,620	\$ —	\$ 9,120	\$ —	\$ 12,620
\$ 4,865,000	\$ 800	\$ (181,696)	\$ 2,338,759	\$ 2,338,759	\$ —	\$ 2,157,863	\$ 142,892	\$ 2,481,651
\$ 25,995	\$ —	\$ —	\$ 6,425	\$ 6,425	\$ —	\$ 6,425	\$ —	\$ 6,425
\$ 25,995	\$ —	\$ —	\$ 6,425	\$ 6,425	\$ —	\$ 6,425	\$ —	\$ 6,425
\$ 125,012	\$ —	\$ (13,256)	\$ 13,226	\$ 13,226	\$ —	\$ (30)	\$ —	\$ 13,226
\$ 125,012	\$ —	\$ (13,256)	\$ 13,226	\$ 13,226	\$ —	\$ (30)	\$ —	\$ 13,226
\$ 151,007	\$ —	\$ (13,256)	\$ 19,651	\$ 19,651	\$ —	\$ 6,395	\$ —	\$ 19,651
\$2,007,321,562	\$192,000,196	\$(670,098,699)	\$755,329,393	\$755,329,393	\$ —	\$277,230,890	\$1,283,201,340	\$2,038,530,733



BOARD OF EDUCATION OF THE CITY OF CHICAGO
OMB CIRCULAR A-133

NOTES TO SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

1. SCOPE OF AUDIT PURSUANT TO OMB CIRCULAR A-133

General — The Board of Education of the City of Chicago (the “CPS”) is a body politic and corporate of the State of Illinois. All significant federal financial and compliance operations of the CPS are included in the scope of the OMB Circular A-133 audit (the “Single Audit”). The U.S. Department of Education (the “USDEd”) is the CPS’ cognizant federal agency for the Single Audit. Cognizant duties have been delegated to the Illinois State Board of Education (the “ISBE”) by the USDEd, which, in turn, oversees the performance of such duties.

Fiscal Period Audited — Contractual funding periods are indicated in the Schedule of Expenditures of Federal Awards (the “Schedule”). Single Audit testing procedures were performed for federal financial assistance transactions occurring during the fiscal year ended June 30, 2013.

2. NATURE OF FEDERAL FINANCIAL ASSISTANCE

Generally, federal awards are granted for the purpose of providing specific services or aid to specific individuals. In addition to the purposes they serve, federal programs can be classified according to the basis under which the federal programs are funded. For certain federal programs, funds are received based upon actual qualified expenditures up to the total federal awards amount (expenditure-driven federal programs). For other federal programs, funds are received based on an approved formula such as a standard reimbursement rate applied to qualified unit of service provided (formula-driven federal program).

The majority of the CPS’ federal awards are passed through and received from the ISBE. For those pass-through federal awards, the CPS’ direct reporting responsibility is to ISBE, which, in their capacity as sub-grantors, oversee and monitor the utilization of such federal awards by the CPS.

3. BASIS OF PRESENTATION IN THE SCHEDULE OF GRANT ACTIVITY

General — The accompanying schedule of expenditures of federal awards (the “Schedule”) includes the federal grant activity of CPS under programs of the federal government for the year ended June 30, 2013. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the CPS, it is not intended to and does not present the financial position, changes in net assets or cash flows of the CPS. All federal programs considered active during the year ended June 30, 2013, are reflected on the Schedule. An active federal program is defined as a federal program for which there were receipts or disbursements of funds or accrued (deferred) grant revenue adjustments during the fiscal year or a federal program considered as not completed or closed out at the beginning of the fiscal year. The Schedule is prepared using the accrual basis of accounting. In addition, there is no federal insurance in effect during the year and loan or loan guarantee outstanding at year end.

Revenues — Grant revenues for expenditure-driven federal programs and federal loans are recognized in the Schedule based on expenditures incurred during the fiscal year. Grant revenues for formula-driven federal programs are recognized based on units of services provided as of June 30, 2013.



Grant revenues for the Food Donation Program are based upon commodities received, at amounts per standard price listing, published quarterly by the United States Department of Agriculture (the "USDA").

Expenditures — For all expenditure-driven federal programs, expenditures included on the Schedule represent actual expenditures incurred during the fiscal year ended June 30, 2013. In accordance with OMB Circular A-87, pension costs are uniformly charged to all positions as a direct benefit cost in proportion to pensionable salary regardless of whether the funding source is local, state, or federal.

