| Due to ROE on Friday, October 14th |
| :--- |
| Due to ISBE on Tuesday, November 15th |
| SD/JA17 |


\[\)|  X  |  School District  <br>  Joint Agreement  |
| :--- | :--- |

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ILLINOIS STATE BOARD OF EDUCATION
School Business Services Division
100 North First Street, Springfield, Illinois 62777-0001
217/785-8779
Illinois School District/Joint Agreement

## Annual Financial Report *

June 30, 2017


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

## INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Education<br>Community Unit School District No. 300<br>Algonquin, Illinois

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Community Unit School District No. 300 (the "District") as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 15,2017 which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole.

The accompanying Annual Financial Report (ISBE Form SD50-35/JA50-60), as of and for the year ended June 30, 2017, has been prepared in the form prescribed by the Illinois State Board of Education, is presented for purposes of additional analysis, and is not a required part of the basic financial statements referenced in the preceding paragraph. 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. Such information, except for the financial profile information, estimated financial profile summary, supplementary schedules, statistical section, estimated indirect cost rate for federal programs, report on shared services or outsourcing, administrative cost worksheet, itemization schedules and deficit reduction calculation, which were not audited and on which we render no opinion, has been subjected to the auditing procedures applied to the audit of the basic financial statements and certain other additional procedures including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or 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, except for those portions identified in the previous sentence as not audited, is fairly stated in all material respects, in relation to the basic financial statements as a whole.

The answers to questions 1 through 23 contained in the "Auditor's Questionnaire" on page 2 are based solely on the procedures performed and data obtained during the audit of the basic financial statements of the District as of and for the year ended June 30, 2017.

This report is intended solely for the information and use of the Board of Education, management of the Community School District No. 300, and the Illinois State Board of Education and is not intended to be and should not be used by anyone other than these specified parties.

## Baker Tilly Virchaw frawse, LLP

Oak Brook, Illinois

November 15, 2017

## Note 1 - Summary of Significant Accounting Policies

Community Unit School District No. 300 (the "District") operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to the regulatory provisions prescribed by the Illinois State Board of Education, which is a comprehensive basis of accounting other than accounting principles accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District:

## Reporting Entity

This report includes all of the funds of the District. The reporting entity for the District consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The District has not identified any organizations that meet this criteria.

## Basis of Presentation

The accounts of the District in the governmental fund financial statements are organized and operated on the basis of funds and account groups and are used to account for the District's general governmental activities. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, reserves, fund balance, revenues and expenditures or expenses as appropriate. The minimum number of funds is maintained consistent with legal and managerial requirements. Account Groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

## Measurement Focus and Basis of Accounting

The District has the following fund types and account groups:
Governmental Funds are used to account for the District's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual, i.e., when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after yearend. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources and pension expenditures.

## Major Governmental Funds

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

## Note 1 - Summary of Significant Accounting Policies - (Continued)

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

Each of the District's Special Revenue Funds has been established as a separate fund in accordance with the fund structure required by the State of Illinois for local educational agencies. These funds account for local property taxes restricted to specific purposes. A brief description of the District's Special Revenue Funds follows:

Tort Immunity and Judgment Fund - accounts for all revenue and expenditures related to the prevention of tort liability. Revenue is derived primarily from local property tax collections and investment income.

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

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

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

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

Debt Service Fund - accounts for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service and interfund transfers.

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

Capital Projects Fund - accounts for construction projects and renovations financed through bond series and impact fees.

## Other Fund Types

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

## Note 1 - Summary of Significant Accounting Policies - (Continued)

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

On-behalf payments (payments made by a third party for the benefit of the district, such as payments made by the state to the Teachers' Retirement System) have been recognized in the financial statements.

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

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

## All Financial Statements

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

## Assets, Liabilities and Net Position or Equity

## Deposits and Investments

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

## Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". Receivables are expected to be collected within one year.

## Unearned Revenue

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned.

## Note 1 - Summary of Significant Accounting Policies - (Continued)

## Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2016 levy resolution was approved during the December 13, 2016 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

The tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lessor of $5 \%$ or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2016 and 2015 tax levies were $0.7 \%$ and $0.8 \%$, respectively.

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

The 2016 property tax levy is recognized as a receivable in fiscal 2017, net of estimated uncollectible amounts approximating $1 \%$ and less amounts already received. The District considers that the first installment of the 2016 levy is to be used to finance operations in fiscal 2017. The District has determined that the second installment of the 2016 levy is to be used to finance operations in fiscal 2018 and has included the corresponding receivable as a deferred inflow of resources.

## Personal Property Replacement Taxes

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

## Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

## Fixed Assets

Fixed assets used in governmental fund types of the District are recorded in the general fixed assets account group at cost or estimated historical cost if purchased or constructed. Donated fixed assets are recorded at their estimated fair value at the date of donation. Interest incurred during construction is not capitalized on general fixed assets.

## Note 1 - Summary of Significant Accounting Policies - (Continued)

Depreciation of general fixed assets is provided over the estimated useful lives using the straight-line method and is reflected within the general fixed assets account group for informational purposes only. Depreciation of general fixed assets is not charged to the operations of the District. The estimated useful lives of the buildings and improvements, and equipment of the District are 15 to 50 years, and 5 to 10 years, respectively.

## Compensated Absences

Only employees that retire from the District are eligible to be compensated for sick days. Certified Staff must give notice four years prior of their intention to retires.

Each early retiree shall be paid for unused sick leave that is not reported to the Teachers' Retirement System for service credit up to a maximum of 40 days. Such payment shall be made in the form of a one-time lump-sum retirement incentive payment to an HRA account for the retiree. The lump-sum retirement incentive payment will be made after the individual's retirement with the District, and within 30 days after the individual's final pay check for regular earnings. The amount of the HRA contribution shall be the highest rate paid to substitute teachers for short term substitution in effect during the teacher's final year before retirement. In the event a member of the bargaining unit elects not to and/or does not receive reimbursement for any such days under this Section, the District shall transfer such unused days to the Sick Leave Banks.

Non Union Exempt Support Staff and members of DESPA who retire from the District through IMRF after completing at least 10 years of continuous service, shall receive separation pay equal to the per diem rate of the member for unused sick leave up to eighty (80) days. The employee may divide or distribute these days however they choose between IMRF usage and separation pay.

Members of D.E.S.A. who retire from the District through IMRF after completion at least 10 years of service shall be paid their current hourly rate for unused sick leave hours that are not reported to IMRF for service credit, up to the equivalent of sixty (60) days.

A liability for the sick days occurring from the above policies have been calculated and reported within long term liabilities for Certified Staff that have given notice of retirement as of June 30, 2013 and other employees with 10 years of service.

All employees that leave the District are eligible to be compensated for unused earned vacation days. 12 Month Administrators shall receive twenty-five (25) vacation days each year. Thirteen (13) of those days will be received on July 1 and the remaining twelve (12) will be received via a one day accrual each month during the year. These days are non cumulative. However, Administrators may carry over a maximum of ten (10) days to the following year.

For full time 12 -month employees, vacation time will be accrued, not awarded on a bi-weekly basis. The maximum amount of vacation time a member can accrue in their vacation bank shall be limited to fifteen (15) days more than their annual vacation accrual rate.

A liability for the sick days occurring from the above policy has been calculated and reported within longterm liabilities for employees that have given notice of retirement as of year-end. Compensated absences are reported on the governmental funds only if they matured.

## Note 1 - Summary of Significant Accounting Policies - (Continued)

## Long-Term Obligations

The District reports long-term debt of governmental funds at face value in the general long-term debt account group. Certain other long-term obligations that do not show evidence of indebtedness are not included in the general long-term debt account group.

For governmental fund types, bond premiums and discounts are recognized during the current period. Bond proceeds are reported as an "other financing source" net of the applicable premium or discount.

## General Fixed Assets and General Long-Term Debt Account Groups

Account groups are used to establish accounting control and accountability for the District's general fixed assets and general long-term debt. The accounting and financial reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus.

Fixed Assets - General fixed assets have been acquired for general governmental purposes. At the time of purchase, assets are recorded as expenditures paid in the Governmental Funds and capitalized at cost in the General Fixed Assets Account Group. Donated general fixed assets are listed at estimated fair market value as of the date of acquisition. Depreciation accounting is not applicable, except to determine the per capita tuition charge. Interest costs incurred during construction are not capitalized as part of fixed assets.

Long-Term Liabilities - Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds. The debt recorded in the District's General Long-Term Debt Account Group consists of serial bond issues and long-term debt retirements payable.

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

## Note 2 - Stewardship, Compliance and Accountability

## Budgetary Data

The budgeted amounts for the Governmental Funds are adopted on the modified accrual basis, which is consistent with accounting principles generally accepted in the United States of America.

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

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.

## Note 2 - Stewardship, Compliance and Accountability - (Continued)

4. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of $10 \%$ of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

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

## Excess of Expenditures over Budget

For the year ended June 30, 2017, expenditures exceeded budget in the General Fund and Capital Projects Fund by $\$ 18,895,923$ and $\$ 2,177,268$, respectively. The General Fund excess was caused by an increase in the TRS on-behalf payment for retirement benefits and is offset by an equal excess of revenue for the same purpose. The Capital Projects Fund excess was funded by available fund balance.

## Note 3 - Deposits and Investments

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

|  | Government- <br> wide | Fiduciary | Total |  |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| Cash and investments | $\$ 118,448,351$ | $\$$ | 782,729 | $\$$ | $119,231,080$ |
| Total | $\$ 118,448,351$ | $\$$ | 782,729 | $\$$ | $119,231,080$ |

For disclosure purposes, this amount is segregated into the following components:

|  | Cash and <br> investments |
| :--- | ---: | ---: |
| Deposits with financial institutions | $76,834,838$ |
| Illinois School District Liquid Asset Fund (ISDLAF+) | $9,412,426$ |
| First American Treasury Obligation Fund | $4,783,184$ |
| Other investments | $\mathbf{2 8 , 2 0 0 , 6 3 2}$ |
| $\quad$ Total | $\underline{\$ 119,231,080}$ |

## Note 3 - Deposits and Investments - (Continued)

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District's investments are measured using the market valuation method and valuation inputs as follows:

| Investment Type | Level 1 |  | Level 2 |  | Level 3 |  | Total |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| ISDLAF+ term series | \$ | - | \$ | 21,500,000 | \$ | - | \$ | 21,500,000 |
| Negotiable certificates of deposit |  | - |  | 6,700,632 |  | - |  | 6,700,632 |
| Total | \$ | - | \$ | 28,200,632 | \$ | - | \$ | 28,200,632 |

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the District's policy states investments shall provide sufficient liquidity to enable the District to meet all operating requirements that may be reasonably anticipated.

At year end, the District had the following investments subject to interest rate risk:

|  | Fair Value |  | Investment Maturity (In Years) |  |  |  |  |  | More than 10 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Less than one |  | 1-5 |  | 6-10 |  |  |  |
| Negotiable CDs | \$ | 6,700,632 | \$ | 4,966,655 | \$ | 1,733,977 | \$ | - | \$ | - |
| ISDLAF+Term Series |  | 21,500,000 |  | 21,500,000 |  | - |  | - |  | - |
| Total | \$ | 28,200,632 | \$ | 26,466,655 | \$ | 1,733,977 | \$ | - | \$ | - |

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State Statutes limit the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The District has no investment policy that would further limit its investment choices. The District's investments in negotiable CD's and the ISDLAF+ Term Series are unrated.

The District also invests in the First American Treasury Obligation Fund. The fund porfolio holds U.S. Treasury Debt and U.S. Treasury Repurchase Agreements. Investments are rated at AAAm and are valued at share price, which is the price for which the investment could be sold.