For formula-driven federal programs, expenditures are presented on the Schedule as follows:

- The expenditures for the National School Lunch and Breakfast Program in the schedule only reflected the portion funded by the Program.
- Expenditures for the Food Donation Program represent commodities received at amounts per the USDA standard price listings.

Adjustments to Increase (Decrease) Accrued Grant Revenue — Adjustments reflected in the Schedule of Expenditures of Federal Awards represent (1) adjustments for recorded expenditures that have been determined to be unallowable by respective funding agencies, (2) corrections of prior year's estimated accruals.

Accrued and Deferred Grant Revenue — Various funding schedules are used for the federal awards received by the CPS. Consequently, timing differences between the recognition of revenues and related cash receipts can exist at the beginning and end of the fiscal year. Accrued grant revenue balances represent the excess of revenue recognized over cash received to date. Deferred grant revenue balances represent the excess of cash received over revenue recognized to date.

4. RELATIONSHIP TO THE FINANCIAL STATEMENTS INCLUDED IN THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

The following is a reconciliation of federal grant revenues as reflected in the Schedule of Federal Grant Revenues reflected in the CPS' Comprehensive Annual Financial Reports:

"Revenue recognized" per the Schedule	\$755,329,393
E-Rate program revenues not included in the Schedule	39,477,080
Medicare Part D Revenue not included in the Schedule	684,258
Medicaid Fee for Service Revenue not included in the Schedule	36,426,317
Build America Bonds (BABS) revenue not included in the Schedule	25,951,282
U.S. Department of Defense Reserve Officer Training Corps (ROTC) revenue not included in the Schedule	3,551,703
Adjustments to record revenue not collected within 30 days ("available")	<u>(15,624,643)</u>
Federal revenues per the CPS' Comprehensive Annual Financial Report	<u>\$845,795,390</u>



Statutory Reporting Section

Expenditures relating to individual federal programs are not represented separately from other CPS expenditures in the CPS' Comprehensive Annual Financial Report. Accordingly, a similar reconciliation of expenditures is not included herein.

5. FINAL CLAIMS

Some final claims for federal programs with a contractual funding period ended June 30, 2013, were filed prior to recording certain year-end adjustments and, therefore, do not agree with the related amounts accrued and reported in the Schedule. The CPS plans to submit a program liquidation report to the respective grantor agencies, which will revise the outstanding obligation amounts per the final claim, thereby reflecting the appropriate year-end adjustments for these federal awards.

6. SUBRECIPIENTS

Included in the total federal expenditure of \$755,329,393 presented on the Schedule of Expenditures of Federal Awards for the year ended June 30, 2013 is \$25,157,289 of federal awards provided to subrecipients. The following is a summary of the subrecipient amounts passed through CPS for the fiscal year ended June 30, 2013.

<u>Program Name</u>	<u>Name of Grant</u>	<u>CFDA</u>	<u>Amount</u>
Farm to School Implementation Grant	Farm to School Grant Program	10.575	\$ 1,688
Fresh Fruit and Vegetable Program	Fresh Fruits and Vegetables	10.582	20,647
Title I — Public Instruction and Support Services	Title I — Low Income	84.010A	19,212,997
Title III — Language Acquisition	Title III — Language Acquisition	84.365A	413,864
Title IIA — Teacher Quality	Title IIA — Teacher Quality	84.367A	3,492,368
School Improvement Grants	School Improvement Transformation Grant	84.388A	2,010,506
Chicago Teen Pregnancy Prevention Initiative	Chicago Teen Pregnancy Prevention Initiative	93.297	4,205
Refugee and Entrant Assistance Discretionary Grant	Category A — Communities Putting Prevention to Work	93.520	1,014
	Total Awards to Subrecipients		<u>\$25,157,289</u>

7. FINDINGS AND QUESTIONED COSTS

The findings and questioned costs identified in connection with the fiscal year ended June 30, 2013, Single Audit are disclosed in the accompanying Schedule of Findings and Questioned Costs and Auditee Corrective Action Plan. The presentation conforms to the formatting requirements of the ISBE. The questioned cost reflected in such schedule reflect the potential reimbursement effect of costs which were deemed as inappropriately allocated to a federal program or which could have been allocated to a federal program, but were not.