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

## Note 3 - Deposits and Investments - (Continued)

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's investment policy requires diversification of the investment portfolio to minimize risk of loss resulting from over-concentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity and rate of return.

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2017, the bank balance of the District's deposit with financial institutions totaled $\$ 83,535,470$; this entire amount was collateralized and insured.

Custodial Credit Risk - Investments. With respect to investments, custodial credit risk is the risk that, in the even of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring all investments be secured by private insurance or collateral.

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

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

## Note 4 - Interfund Transfers

During the year, the General Fund (Educational Accounts) transferred \$1,514,323 to the Debt Service Fund for the funding of principal and interest payments relating to capital leases and outstanding ISBE loans. The District also transferred $\$ 1,125,727$ from the Operations and Maintenance Fund to the Debt Service Fund to fund principal and interest payments relating to debt certificates.

State law allows for the above transfers.

## Note 5 - Long Term Liabilities

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2017:

|  | Beginning Balance |  | Additions |  | Deletions |  | Ending Balance |  | Due Within One Year |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| General obligation bonds | \$ | 264,225,000 | \$ | 40,600,000 | \$ | 50,055,000 | \$ | 254,770,000 | \$ | 5,145,000 |
| Capital appreciation |  |  |  |  |  |  |  |  |  |  |
| bonds |  | 50,384,869 |  | 3,899,158 |  | 7,935,000 |  | 46,349,027 |  | 9,665,000 |
| Debt certificates |  | 10,780,000 |  | 7,450,000 |  | 980,000 |  | 17,250,000 |  | 1,415,000 |
| Qualified Zone Academy |  |  |  |  |  |  |  |  |  |  |
| Bonds |  | 5,000,000 |  | - |  | - |  | 5,000,000 |  | - |
| Unamortized premium |  | 15,447,185 |  | 6,505,870 |  | 2,985,363 |  | 18,967,692 |  | - |
| Total bonds payable |  | 345,837,054 |  | 58,455,028 |  | 61,955,363 |  | 342,336,719 |  | 16,225,000 |
| Health (Medical) IBNR |  | 1,011,206 |  | - |  | 1,011,206 |  | - |  | - |
| Workers Comp IBNR |  | 38,803 |  | - |  | 38,803 |  | - |  | - |
| ISBE Technology |  |  |  |  |  |  |  |  |  |  |
| Revolving Loan |  | 322,011 |  | 964,600 |  | 372,743 |  | 913,868 |  | 425,791 |
| Net Pension Liability- |  |  |  |  |  |  |  |  |  |  |
| IMRF |  | 13,415,027 |  | 9,180,585 |  | 10,195,904 |  | 12,399,708 |  | - |
| Net pension liability-TRS |  | 23,071,563 |  | 4,175,855 |  | 1,575,251 |  | 25,672,167 |  | - |
| Compensated absences |  | 2,287,282 |  | 1,989,094 |  | 2,118,545 |  | 2,157,831 |  | 441,571 |
| Capital Lease- |  |  |  |  |  |  |  |  |  |  |
| Chromebook |  | 3,421,480 |  | - |  | 846,787 |  | 2,574,693 |  | 851,256 |
| Total long-term liabilities governmental activities | \$ | 389,404,426 | \$ | 74,765,162 | \$ | 78,114,602 | \$ | 386,054,986 | \$ | 17,943,618 |

## Note 5 - Long Term Liabilities - (Continued)

The IMRF portion of the net pension liability will be repaid from the Municipal Retirement/Social Security Fund. The TRS portion of the net pension liability will be repaid from the General Fund. Compensated absences, if unused and require payment upon termination, will be paid from the appropriate operating fund (General, Operations \& Maintenance, Transportation) as they are incurred based on the fund used to pay the employee's regular salary.

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

| Purpose | Interest Rates |  | Original Indebtedness |  | Face Amount |  | Carrying Amount |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Series 2001 General Obligation Capital |  |  |  |  |  |  |  |
| Appreciation School Building Bonds dated |  |  |  |  |  |  |  |
| December 1, 2001 are due in annual installments through December 1, 2021 | zero coupon | \$ | 21,770,265 | \$ | 33,180,000 | \$ | 26,088,601 |
| Series 2002 General Obligation Working |  |  |  |  |  |  |  |
| Cash Capital Appreciation Bonds dated |  |  |  |  |  |  |  |
| May 1, 2002 are due in annual installments |  |  |  |  |  |  |  |
| Series 2007 General Obligation School |  |  |  |  |  |  |  |
| Building Bonds dated March 1, 2007 are |  |  |  |  |  |  |  |
| 1,2025 | 3.25\%-7.00\% |  | 104,680,000 |  | 21,230,000 |  | 21,230,000 |
| Series 2008 General Obligation School |  |  |  |  |  |  |  |
| Bonds dated September 23, 2008 are due |  |  |  |  |  |  |  |
| 2028 | 4.50\% - 5.25\% |  | 65,290,000 |  | 20,505,000 |  | 20,505,000 |
| Series 2010 General Obligation Refunding |  |  |  |  |  |  |  |
| Bonds dated December 21, 2010 are due in |  |  |  |  |  |  |  |
| 2023 | 2.00\%-4.25\% |  | 16,750,000 |  | 16,325,000 |  | 16,325,000 |
| Series 2012 General Obligation Refunding |  |  |  |  |  |  |  |
| Bonds dated January 26, 2012 are due in |  |  |  |  |  |  |  |
| Series 2013 General Obligation Refunding |  |  |  |  |  |  |  |
| Bonds dated November 5, 2013 are due in |  |  |  |  |  |  |  |
| 2033 | 5.00\%-5.25\% |  | 59,815,000 |  | 59,815,000 |  | 59,815,000 |
| Series 2014 General Obligation Refunding |  |  |  |  |  |  |  |
| Bonds dated January 30, 2014 are due in |  |  |  |  |  |  |  |
| 2027 | 3.55\% |  | 5,000,000 |  | 5,000,000 |  | 5,000,000 |
| Series 2015 General Obligation Refunding 5,000,000 |  |  |  |  |  |  |  |
| Bonds dated December 18, 2014 are due in annual installments through January 1, |  |  |  |  |  |  |  |
| 2028 | 4.00\% - 5.00\% |  | 89,655,000 |  | 84,385,000 |  | 84,385,000 |
| Series 2017 General Obligation Refunding |  |  |  |  |  |  |  |
| Bonds dated April 25, 2017 are due in |  |  |  |  |  |  |  |
| 2028 | 4.50\% - 5.25\% |  | 40,600,000 |  | 40,600,000 |  | 40,600,000 |
| Total |  | \$ | 424,505,039 | \$ | 312,355,000 | \$ | 301,119,027 |

## Note 5 - Long Term Liabilities - (Continued)

During the year, the District issued $\$ 40,600,000$ in General Obligation Refunding Bonds Series 2017 with an average interest rate of $5.00 \%$, and contributed $\$ 856,208$ of District cash to an escrow agent to advance refund $\$ 44,785,000$ of the outstanding 2008 Series bonds with interest rates between $4.75 \%$ to $5.25 \%$. The net proceeds were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the multiple Series bonds. As a result, a portion of the 2008 Series bonds are considered to be defeased and the liability for those bonds has been removed from the Statement of Net Position.

The effect of this transaction resulted in the District increasing total debt service payments over the next fourteen years by $\$ 2,025,338$. The District performed this transaction to restructure outstanding debt. This transaction resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of $\$ 2,564,799$.

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds.
Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2017, \$166,820,000 of the District's bonds are considered defeased.

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

|  | Principal |  | Interest |  | Total |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2018 | $\$$ | 14,810,000 | \$ | 11,523,104 | \$ | 26,333,104 |
| 2019 |  | 15,685,000 |  | 11,908,688 |  | 27,593,688 |
| 2020 |  | 15,330,000 |  | 11,619,275 |  | 26,949,275 |
| 2021 |  | 16,110,000 |  | 11,336,525 |  | 27,446,525 |
| 2022 |  | 27,740,000 |  | 11,098,788 |  | 38,838,788 |
| 2023-2027 |  | 107,050,000 |  | 44,283,713 |  | 151,333,713 |
| 2028-2032 |  | 89,900,000 |  | 20,495,288 |  | 110,395,288 |
| 2033 |  | 25,730,000 |  | 1,340,113 |  | 27,070,113 |
| Total | \$ | 312,355,000 | \$ | 123,605,494 | \$ | 435,960,494 |

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to $13.8 \%$ of the most recent available equalized assessed valuation of the District. As of June 30, 2017, the statutory debt limit for the District was $\$ 458,536,693$, providing a debt margin of $\$ 165,199,044$. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2017, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

## Note 5 - Long Term Liabilities - (Continued)

Debt Certificates During the year, the District issued $\$ 7,450,000$ in debt certificates (Series 2016A) with an average interest rate of $2.27 \%$. The obligations for all debt certificates outstanding will be repaid from the Debt Service Fund via annual transfers from the General Fund and/or the Operations and Maintenance Fund.

Debt certificates currently outstanding are as follows:

| Purpose | Interest <br> Rates | Original <br> Indebtedness | Face <br> Amount | Carrying <br> Amount |  |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Series 2013A Debt Certificates dated <br> September 5, 2013 are due in annual <br> installments through January 1, 2020 | $1.24 \%-2.85 \%$ | $\$$ | $5,135,000$ | $\$$ | $2,270,000$ |

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

|  | Principal |  | Interest |  | Total |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2018 | \$ | 1,415,000 | \$ | 496,918 | \$ | 1,911,918 |
| 2019 |  | 1,455,000 |  | 452,073 |  | 1,907,073 |
| 2020 |  | 1,485,000 |  | 419,710 |  | 1,904,710 |
| 2021 |  | 1,505,000 |  | 405,908 |  | 1,910,908 |
| 2022 |  | 1,515,000 |  | 397,945 |  | 1,912,945 |
| 2023-2027 |  | 4,535,000 |  | 1,737,795 |  | 6,272,795 |
| 2028-2032 |  | 5,340,000 |  | 564,235 |  | 5,904,235 |
| Total | \$ | 17,250,000 | \$ | 4,474,584 | \$ | 21,724,584 |

## Note 5 - Long Term Liabilities - (Continued)

Qualified Zone Academy Bonds (QZAB) School districts that qualify for QZAB bonds must be located in an empowerment zone or an enterprise community expected to have at least $35 \%$ or more of their students eligible for free or reduced lunch under the National School Lunch Act. At least $95 \%$ of the proceeds from QZAB bonds must be used to fund qualifying projects that rehabilitate or repair public school buildings, provide equipment for public school use, develop course materials, or train teachers and other school personnel.

The obligations for the QZAB bonds will be repaid from the Debt Service Fund through an annual transfer from the General Fund and/or the Operations and Maintenance Fund in the fiscal year a payment is due.