**BOARD OF EDUCATION OF THE CITY OF CHICAGO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2013**

I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	<u> </u>	Yes	<u> X </u>	No
Significant deficiency(ies) identified?	<u> X </u>	Yes	<u> </u>	No
Noncompliance material to financial statements noted?	<u> </u>	Yes	<u> X </u>	No

Federal Awards

Internal control over major programs:

Material weakness(es) identified?	<u> </u>	Yes	<u> X </u>	No
Significant deficiency(ies)?	<u> X </u>	Yes	<u> </u>	No

Type of auditor's report issued on compliance for major programs:
Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	<u> X </u>	Yes	<u> </u>	No
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Statutory Reporting Section

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>	<u>Amount Expended</u>
84.010	Title I — Grants to Local Education Agencies	\$304,379,467
84.027	Special Education Grants to States	87,204,582 (1)
84.048	Career and Technical Education — Basic Grants	6,978,076
84.173	Special Education — Preschool Grants	1,609,480 (1)
84.215	Fund for the Improvement of Education	2,398,970
84.287	Twenty-First Century Community Learning Centers	7,457,962
84.365	English Language Acquisition Grants	10,032,051
84.367	Improving Teacher Quality State Grants	36,682,078
84.377	School Improvement Grants	6,071,461 (2)
84.388	School Improvement Grants, Recovery Act	25,690,735 (2)
84.413	Race to the Top Fund	5,933,982
93.600	Head Start	37,677,115
93.778	Medical Assistance Program	11,341,859
		<u>\$543,457,818</u>

Notes:

- (1) Part of Special Education cluster
- (2) Part of School Improvement cluster

Dollar threshold used to distinguish between type A and type B programs:

\$3,000,000

Auditee qualified as low-risk auditee?

Yes No



II. FINANCIAL STATEMENT FINDINGS

Finding 2013-001: Intergovernmental Revenue Recognition

Criteria:

The District reports governmental fund financial statement information under the modified accrual basis of accounting. As disclosed in the District's annual financial report, under this policy "revenues are recognized as soon as they are both measurable and available. Measurable means that the amount of the transaction can be determined. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period." The District considers revenues available if the District receives them within 30 days of fiscal year end.

Condition:

The District has multiple intergovernmental agreements with the City of Chicago Department of Planning. Under these agreements, the District incurs expenditures upfront and then submits reimbursement requests. Once the District submits a reimbursement request, the District records a receivable balance. Under the District's revenue recognition policies, the District should record revenue in the current year only if the District receives the reimbursement within 30 days of year-end. If the payment is not received within 30 days, the District would record a deferred revenue liability. During our testing, we noted the District improperly recognized approximately \$14,788,000 of revenue that was not received within the District's 30-day recognition policy.

Context:

These agreements are reported as "Other" revenues on the financial statements. We noted the District initially overstated "Other" revenues by approximately \$14,788,000 and understated deferred revenues.

Cause and Effect:

After year end, the District reviews grant receivables for collectability and cash collections received within the 30 day collection period. Although also subject to the 30 day availability period, these "Other" revenues were omitted from this analysis due to being new in fiscal year 2013. They were not incorporated with the other year-end review processes. No employee at the District was assigned to review these revenues. As a result, an audit entry was required to fairly state the "other" revenues balance.

Recommendation:

We recommend the District follow the year-end reconciliation policy for all material revenues as part of its year-end close process. The District should confirm that all material items were included in this year-end review. The District should review reimbursements received during the 30 days subsequent to year-end and match the receipts against the revenue recorded. For any revenues for which the District has not received a reimbursement, the District should record a deferred revenue liability.

Response:

Chicago Public Schools undergoes a rigorous review process to verify outstanding receivables and identify cash received within its 30 day availability period. This process includes a line by line assessment of all grant receivables, which, historically, total near \$1 billion dollars before and after the GASB 33 adjustment. The miscellaneous invoices cited here from the City of Chicago, for various school-related capital projects, are deemed highly collectible and mistakenly omitted from our analysis. They, in fact, total \$14.7 million, or just 1.36% of all non-property and PPRT tax receivables in all funds prior to year-end adjustments. These 11 transactions make up just .02% of the over 62,000 accounts receivable transactions processed in FY13.



Statutory Reporting Section

Going forward, all miscellaneous receivables, i.e. Inter-Governmental Agreements of a reimbursable nature, will be assigned a grant value and subjected to the same scrutiny/year end analysis as the Federal and State grants. Specifically, CPS will review all miscellaneous receivables to determine whether revenue was already recorded. If revenue was posted prior to year end, CPS will then review whether cash was received within the 30 day availability period. If cash was not received within 30 days of year end, revenue will be deferred and a deferred revenue liability will be established.



III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

Finding 2013-002: Subrecipient Monitoring

Federal Agency: US Department of Education

Federal Program Title, Pass-Through Entity (if applicable), CFDA Number:

Twenty-First Century Community Learning Centers; Illinois State Board of Education; CFDA number 84.287; ISBE project number 2013-4421-13-15016299025; award year November 1, 2012 through June 30, 2013

Criteria:

The District contracts with organizations that are subrecipients and vendors and therefore should apply the guidance in OMB Circular A-133 (§__.105) in determining whether payments constitute a Federal award or a payment for goods and services.

Condition:

Certain third party agreements include contractual language that do not clearly evidence that the District has determined the third party to be a vendor or subrecipient as defined by OMB Circular A-133 (§__.210).

Context:

The District determined that charter schools were its only subrecipients during fiscal year 2013. However, in 3 non-charter school agreements reviewed, the District included language that required the non-charter organization to comply with grant requirements and cost principles. As a result, the District included subrecipient language in contracts with non-charter organizations it intended to be vendors.

Questioned costs:

None.

Cause and Effect:

The District did not perform thorough subrecipient and vendor determinations. Additionally, the District did not clearly communicate to the employees involved in the contracting process that the District intended for these organizations to be vendors.

As a result, the District included federal award information in agreements with organizations that it considers vendors.

Recommendation:

Prior to awarding a new agreement, the District should assess and document the results of its vendor and subrecipient determination performed so that each contract contains the appropriate language.

Management Response and Corrective Action Plan:

Under the direction of the CFO, the Office of Grant Funded Programs will work with the legal and procurement departments to review and modify policies and procedures to identify subrecipient relationships early in the approval and contracting process. Office of Grant Funded Programs will continue to seek guidance with respect to pass-through entity responsibilities related to subrecipient monitoring. Efforts include acquiring input from internal and external auditors, trade publications, other materials and discussions with individuals from other public agencies that have similar responsibilities.



Finding 2013-003: Eligibility: Title I, Part A Targeted Assistance Programs

Federal Agency: US Department of Education

Federal Program Title, Pass-Through Entity (if applicable), CFDA Number:

Title I Grants to Local Education Agencies (Low Income); Illinois State Board of Education; CFDA number 84.010; ISBE project numbers 2013-4300-00-150162990252 and 12-4300-00-15016299025; award years July 1, 2011 through August 31, 2013

Criteria:

Title I, Part A funds must be used to provide services and benefits to eligible children residing or enrolled in eligible school attendance areas. A school operating a targeted assistance program must use Title I funds only for programs that are designed to meet the needs of children identified by the school as failing, or most at risk of failing, to meet the State's student academic achievement standards. A targeted assistance school selects those children who have the greatest need for special assistance to receive Title I, Part A services (Title I, Section 1115 of ESEA (20 USC 6315)).

Condition:

For 2 of the 10 schools operating a targeted assistance program tested, the District could not provide support to verify that Title I funds were used only for programs designed to meet the needs of eligible students as identified by the school. The schools instead used the Title I funds as though they were operating schoolwide programs.

Context:

The Title I, Part A allocations to schools operating targeted assistance program was approximately \$700,000 in fiscal year 2013. This does not represent a significant portion of the \$304 million in total Title I, Part A expenditures.

Cause and Effect:

In fiscal year 2013, each targeted assistance school spent Title I funds in accordance with the activities listed in their budget, which does not differentiate between schoolwide and targeted assistance expenditures.

Recipients that do not comply with all the requirements related to a particular grant risk future reductions in funding or the grantor agency may require the District to reimburse for questioned costs.