QZAB bonds currently outstanding are as follows:

| Purpose | Interest <br> Rates | Original <br> Indebtedness | Face <br> Amount | Carrying <br> Amount |  |  |
| :--- | :---: | :---: | :---: | :---: | :---: | :---: |
| Series 2013 Qualified Zone Academy <br> Bonds dated September 5, 2013 are <br> due in annual installments through |  |  |  |  |  |  |
| January 1, 2024 | N/A | $\$$ | $5,000,000$ | $\$$ | $5,000,000$ | $\$$ |
| $\quad$ Total |  | $\$$ | $5,000,000$ | $\$$ | $5,000,000$ | $\$$ |
|  |  |  | $5,000,000$ |  |  |  |

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

|  | Principal |  | Total |  |
| :---: | :---: | :---: | :---: | :---: |
| 2020 | \$ | 800,000 | \$ | 800,000 |
| 2021 |  | 1,050,000 |  | 1,050,000 |
| 2022 |  | 1,050,000 |  | 1,050,000 |
| 2023 |  | 1,050,000 |  | 1,050,000 |
| 2024 |  | 1,050,000 |  | 1,050,000 |
| Total | \$ | 5,000,000 | \$ | 5,000,000 |

ISBE Technology Revolving Loan In 2012, the the District entered into a revolving loan with the Illinois State Board of Education for the purchase of technology equipment. The final payment on this loan was made in 2015. The loan was renewed for an additional $\$ 637,475$ and $\$ 964,600$ in 2015 and 2017, respectively, which again is for the purchase of technology equipment. The loan carries a $2.00 \%$ interest rate throughout its life and payments are made semi-annually on June 1st and December 1st. Future obligations related to the loan will be paid from the Debt Service Fund through annual transfers from the General Fund and/or the Operations and Maintenance Fund.

Annual debt service requirements to maturity for the loan are as follows:

|  | Principal |  | Interest |  | Total |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2018 | \$ | 425,791 | \$ | 15,614 | \$ | 441,405 |
| 2019 |  | 323,763 |  | 8,151 |  | 331,914 |
| 2020 |  | 164,314 |  | 1,643 |  | 165,957 |
| Total | \$ | 913,868 | \$ | 25,408 |  | 939,276 |

# Note 5 - Long Term Liabilities - (Continued) 

Capital Leases. The District has entered into a lease agreement as lessee for financing the acquisition of chromebooks. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, the obligation has been recorded at the present value of the future minimum lease payments as of the inception date. The obligation will be repaid from the Debt Service Fund, funded through an annual transfer from the General Fund and Operations and Maintenance Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2017, are as follows:

|  | Amount |  |
| :--- | ---: | ---: |
|  |  |  |
| 2018 | $\$$ | 872,296 |
| 2019 | 872,296 |  |
| Total minimum lease payments | 872,296 |  |
| Less: amount representing interest | $2,616,888$ |  |
| $\quad$ Present value of minimum lease payments | $(42,195)$ |  |
|  | $\underline{\underline{\$}} \mathbf{2 , 5 7 4 , 6 9 3}$ |  |

## Note 6 - Risk Management

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters.

To protect from risks related to workers' compensation and the theft of, damage to, and destruction of assets; and natural disasters, the District participates in the Collective Liability Insurance Cooperative. The District pays annual premiums to the pool for insurance coverage. The arrangements with the pool provides that it will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pool. There have been no significant reductions in insurance coverage in any of the past three fiscal years. There have been no amounts of settlements that exceeded insurance coverage in each of the past three fiscal years.

The District is self-insured for medical coverage that is provided to District personnel. A third party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third party administrator for payment of employee health, dental, and administration fees. The District's liability will not exceed $\$ 175,000$ per employee, as provided by stop-loss provisions incorporated in the medical plan. As of June 1, 2012, the District was no longer self-insured for workers' compensation, however, claims incurred prior to June 30, 2012 are still covered under the self-insurance coverage. The District's liability will not exceed $\$ 600,000$ per accident per employee, as provided by stop-loss provisions in the workers' compensation plan.

## Note 6 - Risk Management - (Continued)

At June 30, 2017, total unpaid claims, including an estimate of claims that have been incurred but not reported to the administrative agent for medical, totaled $\$ 2,246,346$. Total disclosure includes both IBNR and fund level claims payable. The fund level claims payable portion as of June 30, 2017 is $2,246,346$. The estimates are developed based on a claims incurred and claims paid lag study prepared by the the District's health care provider. For the two years ended June 30, 2016 and June 30, 2017, changes in the liability for unpaid claims are summarized as follows:

|  | Claims Payable Beginning of Year | Current Year Claims and Changes in Estimates |  | Claims Payments |  | Claims Payable End of Year |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Fiscal Year 2016 | \$ 3,384,401 | \$ | 19,730,958 | \$ | 19,501,189 | \$ | 3,614,170 |
| Fiscal Year 2017 | \$ 3,614,170 | \$ | 19,896,082 | \$ | 21,263,906 | \$ | 2,246,346 |

## Note 7 - Other Post-Employment Benefits

## Teachers' Health Insurance Security

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

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

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

On Behalf Contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 1.12 percent of pay during the year ended June 30, 2017. State of Illinois contributions were $\$ 1,231,186$, and the District recognized revenues and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2016 and June 30, 2015 were 1.07 and 1.02 percent of pay, respectively. For these years, state contributions on behalf of District employees were $\$ 1,114,283$ and $\$ 994,421$, respectively.

## Note 7 - Other Post-Employment Benefits - (Continued)

Employer Contributions to THIS Fund. The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.84 percent during the year ended June 30,2017 and 0.80 and 0.76 percent during the years ended June 30, 2016 and 2015, respectively. For the years ended June 30, 2017, 2016 and 2015 the District paid $\$ 923,390, \$ 833,109$ and $\$ 740,941$ to the THIS Fund, respectively, which was 100 percent of the required contribution for those years.

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

## Note 8 - Retirement Systems

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

## Teachers' Retirement System

Plan Description. The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at http://trsil.org/pubs/cafr.htm; by writing to TRS at 2815 W . Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits Provided. TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.
Disability and death benefits are also provided.
Tier II members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the last four. Disability provisions for Tier II are identical to those of Tier I. Death benefits are payable under a formula that is different from Tier 1.

## Note 8 - Retirement Systems - (Continued)

Essentially all Tier I retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of three percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Contributions. The State of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90 percent of the total actuarial liabilities of the System by the end of fiscal year 2045.

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2016 was 9.4 percent of creditable earnings. On July 1, 2016 the rate dropped to 9.0 percent of pay due to the expiration of the Early Retirement Option (ERO). The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

On Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2017, State of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of $\$ 81,244,288$ in pension contributions from the State of Illinois.
2.2 Formula Contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2017, were $\$ 637,579$, and are deferred because they were paid after the June 30, 2016 measurement date.

Federal and Trust Fund Contributions. When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that has been in effect since the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS. Public Act 98-0674 now requires the two rates to be the same.

For the year ended June 30, 2017, the District pension contribution was 38.54 percent of salaries paid from federal and special trust funds. Contributions for the year ended June 30, 2017, were \$931,217, which was equal to the District's required contribution. These contributions are deferred because they were paid after the June 30, 2016 measurement date.

Early Retirement Option. Contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The District is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the program that ended on June 30, 2016 is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2017, the District had no expenditures to TRS for District ERO contributions for retirements that occurred before July 1, 2016.

## Note 8 - Retirement Systems - (Continued)

Salary increases over 6 percent. The District is also required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. For the year ended June 30, 2017, the District paid $\$ 53,258$ to TRS for employer contributions due on salary increases in excess of 6 percent.

TRS Fiduciary Net Position. Detailed information about the TRS's fiduciary net position as of June 30, 2016 is available in the separately issued TRS Comprehensive Annual Financial Report.

Net Pension Liability. At June 30, 2017, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follows:


The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015, and rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2016, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2016 and 2015, the District's proportion was 0.03252274 percent and 0.03521834 percent, respectively.

Summary of Significant Accounting Policies. For purposes of measuring the collective net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of TRS and additions to/deductions from TRS fiduciary net position have been determined on the same basis as they are reported by TRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Actuarial Assumptions. The assumptions used to measure the total pension liability in the June 30, 2016 actuarial valuation included (a) $7.00 \%$ investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases varies by amount of service credit, and (c) inflation of 2.50\%.

For the June 30, 2016 valuation, the investment return assumption was lowered from 7.50 percent to 7.00 percent. Salary increase assumptions were lowered from their 2015 levels. Other assumptions were based on the 2015 experience analysis which increased retirement rates, improved mortality assumptions and made other changes.

Mortality. Mortality rates were based on the RP-2014 White Collar Table with adjustments as appropriate for TRS experience. The rates are used on a fully-generational basis using projection table MP-2014.

## Note 8 - Retirement Systems - (Continued)

Long-Term Expected Real Rate of Return. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

| Asset Class | Target <br> Allocation | Long-Term <br> Expected Real <br> Rate of Return |
| :--- | ---: | ---: |
|  |  |  |
| U.S. equities large cap | $14.40 \%$ | $6.94 \%$ |
| U.S. equities small/mid cap | $3.60 \%$ | $8.09 \%$ |
| International equities developed | $14.40 \%$ | $7.46 \%$ |
| Emerging market equities | $3.60 \%$ | $10.15 \%$ |
| U.S. bonds core | $10.70 \%$ | $2.44 \%$ |
| International debt developed | $5.30 \%$ | $1.70 \%$ |
| Real estate | $15.00 \%$ | $5.44 \%$ |
| Commodities (real return) | $11.00 \%$ | $4.28 \%$ |
| Hedge funds (absolute return) | $8.00 \%$ | $4.16 \%$ |
| Private equity | $14.00 \%$ | $10.63 \%$ |

Discount Rate. At June 30, 2016, the discount rate used to measure the total pension liability was a blended rate of 6.83 percent, which was a change from the June 30, 2015 rate of 7.47 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2016 was not projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. Despite the subsidy, all projected future payments were not covered, so a slightly lower long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

At June 30, 2015, the discount rate used to measure the total pension liability was 7.47 percent. The discount rate was lower than the actuarially-assumed rate of return on investments that year as well because TRS's fiduciary net position and the subsidy provided by Tier II were not sufficient to cover all projected benefit payments.

## Note 8 - Retirement Systems - (Continued)

Discount Rate Sensitivity. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.83 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower ( 5.83 percent) or 1-percentage-point higher ( 7.83 percent) than the current rate:

|  | Current |
| :---: | :---: |
| Discount Rate | $1 \%$ Decrease Increase |

District's proportionate share of the collective net pension liability

$$
\$ \quad 31,398,102 \quad \$ \quad 25,672,167 \quad \$ \quad 20,995,596
$$

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2017, the District recognized pension expense of $\$ 2,660,911$ and on-behalf revenue of $\$ 81,244,288$ for support provided by the state. At June 30, 2017, the District's deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

|  | Deferred <br> Outflows of <br> Resources | Deferred <br> Inflows of <br> Resources |
| :--- | ---: | :--- |
| Differences between expected and actual experience <br> Net difference between projected and actual earnings on pension plan <br> investments | $\$$ | 189,823 |

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability for the year ending June 30, 2018. The remaining amounts reported as deferred outflows and inflows of resources related to pensions $(\$ 2,804,882)$ will be recognized in pension expense as follows:

Year Ending June 30,
Amount

| 2018 | $\$$ |
| :--- | ---: |
| 2019 | 512,551 |
| 2020 | 512,551 |
| 2021 | $1,340,639$ |
| 2022 | 402,244 |
| Total | 36,897 |
| $\underline{2}$ |  |

## Note 8 - Retirement Systems - (Continued)

## Illinois Municipal Retirement Fund

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

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Public Act 96-0889 created a second tier for IMRF's Regular Plan. IMRF assigns a benefit tier to a member when he or she is enrolled in IMRF. The tier is determined by the member's first IMRF participation date. If the member first participated in IMRF before January 1, 2011, they participate in Regular Tier 1. If the member first participated in IMRF on or after January 1, 2011, they participate in Regular Tier 2.

For Regular Tier 1, pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to $1-2 / 3 \%$ of the final rate of earnings for the first 15 years of service credit, plus $2 \%$ for each year of service credit after 15 years to a maximum of $75 \%$ of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Regular Tier 1 , the pension is increased by $3 \%$ of the original amount on January 1 every year after retirement. For Regular Tier 2, pension benefits vest after ten years of service. Participating members who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to $1-2 / 3 \%$ of the final rate of earnings for the first 15 years of service credit, plus $2 \%$ for each year of service credit after 15 years to a maximum of $75 \%$ of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96 . Under Regular Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of $3 \%$ of the original pension amount, or $1 / 2$ of the increase in the Consumer Price Index of the original pension amount. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Plan Membership. At December 31, 2016, the measurement date, membership of the plan was as follows:
Retirees and beneficiaries ..... 522
Inactive, non-retired members ..... 814
Active members ..... 787Total2,123

Contributions. As set by statute, District employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's actuarially determined contribution rate for calendar year 2016 was 10.47 percent of annual covered payroll. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

## Note 8 - Retirement Systems - (Continued)

Net Pension Liability/(Asset). The net pension liability/(asset) was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

Summary of Significant Accounting Policies. For purposes of measuring the net pension liability/(asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of IMRF and additions to/deductions from IMRF fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Actuarial Assumptions. The assumptions used to measure the total pension liability in the December 31, 2016 annual actuarial valuation included (a) $7.50 \%$ investment rate of return, (b) projected salary increases from $3.75 \%$ to $14.50 \%$, including inflation, and (c) price inflation of $2.75 \%$. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

Mortality. For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Long-Term Expected Real Rate of Return. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

|  |  | Projected Returns/Risk |  |
| :--- | ---: | ---: | ---: |
| Asset Class | Target <br> Allocation | One Year <br> Arithmetic | Ten Year <br> Geometric |
| Equities | $38.00 \%$ | $8.30 \%$ | $6.85 \%$ |
| International equities | $17.00 \%$ | $8.45 \%$ | $6.75 \%$ |
| Fixed income | $27.00 \%$ | $3.05 \%$ | $3.00 \%$ |
| Real estate | $8.00 \%$ | $6.90 \%$ | $5.75 \%$ |
| Alternatives | $9.00 \%$ |  |  |
| Private equity |  | $12.45 \%$ | $7.35 \%$ |
| Hedge funds |  | $5.35 \%$ | $5.25 \%$ |
| Commodities |  | $4.25 \%$ | $2.65 \%$ |
| Cash equivalents |  | $2.00 \%$ | $2.25 \%$ |

## Note 8 - Retirement Systems - (Continued)

Discount Rate. The discount rate used to measure the total pension liability for IMRF was $7.50 \%$. The discount rate calculated using the December 31, 2015 measurement date was $7.48 \%$. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments of $7.50 \%$ was blended with the index rate of $3.78 \%$ for tax exempt 20-year general obligation municipal bonds with an average AA credit rating at December 31, 2016 to arrive at a discount rate of 7.50 used to determine the total pension liability. The year ending December 31, 2088 is the last year in the 2017 to 2116 projection period for which projected benefit payments are fully funded.

Discount Rate Sensitivity. The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate of $7.50 \%$ as well as what the net pension liability/(asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower ( $6.50 \%$ ) or 1 percentage point higher ( $8.50 \%$ ) than the current rate:

|  | 1\% Decrease |  | Current Discount Rate |  | 1\% Increase |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Total pension liability | \$ | 124,245,188 | \$ | 109,554,409 | \$ | 97,482,530 |
| Plan fiduciary net position |  | 97,154,701 |  | 97,154,701 |  | 97,154,701 |
| Net pension liability/(asset) | \$ | 27,090,487 | \$ | 12,399,708 | \$ | 327,829 |

Changes in Net Pension Liability/(Asset). The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2016 was as follows:

|  | Increase (Decrease) |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total Pension Liability <br> (a) | Plan Fiduciary Net Position <br> (b) |  | Net Pension Liability/(Asset) (a) - (b) |  |
| Balances at December 31, 2015 | \$ | 104,711,503 | \$ | 91,296,476 | \$ | 13,415,027 |
| Service cost |  | 2,986,080 |  | - |  | 2,986,080 |
| Interest on total pension liability |  | 7,781,871 |  | - |  | 7,781,871 |
| Differences between expected and actual experience of the total pension liability |  | $(1,315,253)$ |  | - |  | $(1,315,253)$ |
| Change of assumptions |  | $(272,113)$ |  | - |  | $(272,113)$ |
| Benefit payments, including refunds of employee contributions |  | $(4,337,679)$ |  | $(4,337,679)$ |  | - |
| Contributions - employer |  | - |  | 2,763,870 |  | $(2,763,870)$ |
| Contributions - employee |  | - |  | 1,194,435 |  | $(1,194,435)$ |
| Net investment income |  | - |  | 6,246,836 |  | $(6,246,836)$ |
| Other (net transfer) |  | - |  | $(9,237)$ |  | 9,237 |
| Balances at December 31, 2016 | \$ | 109,554,409 | \$ | 97,154,701 | \$ | 12,399,708 |

## Note 8 - Retirement Systems - (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2017, the District recognized pension expense of $\$ 5,071,035$. The District's deferred outflows and inflows of resources related to pension were from the following sources:

|  |  | Deferred utflows of sources | Deferred Inflows of Resources |  |
| :---: | :---: | :---: | :---: | :---: |
| Differences between expected and actual experience | \$ | 67,678 | \$ | 981,224 |
| Assumption changes |  | 759,532 |  | 194,986 |
| Net difference between projected and actual earnings on pension plan investments |  | 4,794,933 |  | - |
| Contributions subsequent to the measurement date |  | 1,401,725 |  | - |
| Total | \$ | 7,023,868 | \$ | 1,176,210 |

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability/(asset) for the year ending June 30, 2018. The remaining amounts reported as deferred outflows and inflows of resources related to pensions $(\$ 4,445,933)$ will be recognized in pension expense as follows:

Year Ending December 31,
Amount

|  |  |
| :---: | ---: |
| 2017 |  |
| 2018 | $\$$$1,913,109$ <br> 2019 |
| 2020 | $1,256,429$ |
| Total | $1,159,228$ |
|  | 117,167 |

## Note 9 - Construction Commitments

As of June 30, 2017, the District is committed to approximately $\$ 2,554,589$ in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balances representing building bond proceeds.

|  | TAB Name | AFR Page No. |
| :---: | :---: | :---: |
| Auditor's Questionnaire, | Aud Quest | $\underline{2}$ |
| Comments Applicable to the Auditor's Questionnaire. | Aud Quest | $\underline{2}$ |
| Financial Profile Information | FP Info | $\underline{3}$ |
| Estimated Financial Profile Summary. | Financial Profile | 4 |
| Basic Financial Statements |  |  |
| Statement of Assets and Liabilities Arising from Cash Transactions/Statement of Position | Assets-Liab | 5-6 |
| Statement of Revenues Received/Revenues, Expenditures Disbursed/Expenditures, Other |  |  |
| Sources (Uses) and Changes in Fund Balances (All Funds).. | Acct Summary | 7-8 |
| Statements of Revenues Received/Revenues (All Funds)... | Revenues | 9-14 |
| Statements of Expenditures Disbursed/Expenditures Budget to Actual (All Funds). | Expenditures | 15-22 |
| Supplementary Schedules |  |  |
| Federal Stimulus - American Recovery and Reinvestment Act (ARRA) Schedule. | ARRA Sched | $\underline{23}$ |
| Schedule of Ad Valorem Tax Receipts. | Tax Sched | $\underline{24}$ |
| Schedule of Short-Term Debt/Long-Term Debt | Short-Term Long-Term Debt | 25 |
| Schedule of Restricted Local Tax Levies and Selected Revenue Sources/ |  |  |
| Schedule of Tort Immunity Expenditures. | Rest Tax Levies-Tort Im | $\underline{26}$ |
| Statistical Section |  |  |
| Schedule of Capital Outlay and Depreciation. | Cap Outlay Deprec | $\underline{27}$ |
| Estimated Operating Expenditures Per Pupil and Per Capita Tuition Charge Computation. | PCTC-OEPP | 28-29 |
| Estimated Indirect Cost Rate for Federal Programs (Section I, Section II). | ICR Computation | 30 |
| Report on Shared Services or Outsourcing | Shared Outsourced Serv. | $\underline{31}$ |
| Administrative Cost Worksheet. | AC | $\underline{32}$ |
| Itemization Schedule. | ITEMIZATION | $\underline{33}$ |
| Reference Page........ | REF | $\underline{34}$ |
| Notes, Opinion Letters, etc...... | Opinion-Notes | $\underline{35}$ |
| Deficit Reduction Calculation...... | Deficit AFR Sum Calc | $\underline{36}$ |
| Audit Checklist/Balancing Schedule. | AUDITCHECK | : |
| Single Audit Section |  |  |
| Annual Federal Compliance Report., | Single Audit Cover - CAP | 37-46 |

## INSTRUCTIONS/REQUIREMENTS: For School Districts/Joint Agreements

All School Districts/Joint Agreements must complete this form (Note: joint agreement supplementary/statistical schedules may not be applicable)
Round all amounts to the nearest dollar. Do not enter cents. (Exception: 9 Month ADA on page 28, line 78)
This form complies with Part 100 (Requirements for Accounting, Budgeting, Financial Reporting, and Auditing)
23, Illinois Administrative Code 100, Subtitle A. Chapter I, Subchapter C (Part 100)
Any errors left unresolved by the Audit Checklist/Balancing Schedule must be explained in the itemization page.

## Submit AFR Electronically

* The Annual Financial Reports (AFR) must be submitted directly through the Attachment Manager to the AFR Group by the Auditor or School District designated personnel (Please see Instructions for complete submission procedures).

Attachment Manager Link
Note: CD/Disk no Ionger accepted.

* AFR supporting documentation must be embedded as Microsoft Word (.doc), Word Perfect (".wpd) or Adobe (*.pdf) and inserted within tab "Opinions \& Notes". These documents include: The Audit, Management letter, Opinion letters, Compliance letters, Financial notes etc.... For embedding instructions see "Opinions \& Notes" tab of this form. Note: In Windows 7 and above, files can be saved in Adobe Acrobat (".pdf) and embedded even if you do not have the soffware. If you have problems embedding the files you may attach them as separate (.docx) in the Attachment Manager and ISBE will embedded them for you.


## Submit Paper Copy of AFR with Signatures

1) The auditor must send three paper copies of the AFR form (cover through page 8 at minimum) to the School District with the auditor signature.

Note: School Districts and Regional Superintendents may prefer a complete paper copy in lieu of an electronic file. Please comply with their requests as neccossary.
2) Upon receipt, the School District retains one copy for their records, signs, and forwards the remaining two copies to the Regional Superintendent's office no later than October 15, annually.
3) Upon receipt, the Regional Superintendent's office retains one copy for their records, signs, and forwards the remaining paper copy to ISBE no later than November 15, annually.

* Yellow Book, CPE, and Peer Review requirements must be met if the Auditor issues an opinion stating "Governmental Auditing Standards" were utilized. Federal Single Audit 2 CFR 200.500

Qualifications of Auditing Firm
*School District/Joint Agreement entities must verify the qualifications of the auditing firm by requesting the most current peer review report and the
corresponding acceptance letter from the approved peer review program, for the current peer review period.

- A school district/joint agreement who engages with an auditing firm who is not licensed and qualified will be required to complete a new audit by a qualified auditing firm at the school district's/joint agreement's expense.