Questioned costs:

\$700,000

Recommendation:

The District should require that schools operating Title I targeted assistance programs prepare annual budgets and plans that incorporate the requirement to use Title I funds only for programs that are designed to meet the needs of the eligible students as identified by the school. Additionally, the District should monitor that the schools spend Title I funds in accordance with the specific activities listed in their budget and plan.

Management Response and Corrective Action Plan:

Understanding the need for a more robust school improvement planning in fiscal 2013, the District led by the office of Strategy and Support through the office of Grant Funded Programs implemented a new school improvement planning tool. Training and webinars were coordinated with each Network and rolled out over the course of several months in fiscal year 2013. These activities included a new approval process for the plan, the required components for NCLB Title I Targeted Assistance schools



and other District required planning documents including evaluation and feedback to schools. A website was also developed to collect, rack and store school improvement plans, required components and other District required plans. As part of the review, the Office of Grant Funded Programs performed a compliance review of sample plans and provided feedback to the Office of Strategy and Support. The District will continue to monitor the required components for all Title I eligible schools and assist schools where deficiencies are found. Additionally, the Office of Grant Funded Programs developed a separate Targeted Assistance Manual during 2013 to further assist Targeted Assistance schools adhere to these specific requirements.

Finding 2013-004: Special Tests and Provisions: Access to Federal Funds for New or Expanded Charter Schools

Federal Agency: US Department of Education

Federal Program Title, Pass-Through Entity (if applicable), CFDA Number:

Title I Grants to Local Education Agencies (Low Income); Illinois State Board of Education; CFDA number 84.010; ISBE project numbers 2011-4300-00-15016299025 and 12-4300-00-15016299025; award years July 1, 2011 through August 31, 2013

English Language Acquisition Grants; Illinois State Board of Education; CFDA number 84.365; ISBE project numbers 2011-4909-00-15016299025 and 2012-4909-00-15016299025; award year September 1, 2011 through August 31, 2013

Improving Teacher Quality State Grants; Illinois State Board of Education; CFDA number 84.367; ISBE project numbers 2011-4932-00-15016299025 and 2012-4932-00-15016299025; award years July 1, 2011 through August 31, 2013

Criteria:

A Local Education Agency (LEA) is required to ensure that a charter school that opens for the first time or significantly expands its enrollment receives the federal funds under each covered program for which it is eligible. An LEA may not deny funding to a new or expanding charter school due to the lack of prior-year data, even if eligibility and allocation amounts for other schools are based on prior-year data. An LEA may allocate funds to, or reserve funds for, an eligible charter school based on reasonable estimates of projected enrollment at the charter school. If an LEA allocates more or fewer funds to a charter school than the amount for which the charter school is eligible, based on actual enrollment or eligibility data, the LEA must make appropriate adjustments to the amount of funds allocated to the charter school as well as to other schools under a covered program on or before the date the LEA allocates funds to schools for the succeeding academic year (Section 5206 of ESEA (20 USC 7221e)).

Condition:

- The District allocated Title I funds to new and expanding charter schools based on estimates of projected enrollment. This resulted in under and over allocations to each charter school and the District did not subsequently adjust those allocations to reflect actual data after such data became available.
- The District did not allocate Title IIA and Title III funding to new and expanding charter schools.

Context:

- For Title I, the District under allocated roughly \$800,000 to new and expanding charter schools.
- For Title IIA, the District under allocated roughly \$200,000 to new and expanding charter schools.
- For Title III, the District appeared to have under allocated funds to new and expanding charter schools. However, we were unable to estimate the under allocation because the District could not provide actual enrollment data.



Statutory Reporting Section

Cause and Effect:

- For Title I, it is not the District's current policy to make adjustments to their initial funding allocations.
- For Title IIA and Title III, the District did not incorporate the new or expanding charter school enrollment data when performing the funding allocations.

Recipients that do not comply with all the requirements related to a particular grant risk future reductions in funding from the grantor agency or will be required to allocate the District's carryover funds to fund the charters.

Questioned costs:

None.

Recommendation:

According to the non-regulatory guidance issued by the Department of Education, to ensure that charter schools receive timely the proportionate amount of Title I funds for which they are eligible, the LEA has the following options:

- The LEA may reserve an amount off the top of its Title I allocation that it believes will be sufficient to fund eligible charter schools that are opening for the first time or significantly expanding their enrollment. Once a charter school has opened or expanded, and the actual data is available, the LEA would determine whether the charter school is eligible and ranks sufficiently high to receive Title I funds. The LEA would allocate the appropriate amount of the reserved Title I funds to the qualifying charter school in accordance with the LEA's Title I allocation procedures;
- The LEA may distribute an appropriate amount available from Title I *carryover funds* to a charter school that is opening for the first time or significantly expanding its enrollment; or
- The LEA may apply to the SEA for funds available through the Title I reallocation process to serve a charter school that is opening for the first time or significantly expanding its enrollment.

Department of Education does not provide options for Title II and Title III in their guidance.

The Department of Education has not provided specific guidance for the Title II and Title III programs. For these programs, the District should determine the most appropriate methodology for ensuring that charter schools receive timely the proportionate amount of federal funds for which they are eligible, and update its policies and procedures to incorporate the revised methodology.

Management Response and Corrective Action Plan:

After final Title I carryover amounts are confirmed by ISBE, the District will distribute the appropriate amount of Title I carryover to balance the Title I funding at any new or expanding charter school using current school year eligibility data going forward. The District will work with ISBE to ensure proper procedural compliance in implementing this process.

The District will make steps to ensure that charter schools receive the proportionate amount of Title II and Title III funds for which they are eligible and that appropriate funding methodologies are employed for new and expanding charter schools going forward.

Finding 2013-005: Head Start In-kind Contributions

Federal Agency: US Department of Health and Human Services

Federal Program Title, Pass-Through Entity (if applicable), CFDA Number:

Head Start; City of Chicago Department of Family and Support Services; CFDA number 93.600, award year December 1, 2011 through August 31, 2013



Criteria:

In accordance with sections 45 CFR sections 1301.20 and 1301.21, grantees are required to contribute at least 20 percent of the costs of the program through cash or in-kind contribution.

The City of Chicago Department of Family and Support Services (grantor) required the District to contribute approximately \$8.9 million through in-kind contributions.

Condition:

At the program completion date, August 31, 2013, the District had not met the minimum in-kind contribution requirement.

Context:

The District is below the required in-kind contribution requirement by approximately \$700 thousand.

Cause and Effect:

The District's internal controls failed to detect the reporting of ineligible in-kind contributions prior to the grantor to submitting the reports. Management did identify the error while performing internal program monitoring procedures. District subsequently amended the in-kind reports submitted to the grantor, however they are below the required minimum by approximately \$710,000 at June 30, 2013.

Recipients that do not comply with all the requirements related to a particular grant risk future reductions in funding from the grantor agency.

Questioned Costs:

None

Recommendation:

We recommend the District establish a process to identify eligible sources of in-kind contributions prior to the beginning of the award period that are in amount equal to or greater than the requirement. Additionally, the District should establish internal controls to detect the reporting of ineligible in-kind contributions prior to the grantor to submitting the reports.

Management Response and Corrective Action Plan:

The Office of Early Childhood Education — Head Start Program has exhausted all available resources for minimum federal In-Kind contributions in fiscal year 2013. In fiscal year 2014, the District will establish a process to identify eligible sources of in-kind contributions prior to the beginning of the award period that are in amount equal to or greater than the requirement. Additionally, the District will establish internal controls to detect the reporting of ineligible in-kind contributions prior to the grantor to submitting the reports.



**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2013**

- I. Finding SA12-01: ISBE Expenditure Reporting (Cash vs. Accrual)
Corrective Action Plan — See prior year report.
Current Status — No exceptions in FY13. Finding was fully corrected.
- II. Finding SA12-02: Subrecipient Monitoring
Corrective Action Plan — See prior year report.
Current Status — Finding was not corrected as the corrective action plan was not implemented. See updated corrective action plan in finding 2013-002.
- III. Finding SA12-03: Title I, Part A Targeted Assistance Programs
Corrective Action Plan — See prior year report.
Current Status — Finding was not corrected as the corrective action plan was not implemented. See updated corrective action plan in finding 2013-003.
- IV. Finding SA12-04: Special Tests and Provisions: Access to Federal Funds for New or Expanded Charter Schools
Corrective Action Plan — see prior year report.
Current Status — Finding was not corrected as the corrective action plan was not implemented. See updated corrective action plan in finding 2013-004.