## AUDITOR'S QUESTIONNAIRE

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

## PART A - FINDINGS

1. One or more school board members, administrators, certified school business officials, or other qualifying district employees failed to file economic interested statements pursuant to the Illinois Government Ethics Act. [5 ILCS 420/4A-101]
2. One or more custodians of funds failed to comply with the bonding requirements pursuant to Illinois School Code [105 ILCS 5/8-2;10-20.19;19-6].
3. One or more contracts were executed or purchases made contrary to the provisions of the Illinois School Code [105/LCS 5/10-20.21].
4. One or more violations of the Public Funds Deposit Act or the Public Funds Investment Act were noted [30 ILCS 225/1 et. seq. and 30 ILCS 235/1 et. seq.].
5. Restricted funds were commingled in the accounting records or used for other than the purpose for which they were restricted.
6. One or more short-term loans or short-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory Authority.
7. One or more long-term loans or long-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory Authority.
8. Corporate Personal Property Replacement Tax monies were deposited and/or used without first satisfying the lien imposed pursuant to the Illinois State Revenue Sharing Act [30 ILCS 115/12].
9. One or more interfund loans were made in non-conformity with the applicable authorizing statute or without statutory authorization per Illinois School Code [105 ILCS 5/10-22.33, 20-4 and 20-5].
10. One or more interfund loans were outstanding beyond the term provided by statute Illinois School Code [105 ILCS 5/10-22.33, 20-4, 20-5].
11. One or more permanent transfers were made in non-conformity with the applicable authorizing statute/regulation or without statutory/regulatory authorization per Illinois School Code [105 ILCS 5/17-2A]
12. Substantial, or systematic misclassification of budgetary items such as, but not limited to, revenues, receipts, expenditures, disbursements or expenses were observed.
13. The Chart of Accounts used to define and control budget and accounting records does not conform to the minimum requirements imposed by ISBE rules pursuant to Illinois School Code [105 ILCS 5/2-3.27; 2-3.28].
14. At least one of the following forms was filed with ISBE late: The FY16 AFR (ISBE FORM 50-35), FY16 Annual Statement of Affairs (ISBE Form 50-37) and FY17 Budget (ISBE FORM 50-36). Explain in the comments box below in persuant to Illinois School Code [105 ILCS 5/3-15.1; 5/10-17; 5/17-1].

## PART B - FINANCIAL DIFFICULTIES/CERTIFICATION Criteria pursuant to the Illinois School Code [105 ILCS 5/1A-8]:

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

## PART C - OTHER ISSUES

19. Student Activity Funds, Imprest Funds, or other funds maintained by the district were excluded from the audit.
20. Findings, other than those listed in Part A (above), were reported (e.g. student activity fund findings).
21. Federal Stimulus Funds were not maintained and expended in accordance with the American Recovery and Reinvestment Act (ARRA) of 2009. If checked, an explanation must be provided.
22. Check this box if the district is subject to the Property Tax Extension Limitation Law. Effective Date: 10/1/1991 (Ex: 00/00/0000)
23. If the type of Auditor Report designated on the cover page is other than an unqualified opinion and is due to reason(s) other than solely Cash Basis Accounting, please check and explain the reason(s) in the box below.

## PART D - EXPLANATION OF ACCOUNTING PRACTICES FOR LATE MANDATED CATEGORICAL PAYMENTS <br> (For School Districts who report on an Accrual/Modified Accrual Accounting Basis only)

School districts that report on the accrual/modified accrual basis of accounting must identify where late mandated categorical payments (Acct Codes $3100,3105,3110,3500$, and 3510 ) are recorded. Depending on the accounting procedure these amounts will be used to adjust the Direct Receipts/Revenues in calculation 1 and 2 of the Financial Profile Score. In FY2017, identify those late payments recorded as Intergovermental Receivables, Other Recievables, or Deferred Revenue \& Other Current Liabilities or Direct Receipts/Revenue Payments should only be listed once.
24. Enter the date that the district used to accrue mandated categorical payments

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

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

## PART E- QUALIFICATIONS OF AUDITING FIRM

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

Comments Applicable to the Auditor's Questionnaire:

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



Page 5

Page 6
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS STATEMENT OF POSITION AS OF JUNE 30, 2017


\begin{tabular}{|c|c|c|c|c|c|c|c|c|c|c|c|}
\hline \multicolumn{12}{|l|}{Page 7

STATEMENT OF FINANCIAL STATEMENT
REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER
SOURCES (USES) AND CHANGES IN FUND BALANCE
ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2017} <br>
\hline \& A \& B \& C \& D \& E \& F \& G \& H \& I \& J \& K <br>
\hline 1
2

2 \& Description (Enter Whole Dollars) \& Acct \& \begin{tabular}{l}
(10) <br>
Educational

 \& 

(20) <br>
Operations \& Maintenance

 \& 

(30) <br>
Debt Services
\end{tabular} \& (40)

Transportation \& (50)
Municipal
Retirement/ Social
Security \& (60)

Capital Projects \& | (70) |
| :--- |
| Working Cash | \& (80)

Tort \& | (90) |
| :--- |
| Fire Prevention \& Safety | <br>

\hline 3 \& \multicolumn{11}{|l|}{RECEIPTS/REVENUES} <br>
\hline 4 \& LOCAL SOURCES \& 1000 \& 131,036,715 \& 20,142,845 \& 27,075,450 \& 5,888,580 \& 6,973,218 \& 7,441,478 \& 278,493 \& 1,888,023 \& 0 <br>
\hline 5 \& FLOW-THROUGH RECEIPTS/REVENUES FROM ONE DISTRICT TO ANOTHER DISTRICT \& 2000 \& 0 \& 0 \& \& 0 \& 0 \& \& \& \& <br>
\hline 6 \& STATE SOURCES \& 3000 \& 54,004,702 \& 0 \& 0 \& 6,440,901 \& 0 \& 0 \& 0 \& 0 \& 0 <br>
\hline 7 \& FEDERAL SOURCES \& 4000 \& 16,550,130 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 <br>
\hline 8 \& Total Direct Receipts/Revenues \& \& 201,591,547 \& 20,142,845 \& 27,075,450 \& 12,329,481 \& 6,973,218 \& 7,441,478 \& 278,493 \& 1,888,023 \& 0 <br>
\hline 9 \& Receipts/Revenues for "On Behalf" Payments ${ }^{2}$ \& 3998 \& 82,475,474 \& \& \& \& \& \& \& \& <br>
\hline 10 \& Total Receipts/Revenues \& \& 284,067,021 \& 20,142,845 \& 27,075,450 \& 12,329,481 \& 6,973,218 \& 7,441,478 \& 278,493 \& 1,888,023 \& 0 <br>
\hline 11 \& \multicolumn{11}{|l|}{DISBURSEMENTS/EXPENDITURES} <br>
\hline 12 \& Instruction \& 1000 \& 118,773,297 \& \& \& \& 2,799,433 \& \& \& \& <br>
\hline 13 \& Support Services \& 2000 \& 59,103,667 \& 18,878,485 \& \& 11,795,444 \& 3,447,640 \& 5,131,818 \& \& 1,498,526 \& 0 <br>
\hline 14 \& Community Services \& 3000 \& 0 \& , \& \& 0 \& 0 \& \& \& \& <br>
\hline 15 \& Payments to Other Districts \& Govermental Units \& 4000 \& 14,996,433 \& 0 \& 0 \& 0 \& 0 \& 0 \& \& \& 0 <br>
\hline 16 \& Debt Service \& 5000 \& 0 \& 0 \& 27,726,126 \& 0 \& 0 \& \& \& 0 \& 0 <br>
\hline 17 \& \multicolumn{2}{|l|}{Total Direct Disbursements/Expenditures} \& 192,873,397 \& 18,878,485 \& 27,726,126 \& 11,795,444 \& 6,247,073 \& 5,131,818 \& \& 1,498,526 \& 0 <br>
\hline 18 \& Disbursements/Expenditures for "On Behalf" Payments ${ }^{2}$ \& 4180 \& 82,475,474 \& 0 \& 0 \& 0 \& 0 \& 0 \& \& 0 \& 0 <br>
\hline 19 \& \multicolumn{2}{|l|}{Total Disbursements/Expenditures} \& 275,348,871 \& 18,878,485 \& 27,726,126 \& 11,795,444 \& 6,247,073 \& 5,131,818 \& \& 1,498,526 \& 0 <br>
\hline 20 \& \multicolumn{2}{|l|}{Excess of Direct Receipts/Revenues Over (Under) Direct Disbursements/Expenditures ${ }^{3}$} \& 8,718,150 \& 1,264,360 \& (650,676) \& 534,037 \& 726,145 \& 2,309,660 \& 278,493 \& 389,497 \& 0 <br>
\hline 21 \& \multicolumn{11}{|l|}{OTHER SOURCES/USES OF FUNDS} <br>
\hline 22 \& \multicolumn{2}{|l|}{OTHER SOURCES OF FUNDS (7000)} \& \& \& \& \& \& \& \& \& <br>
\hline 23 \& \multicolumn{2}{|l|}{PERMANENT TRANSFER FROM VARIOUS FUNDS} \& \& \& \& \& \& \& \& \& <br>
\hline 24 \& Abolishment of the Working Cash Fund ${ }^{12}$ \& 7110 \& \& \& \& \& \& \& \& \& <br>
\hline 25 \& Abatement of the Working Cash Fund ${ }^{12}$ \& 7110 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& \& 0 \& 0 <br>
\hline 26 \& Transfer of Workirg Cash Fund Interest \& 7120 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& \& 0 \& 0 <br>
\hline 27 \& Transfer Among Funds \& 7130 \& 0 \& 0 \& \& 0 \& \& \& \& \& <br>
\hline 28 \& Transfer of Interest \& 7140 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 <br>
\hline 29 \& Transfer from Captal Project Fund to O\&M Fund \& 7150 \& \& 0 \& \& \& \& \& \& \& <br>
\hline 30 \& Transfer of Excess Fire Prevention \& Safety Tax and Interest Proceeds to O\&M Fund ${ }^{4}$ \& 7160 \& \& 0 \& \& \& \& \& \& \& <br>
\hline 31 \& Transfer to Excess Fire Prevention \& Safety Bond and Interest Proceeds to Debt Service Fund ${ }^{5}$ \& 7170 \& \& \& 0 \& \& \& \& \& \& <br>
\hline 32 \& \multicolumn{2}{|l|}{SALE OF BONDS (7200)} \& \& \& \& \& \& \& \& \& <br>
\hline 33 \& Principal on Bonds Sold \& 7210 \& 0 \& 0 \& 40,600,000 \& 0 \& \& 7,450,000 \& 0 \& 0 \& 0 <br>
\hline 34 \& Premium on Bonds Sold \& 7220 \& 0 \& 0 \& 6,505,870 \& 0 \& \& 0 \& 0 \& 0 \& 0 <br>
\hline 35 \& Accrued Interest on Bonds Sold \& 7230 \& 0 \& 0 \& 0 \& 0 \& \& 0 \& 0 \& 0 \& 0 <br>
\hline 36 \& Sale or Compensation for Fixed Assets ${ }^{6}$ \& 7300 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& \& 0 \& 0 <br>
\hline 37 \& Transfer to Debt Service to Pay Principal on Capital Leases \& 7400 \& \& \& 2,199,530 \& \& \& \& \& \& <br>
\hline 38 \& Transfer to Debt Service to Pay Interest on Capital Leases \& 7500 \& \& \& 440,520 \& \& \& \& \& \& <br>
\hline 39 \& Transfer to Debt Service to Pay Principal on Revenue Bonds \& 7600 \& \& \& 0 \& \& \& \& \& \& <br>
\hline 40 \& Transfer to Debt Service Fund to Pay Interest on Revenue Bonds \& 7700 \& \& \& 0 \& \& \& \& \& \& <br>
\hline 41 \& Transfer to Capital Projects Fund \& 7800 \& \& \& \& \& \& 0 \& \& \& <br>
\hline 42 \& ISBE Loan Proceeds \& 7900 \& 964,600 \& 0 \& 0 \& 0 \& 0 \& 0 \& \& \& 0 <br>
\hline 43 \& Other Sources Not Classified Elsewhere \& 7990 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 <br>
\hline 44 \& Total Other Sources of Funds \& \& 964,600 \& 0 \& 49,745,920 \& 0 \& 0 \& 7.450,000 \& 0 \& 0 \& 0 <br>
\hline 45 \& OTHER USES OF FUNDS (8000) \& \& \& \& \& \& \& \& \& \& <br>
\hline
\end{tabular}

|  | A | B | C | D | E | F | G | H | I | J | K |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 |  |  | (10) | (20) | (30) | (40) | (50) | (60) | (70) | (80) | (90) |
| 2 | Description (Enter Whole Dollars) | Acct \# | Educational | Operations \& Maintenance | Debt Services | Transportation | Municipal Retirement/ Social Security | Capital Projects | Working Cash | Tort | Fire Prevention \& Safety |
| 46 | PERMANENT TRANSFER TO VARIOUS OTHER FUNDS (8100) |  |  |  |  |  |  |  |  |  |  |
| 47 | Abolishment or Abatement of the Working Cash Fund ${ }^{12}$ | 8110 |  |  |  |  |  |  | 0 |  |  |
| 48 | Transfer of Working Cash Fund Interest ${ }^{12}$ | 8120 |  |  |  |  |  |  | 0 |  |  |
| 49 | Transfer Among Funcs | 8130 | 0 | 0 |  | 0 |  |  |  |  |  |
| 50 | Transfer of Interest | 8140 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 |  |
| 51 | Transfer from Capital Project Fund to O\&M Fund | 8150 |  |  |  |  |  | 0 |  |  |  |
| 52 | Transfer of Excess Fire Prevention \& Safety Tax \& Interest Proceeds to O\&M Fund ${ }^{4}$ | 8160 |  |  |  |  |  |  |  |  | 0 |
| 53 | Transfer of Excess Fire Prevention \& Safety Bond and Interest Proceeds to Debt Service Fund ${ }^{5}$ | 8170 |  |  |  |  |  |  |  |  | 0 |
| 54 | Taxes Pledged to Pay Principal on Capital Leases | 8410 |  |  |  |  |  |  |  |  |  |
| 55 | Grants/Reimbursements Pledged to Pay Principal on Capital Leases | 8420 |  |  |  |  |  |  |  |  |  |
| 56 | Other Revenues Pledged to Pay Principal on Capital Leases | 8430 |  |  |  |  |  |  |  |  |  |
| 57 | Fund Balance Transfers Pledged to Pay Principal on Capital Leases | 8440 | 1,219,530 | 980,000 |  |  |  | 0 |  |  |  |
| 58 | Taxes Pledged to Pay Interest on Capital Leases | 8510 |  |  |  |  |  |  |  |  |  |
| 59 | Grants/Reimbursements Pledged to Pay Interest on Capital Leases | 8520 |  |  |  |  |  |  |  |  |  |
| 60 | Other Revenues Pledged to Pay Interest on Captal Leases | 8530 |  |  |  |  |  |  |  |  |  |
| 61 | Fund Balance Transfers Pledged to Pay Interest on Capital Leases | 8540 | 294,793 | 145,727 |  |  |  | 0 |  |  |  |
| 62 | Taxes Pledged to Pay Principal on Revenue Bonds | 8610 |  |  |  |  |  |  |  |  |  |
| 63 | Grants/Reimbursements Pledged to Pay Principal on Revenue Bonds | 8620 |  |  |  |  |  |  |  |  |  |
| 64 | Other Revenues Pledged to Pay Principal on Revenue Bonds | 8630 |  |  |  |  |  |  |  |  |  |
| 65 | Fund Balance Transfers Pledged to Pay Principal on Revenue Bonds | 8640 | 0 | 0 |  |  |  |  |  |  |  |
| 66 | Taxes Pledged to Pay Interest on Revenue Bonds | 8710 |  |  |  |  |  |  |  |  |  |
| 67 | Grants/Reimbursements Pledged to Pay Interest on Revenue Bonds | 8720 |  |  |  |  |  |  |  |  |  |
| 68 | Other Reverues Pledged to Pay Interest on Revenue Bonds | 8730 |  |  |  |  |  |  |  |  |  |
| 69 | Fund Balance Transfers Pledged to Pay Interest on Revenue Bonds | 8740 | 0 | 0 |  |  |  |  |  |  |  |
| 70 | Taxes Transferred to Pay for Capital Projects | 8810 |  |  |  |  |  |  |  |  |  |
| 71 | Grants/Reimbursements Pledged to Pay for Capital Projects | 8820 |  |  |  |  |  |  |  |  |  |
| 72 | Other Reverues Pledged to Pay for Capital Projects | 8830 |  |  |  |  |  |  |  |  |  |
| 73 | Fund Balance Transfers Pledged to Pay for Capital Projects | 8840 | 0 | 0 |  |  |  |  |  |  |  |
| 74 | Transfer to Debt Service Fund to Pay Principal on ISBE Loans | 8910 | 0 | 0 |  | 0 | 0 | 0 |  |  | 0 |
| 75 | Other Uses Not Classified Elsewhere | 8990 | 0 | 0 | 47,530,583 | 0 | 0 | 0 | 0 | 0 | 0 |
| 76 | Total Other Uses of Funds |  | 1,514,323 | 1,125,727 | 47,530,583 | 0 | 0 | 0 | 0 | 0 | 0 |
| 77 | Total Other Sources/Uses of Funds |  | $(549,723)$ | (1,125,727) | 2,215,337 | 0 | 0 | 7,450,000 | 0 | 0 | 0 |
| 78 | Excess of Receipt/Revenues and Other Sources of Funds (Over/Under) Expenditures/Disbursements and Other Uses of Funds |  | 8,168,427 | 138,633 | 1,564,661 | 534,037 | 726,145 | 9,759,660 | 278,493 | 389,497 | 0 |
| 79 | Fund Balances - July 1, 2016 |  | 30,990,949 | 9,073,766 | 9,578,175 | 3,038,174 | 3,837,146 | 1,686,297 | 36,151,148 | 0 | 0 |
| 80 | Other Changes in Fund Balances - Increases (Decreases) (Describe \& Itemize) |  |  |  |  |  |  |  |  |  |  |
| 81 | Fund Balances - June 30, 2017 |  | 39,159,376 | 9,212,399 | 11,142,836 | 3,572,211 | 4,563,291 | 11,445,957 | 36,429,641 | 389,497 | 0 |


|  | A | B | C | D | E | F | G | H | 1 | J | K |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 |  |  | (10) | (20) | (30) | (40) | (50) | (60) | (70) | (80) | (90) |
| 2 | Description (Enter Whole Dollars) | Acct \# | Educational | Operations \& Maintenance | Debt Services | Transportation | Municipal Retirement/ Social Security | Capital Projects | Working Cash | Tort | Fire Prevention \& Safety |
| 3 | RECEIPTS/REVENUES FROM LOCAL SOURCES (1000) |  |  |  |  |  |  |  |  |  |  |
| 4 | AD VaLoren taxes Levied by local education agency | 1100 |  |  |  |  |  |  |  |  |  |
| 5 | Designated Furposes Levies ( $1110-1120)^{7}$ |  | 100,464,986 | 19,558,469 | 27,035,893 | 5,612,752 | 3,230,060 | 0 | 65,466 | 1,888,023 | 0 |
| 6 | Leasing Purposes Levy ${ }^{8}$ | 1130 | 0 | 0 |  |  |  |  |  |  |  |
| 7 | Special Education Purposes Levy | 1140 | 23,291,603 | 0 |  | 0 | 0 | 0 |  |  |  |
| 8 | FICA/Medicare Only Purposes Levies | 1150 |  |  |  |  | 3,223,276 |  |  |  |  |
| 9 | Area Vocational Construction Purposes Levy | 1160 |  | 0 | 0 |  |  | 0 |  |  |  |
| 10 | Summer School Purposes Levy | 1170 | 0 |  |  |  |  |  |  |  |  |
| 11 | Other Tax Levies (Describe \& Itemize) | 1190 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12 | Total Ad Valorem Taxes Levied By District |  | 123,756,589 | 19,558,469 | 27,035,893 | 5,612,752 | 6,453,336 | 0 | 65,466 | 1,888,023 | 0 |
| 13 | PAYMENTS IN LIEU OF TAXES | 1200 |  |  |  |  |  |  |  |  |  |
| 14 | Mobile Home Privilege Tax | 1210 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15 | Payments from Local Housing Authorities | 1220 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 16 | Corporate Personal Property Replacement Taxes ${ }^{9}$ | 1230 | 1,530,397 | 0 | 0 | 0 | 500,000 | 0 | 0 | 0 | 0 |
| 17 | Other Payments in Lied of Taxes (Describe \& Itemize) | 1290 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18 | Total Payments in Lieu of Taxes |  | 1,530,397 | 0 | 0 | 0 | 500,000 | 0 | 0 | 0 | 0 |
| 19 | TUITION | 1300 |  |  |  |  |  |  |  |  |  |
| 20 | Regular - Tuition from Pupils or Parents (In State) | 1311 | 88,689 |  |  |  |  |  |  |  |  |
| 21 | Regular - Tuition from Other Districts (In State) | 1312 | 0 |  |  |  |  |  |  |  |  |
| 22 | Regular - Tuition from Other Sources (In State) | 1313 | 0 |  |  |  |  |  |  |  |  |
| 23 | Regular - Tuition from Other Sources (Out of State) | 1314 | 0 |  |  |  |  |  |  |  |  |
| 24 | Summer Sch - Tuition from Pupils or Parents (In State) | 1321 | 46,449 |  |  |  |  |  |  |  |  |
| 25 | Summer Sch - Tuition from Other Districts (In State) | 1322 | 0 |  |  |  |  |  |  |  |  |
| 26 | Summer Sch - Tuition from Other Sources (In State) | 1323 | 0 |  |  |  |  |  |  |  |  |
| 27 | Summer Sch - Tuition from Other Sources (Out of State) | 1324 | 0 |  |  |  |  |  |  |  |  |
| 28 | CTE - Tuition from Pupils or Parents (In State) | 1331 | 0 |  |  |  |  |  |  |  |  |
| 29 | CTE - Tuition from Other Districts (In State) | 1332 | 0 |  |  |  |  |  |  |  |  |
| 30 | CTE - Tuition from Other Sources (In State) | 1333 | 0 |  |  |  |  |  |  |  |  |
| 31 | CTE - Tuition from Other Sources (Out of State) | 1334 | 0 |  |  |  |  |  |  |  |  |
| 32 | Special Ed - Tuition from Pupils or Parents (In State) | 1341 | 0 |  |  |  |  |  |  |  |  |
| 33 | Special Ed - Tuition from Other Districts (In State) | 1342 | 104,962 |  |  |  |  |  |  |  |  |
| 34 | Special Ed - Tuition from Other Sources (In State) | 1343 | 0 |  |  |  |  |  |  |  |  |
| 35 | Special Ed - Tuition from Other Sources (Out of Slate) | 1344 | 0 |  |  |  |  |  |  |  |  |
| 36 | Adult - Tuition from Pupils or Parents (In State) | 1351 | 0 |  |  |  |  |  |  |  |  |
| 37 | Adult - Tuition from Other Districts (In State) | 1352 | 0 |  |  |  |  |  |  |  |  |
| 38 | Adult - Tuition from Other Sources (In State) | 1353 | 0 |  |  |  |  |  |  |  |  |
| 39 |  |  | 0 |  |  |  |  |  |  |  |  |
| 40 |  |  | 240,100 |  |  |  |  |  |  |  |  |
| 41 | TRANSPORTATION FEES | 1400 |  |  |  |  |  |  |  |  |  |
| 42 | Regular -Transp Fees from Pupils or Parents (In State) | 1411 |  |  |  | 0 |  |  |  |  |  |
| 43 | Regular - Transp Fees from Other Districts (In State) | 1412 |  |  |  | 0 |  |  |  |  |  |
| 44 | Regular - Trensp Fees from Other Sources (In State) | 1413 |  |  |  | 0 |  |  |  |  |  |
| 45 | Regular - Transp Fees from Co-curricular Activties (In State) | 1415 |  |  |  | 0 |  |  |  |  |  |
| 46 | Regular Transp Fees from Other Sources (Out of State) | 1416 |  |  |  | 0 |  |  |  |  |  |
| 47 | Summer Sch - Transp. Fees from Pupils or Parents (in State) | 1421 |  |  |  | 0 |  |  |  |  |  |
| 48 | Summer Sch - Transp. Fees from Other Districts (In State) | 1422 |  |  |  | 0 |  |  |  |  |  |
| 49 | Summer Sch - Transp. Fees from Other Sources (In State) | 1423 |  |  |  | 0 |  |  |  |  |  |
| 50 | Summer Sch - Transp. Fees from Other Sources (Out of State) | 1424 |  |  |  | 0 |  |  |  |  |  |
| 51 | CTE - Transp Fees from Pupils or Parents (In State) | 1431 |  |  |  | 0 |  |  |  |  |  |


|  | A | B | C | D | E | F | G | H | 1 | $J$ | K |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 |  |  | (10) | (20) | (30) | (40) | (50) | (60) | (70) | (80) | (90) |
| 2 | Description <br> (Enter Whole Dollars) | Acct \# | Educational | Operations \& Maintenance | Debt Services | Transportation | Municipal Retirement/ Social Security | Capital Projects | Working Cash | Tort | Fire Prevention \& Safety |
| 52 | CTE - Transp Fees from Other Districts (In State) | 1432 |  |  |  | 0 |  |  |  |  |  |
| 53 | CTE - Transp Fees from Other Sources (In State) | 1433 |  |  |  | 0 |  |  |  |  |  |
| 54 | CTE - Transp Fees from Other Sources (Out of State) | 1434 |  |  |  | 0 |  |  |  |  |  |
| 55 | Special Ed - Transp Fees from Pupils or Parents (In State) | 1441 |  |  |  | 0 |  |  |  |  |  |
| 56 | Special Ed - Transp Fees from Other Districts (In State) | 1442 |  |  |  | 0 |  |  |  |  |  |
| 57 | Special Ed - Transp Fees from Other Sources (In State) | 1443 |  |  |  | 0 |  |  |  |  |  |
| 58 | Special Ed - Transp Fees from Other Sources (Out of State) | 1444 |  |  |  | 0 |  |  |  |  |  |
| 59 | Adult - Transp Fees from Pupils or Parents (In State) | 1451 |  |  |  | 0 |  |  |  |  |  |
| 60 | Adult - Transp Fees from Other Districts (In State) | 1452 |  |  |  | 0 |  |  |  |  |  |
| 61 | Adult - Transp Fees from Other Sources (In State) | 1453 |  |  |  | 0 |  |  |  |  |  |
| 62 | Adult - Transp Fees from Other Sources (Out of Slate) | 1454 |  |  |  | 0 |  |  |  |  |  |
| 63 | Total Transportation Fees |  |  |  |  | 0 |  |  |  |  |  |
| 64 | EARNINGS ON INVESTMENTS | 1500 |  |  |  |  |  |  |  |  |  |
| 65 | Interest on Investments | 1510 | 159,046 | 41,743 | 39,557 | 2,845 | 19,882 | 34,161 | 213,027 | 0 | 0 |
| 66 | Gain or Loss on Sale of Investments | 1520 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 67 | Total Earnings on Investments |  | 159,046 | 41,743 | 39,557 | 2,845 | 19,882 | 34,161 | 213,027 | 0 | 0 |
| 68 | FOOD SERVICE | 1600 |  |  |  |  |  |  |  |  |  |
| 69 | Sales to Pupils - Lunch | 1611 | 1,326,319 |  |  |  |  |  |  |  |  |
| 70 | Sales to Pupils - Breakfast | 1612 | 125,424 |  |  |  |  |  |  |  |  |
| 71 | Sales to Pupils - A la Carte | 1613 | 657,348 |  |  |  |  |  |  |  |  |
| 72 | Sales to Pupis - Other (Describe \& Itemize) | 1614 | 0 |  |  |  |  |  |  |  |  |
| 73 | Sales to Adults | 1620 | 48,454 |  |  |  |  |  |  |  |  |
| 74 | Other Food Service (Describe \& Itemize) | 1690 | 382 |  |  |  |  |  |  |  |  |
| 75 | Total Food Service |  | 2,157,927 |  |  |  |  |  |  |  |  |
| 76 | DISTRICT/SCHOOL ACTIVITY INCOME | 1700 |  |  |  |  |  |  |  |  |  |
| 77 | Admissions - Athletic | 1711 | 0 | 0 |  |  |  |  |  |  |  |
| 78 | Admissions - Other (Describe \& Itemize) | 1719 | 0 | 0 |  |  |  |  |  |  |  |
| 79 | Fees | 1720 | 477,039 | 0 |  |  |  |  |  |  |  |
| 80 | Book Store Sales | 1730 | 0 | 0 |  |  |  |  |  |  |  |
| 81 | Other District/School Activity Revenue (Describe \& Itemize) | 1790 | 190,631 | 0 |  |  |  |  |  |  |  |
| 82 | Total District/School Activity Income |  | 667,670 | 0 |  |  |  |  |  |  |  |
| 83 | TEXTBOOK INCOME | 1800 |  |  |  |  |  |  |  |  |  |
| 84 | Rentals - Regular Textbooks | 1811 | 1,898,256 |  |  |  |  |  |  |  |  |
| 85 | Rentals - Summer Scrool Textbooks | 1812 | 3,146 |  |  |  |  |  |  |  |  |
| 86 | Rentals - Adult/Continuing Education Textbooks | 1813 | 0 |  |  |  |  |  |  |  |  |
| 87 | Rentals - Other (Describe \& Itemize) | 1819 | 0 |  |  |  |  |  |  |  |  |
| 88 | Sales - Regular Textbooks | 1821 | 0 |  |  |  |  |  |  |  |  |
| 89 | Sales - Summer School Textbooks | 1822 | 0 |  |  |  |  |  |  |  |  |
| 90 | Sales - Aduliticontinuing Education Textbooks | 1823 | 0 |  |  |  |  |  |  |  |  |
| 91 | Sales - Other (Describe \& Itemize) | 1829 | 0 |  |  |  |  |  |  |  |  |
| 92 | Other (Describe \& Itemize) | 1890 | 267 |  |  |  |  |  |  |  |  |
| 93 | Total Textbook Income |  | 1,901,669 |  |  |  |  |  |  |  |  |
| 94 | OTHER REVENUE FROM LOCAL SOURCES | 1900 |  |  |  |  |  |  |  |  |  |
| 95 | Rentals | 1910 | 100 | 145,326 |  |  |  |  |  |  |  |
| 96 | Contributions and Donations from Private Sources | 1920 | 50,466 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 97 | Impact Fees from Muricipal or County Governments | 1930 | 0 | 0 | 0 | 0 | 0 | 330,770 | 0 | 0 | 0 |
| 98 | Services Provided Other Districts | 1940 | 0 | 0 |  | 0 |  |  |  |  |  |
| 99 | Refund of Prior Years' Expenditures | 1950 | 52,632 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 100 | Payments of Surplus Moneys from TIF Districts | 1960 | 0 | 0 | 0 | 0 | 0 | 6,479,042 | 0 | 0 | 0 |
| 101 | Drivers' Education Fees | 1970 | 0 |  |  |  |  |  |  |  |  |
| 102 | Proceeds from Vendors' Contracts | 1980 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

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|  | A | B | C | D | E | F | G | H | 1 | $J$ | K |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 | Description (Enter Whole Dollars) |  | (10) | (20) | (30) | (40) | (50) | (60) | (70) | (80) | (90) |
| 2 |  | Acct \# | Educational | Operations \& Maintenance | Debt Services | Transportation | Municipal Retirement/ Social Security | Capital Projects | Working Cash | Tort | Fire Prevention \& Safety |
| 145 | State Free Lunch \& Breakfast | 3360 | 64,232 |  |  |  |  |  |  |  |  |
| 146 | School Breakfast Iritiative | 3365 | 0 | 0 |  |  | 0 |  |  |  |  |
| 147 | Driver Education | 3370 | 121,801 | 0 |  |  |  |  |  |  |  |
| 148 | Adult Ed (from ICCB) | 3410 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 149 | Adult Ed - Other (Describe \& Itemize) | 3499 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 150 | TRANSPORTATION |  |  |  |  |  |  |  |  |  |  |
| 151 | Transportation - Regular and Vocational | 3500 | 0 | 0 |  | 2,103,323 | 0 |  |  |  |  |
| 152 | Transportation - Special Education | 3510 | 0 | 0 |  | 4,337,578 | 0 |  |  |  |  |
| 153 | Transportation - Other (Describe \& Itemize) | 3599 | 0 | 0 |  | 0 | 0 |  |  |  |  |
| 154 | Total Transportation |  | 0 | 0 |  | 6,440,901 | 0 |  |  |  |  |
| 155 | Learning Improvement - Change Grants | 3610 | 0 |  |  |  |  |  |  |  |  |
| 156 | Scientific Literacy | 3660 | 0 | 0 |  | 0 | 0 |  |  |  |  |
| 157 | Truant Alternative/Optional Education | 3695 | 0 |  |  | 0 | 0 |  |  |  |  |
| 158 | Early Childhood - Block Grant | 3705 | 1,833,238 | 0 |  | 0 | 0 |  |  |  |  |
| 159 | Reading Improvement Block Grant | 3715 | 0 |  |  | 0 | 0 |  |  |  |  |
| 160 | Reading Improvement Block Grant - Reading Recover | 3720 | 0 |  |  | 0 | 0 |  |  |  |  |
| 161 | Continued Reading Imorovement Block Grant | 3725 | 0 |  |  | 0 | 0 |  |  |  |  |
| 162 | Continued Reading Improvement Block Grant ( $2 \%$ Set Aside) | 3726 | 0 |  |  | 0 | 0 |  |  |  |  |
| 163 | Chicago General Education Block Grant | 3766 | 0 | 0 |  | 0 | 0 |  |  |  |  |
| 164 | Chicago Educational Services Block Grant | 3767 | 0 | 0 |  | 0 | 0 |  |  |  |  |
| 165 | School Safety \& Educational Improvement Block Grant | 3775 | 0 | 0 | 0 | 0 | 0 | 0 |  |  | 0 |
| 166 | Technology - Technology for Success | 3780 | 0 | 0 | 0 | 0 | 0 | 0 |  |  | 0 |
| 167 | State Charter Schools | 3815 | 0 |  |  | 0 |  |  |  |  |  |
| 168 | Extended Learning Opportunities - Summer Bridges | 3825 | 0 |  |  | 0 |  |  |  |  |  |
| 169 | Infrastructure Improvements - Planning/Construction | 3920 |  | 0 |  |  |  | 0 |  |  |  |
| 170 | School Infrastructure - Maintenance Projects | 3925 |  | 0 |  |  |  | 0 |  |  | 0 |
| 171 | Other Restricted Revenue from State Sources (Describe \& Itemize) | 3999 | 42,859 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 172 | Total Restricted Grants-In-Aid |  | 12,319,713 | 0 | 0 | 6,440,901 | 0 | 0 | 0 | 0 | 0 |
| 173 | Total Receipts from State Sources | 3000 | 54,004,702 | 0 | 0 | 6,440,901 | 0 | 0 | 0 | 0 | 0 |
|  | RECEIPTS/REVENUES FROM FEDERAL SOURCES (4000) |  |  |  |  |  |  |  |  |  |  |
| 175 | UNRESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT (4001-4009) |  |  |  |  |  |  |  |  |  |  |
| 176 | Federal Impact Aid | 4001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 177 | Other Unrestricted Grants-In-Aid Received Directly from the Fed Govt (Describe \& Itemize) | 4009 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 178 | Total Unrestricted Grants-In-Aid Received Directly from the Federal Govt |  | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 179 | RESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT (4045-4090) |  |  |  |  |  |  |  |  |  |  |
| 180 | Head Start | 4045 | 0 |  |  |  |  |  |  |  |  |
| 181 | Construction (Impact Aid) | 4050 | 0 | 0 |  |  |  | 0 |  |  |  |
| 182 | MAGNET | 4060 | 0 | 0 |  | 0 | 0 | 0 |  |  |  |
| 183 | Other Restricted Grants-In-Aid Received Directy from the Federal Govt (Describe \& Itemize) | 4090 | 0 | 0 |  | 0 | 0 | 0 |  |  | 0 |
| 184 | Total Restricted Grants-In-Aid Received Directly from Federal Govt |  | 0 |  |  | 0 | 0 | 0 |  |  | 0 |
| 185 | RESTRICTED GRANTS-IN-AID RECEIVED FROM FEDERAL GOVT THRU THE STATE (4100-4999) |  | 0 | 0 |  |  |  |  |  |  |  |
| 186 | TITLE VI |  |  |  |  |  |  |  |  |  |  |
| 187 | Title VI - Innovation and Flexibility Formula | 4100 | 0 | 0 |  | 0 | 0 |  |  |  |  |
| 188 | Title VI - District Projects | 4105 | 0 | 0 |  | 0 | 0 |  |  |  |  |

Printed Date: $11 / 16 / 2017$
2017 AFR Form


|  | A | B | C | D | E | F | G | H | I | J | K |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 |  |  | (10) | (20) | (30) | (40) | (50) | (60) | (70) | (80) | (90) |
| 2 | Description (Enter Whole Dollars) | Acct \# | Educational | Operations \& Maintenance | Debt Services | Transportation | Municipal Retirement/ Social Security | Capital Projects | Working Cash | Tort | Fire Prevention \& Safety |
| 241 | ARRA - Child Nutrition Equipment Assistance | 4863 | 0 | 0 |  |  |  |  |  |  |  |
| 242 | Impact Aid Formula Grants | 4864 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 243 | Impact Aid Compettive Grants | 4865 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 244 | Qualified Zone Academy Bond Tax Credits | 4866 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 245 | Qualified School Construction Bond Credits | 4867 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 246 | Build America Bond Tax Credits | 4868 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 247 | Build America Bond Interest Reimbursement | 4869 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 248 | ARRA - General State Aid - Other Govt Services Stabilization | 4870 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 249 | Other ARRA Funds - II | 4871 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 250 | Other ARRA Funds - III | 4872 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 251 | Other ARRA Funds - IV | 4873 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 252 | Other ARRA Funds - $V$ | 4874 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 253 | ARRA - Early Childhood | 4875 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 254 | Other ARRA Funds VIII | 4876 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 255 | Other ARRA Funds VIII | 4877 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 256 | Other ARRA Funds IX | 4878 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 257 | Other ARRA Funds $X$ | 4879 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 258 | Other ARRA Funds Ed Job Fund Program | 4880 | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 259 | Total Stimulus Programs |  | 0 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 260 | Race to the Top Program | 4901 | 0 |  |  |  |  |  |  |  |  |
| 261 | Race to the Top - Freschool Expansion Grant | 4902 | 0 | 0 |  | 0 | 0 |  |  |  |  |
| 262 | Advanced Placement Fee/International Baccalzureate | 4904 | 0 | 0 |  |  | 0 |  |  |  |  |
| 263 | Titte III - Immigrant Education Program (IEP) | 4905 | 1,285 |  |  | 0 | 0 |  |  |  |  |
| 264 | Title III - Language Inst Program - Limited Eng (LIPLEP) | 4909 | 344,632 |  |  | 0 | 0 |  |  |  |  |
| 265 | Learn \& Serve America | 4910 | 0 |  |  | 0 | 0 |  |  |  |  |
| 266 | McKinney Education for Homeless Children | 4920 | 0 | 0 |  | 0 | 0 |  |  |  |  |
| 267 | Titte II - Eisenhower Professional Development Formula | 4930 | 0 | 0 |  | 0 | 0 |  |  |  |  |
| 268 | Titte II - Teacher Quality | 4932 | 434,418 | 0 |  | 0 | 0 |  |  |  |  |
| 269 | Federal Charter Schocls | 4960 | 0 | 0 |  | 0 | 0 |  |  |  |  |
| 270 | Medicaid Matching Funds - Administrative Outreach | 4991 | 515,371 | 0 |  | 0 | 0 |  |  |  |  |
| 271 | Medicaid Matching Funds - Fee-for-Service Program | 4992 | 1,541,318 | 0 |  | 0 | 0 |  |  |  |  |
| 272 | Other Restricted Revenue from Federal Sources (Describe \& Itemize) | 4999 | 1,001,945 | 0 |  | 0 | 0 | 0 |  |  | 0 |
| 273 | Total Restricted Grants-In-Aid Received from the Federal Govt Thru the State |  | 16,550,130 | 0 | 0 | 0 | 0 | 0 |  | 0 | 0 |
| 274 | Total Receipts/Revenues from Federal Sources | 4000 | 16,550,130 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 275 | Total Direct Receipts/Revenues |  | 201,591,547 | 20,142,845 | 27,075,450 | 12,329,481 | 6,973,218 | 7,441,478 | 278,493 | 1,888,023 | 0 |



| Page 16 STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL <br> FOR THE YEAR ENDING JUNE 30, 2017  |  |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | A | B | C | D | E | F | G | H | 1 | $J$ | K | L |
| 1 |  |  |  |  |  |  |  | (600) | (700) | (800) | (900) |  |
| 2 | (Enter Whole Dollars) | Funct $\#$ | Salaries | Employee Benefits | Purchased Services | Supplies \& Materials | Capital Outlay | Other Objects | Non-Capitalized Equipment | Termination Benefits |  | Budget |
| 54 | SUPPORT SERVICES - SCHOOL ADMINISTRATION |  |  |  |  |  |  |  |  |  |  |  |
| 55 | Office of the Principal Services | 2410 | 10,999,636 | 2,580,895 | 67,620 | 105,082 | 1,698 | 8,354 | 0 | 0 | 13,763,285 | 13,780,275 |
| 56 | Other Support Services - School Admin (Describe \& Itemize) | 2490 | 31,498 | 20 | 407 | 201 | 0 | 0 | 0 | 0 | 32,126 | 48,445 |
| 57 | Total Support Services - School Administration | 2400 | 11,031,134 | 2,580,915 | 68,027 | 105,283 | 1,698 | 8,354 | 0 | 0 | 13,795,411 | 13,828,720 |
| 58 | SUPPORT SERVICES - BUSINESS |  |  |  |  |  |  |  |  |  |  |  |
| 59 | Direction of Business Support Services | 2510 | 254,501 | 49,496 | 21,238 | 2,812 | 0 | 70 | 0 | 0 | 328,117 | 347,215 |
| 60 | Fiscal Services | 2520 | 640,822 | 167,297 | 164,059 | 25,449 | 876 | 4,085 | 0 | 0 | 1,002,588 | 973,127 |
| 61 | Operation \& Maintenance of Plant Services | 2540 | 0 | 0 | 17 | 66 | 0 | 0 | 0 | 0 | 83 | 150 |
| 62 | Pupil Transportation Sevices | 2550 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 63 | Food Services | 2560 | 113,771 | 1,616 | 6,228,533 | 216,920 | 109,993 | 0 | 0 | 0 | 6,670,833 | 6,837,303 |
| 64 | Internal Services | 2570 | 273,931 | 26,093 | 27,683 | 13,085 | 5,503 | 1,265 | 0 | 0 | 347,560 | 329,993 |
| 65 | Total Support Services - Business | 2500 | 1,283,025 | 244,502 | 6,441,530 | 258,332 | 116,372 | 5,420 | 0 | 0 | 8,349,181 | 8,487,788 |
| 66 | SUPPORT SERVICES - CENTRAL |  |  |  |  |  |  |  |  |  |  |  |
| 67 | Direction of Central Support Services | 2610 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 68 | Planning, Research, Development, \& Evaluation Services | 2620 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 69 | Information Services | 2630 | 304,387 | 41,878 | 125,829 | 7.814 | 4,268 | 1,580 | 0 | 0 | 485,756 | 504,423 |
| 70 | Staff Services | 2640 | 833,565 | 1,015,007 | 223,470 | 7,594 | 1,167 | 8,200 | 0 | 0 | 2,089,003 | 2,207,075 |
| 71 | Data Processing Services | 2660 | 1,783,159 | 299,784 | 2,517,449 | 380,627 | 2,501,704 | 4,130 | 0 | 0 | 7,486,853 | 7,377,358 |
| 72 | Total Support Services - Central | 2600 | 2,921,111 | 1,356,669 | 2,866,748 | 396,035 | 2,507,139 | 13,910 | 0 | 0 | 10,061,612 | 10,088,856 |
| 73 | Other Support Services (Describe \& Itemize) | 2900 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 74 | Total Support Services | 2000 | 35,067,021 | 8,639,298 | 11,444,207 | 1,121,162 | 2,720,948 | 111,031 | 0 | 0 | 59,103,667 | 59,862,527 |
| 75 | COMMUNITY SERVICES (ED) | 3000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 76 | PAYMENTS TO OTHER DISTRICTS \& GOVT UNITS (ED) | 4000 |  |  |  |  |  |  |  |  |  |  |
| 77 | PAYMENTS TO OTHER GOVT UNITS (IN-STATE) |  |  |  |  |  |  |  |  |  |  |  |
| 78 | Payments for Regular Programs | 4110 |  |  | 0 |  |  | 0 |  |  | 0 | 3,003,359 |
| 79 | Payments for Special Education Programs | 4120 |  |  | 3,184,147 |  |  | 0 |  |  | 3,184,147 | 0 |
| 80 | Payments for Adult/Continuing Education Programs | 4130 |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| 81 | Payments for CTE Programs | 4140 |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| 82 | Payments for Community College Programs | 4170 |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| 83 | Other Payments to In-State Govt. Units (Describe \& Itemize) | 4190 |  |  | 808 |  |  | 0 |  |  | 808 | 0 |
| 84 | Total Payments to Other Govt Units (In-State) | 4100 |  |  | 3,184,955 |  |  | 0 |  |  | 3,184,955 | 3,003,359 |
| 85 | Payments for Regular Programs - Tuition | 4210 |  |  |  |  |  | 8,022,727 |  |  | 8,022,727 | 8,500,000 |
| 86 | Payments for Special Education Programs - Tuition | 4220 |  |  |  |  |  | 3,527,789 |  |  | 3,527,789 | 0 |
| 87 | Payments for Adult/Continuing Education Programs - Tuition | 4230 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 88 | Payments for CTE Programs - Tuition | 4240 |  |  |  |  |  | 143,599 |  |  | 143,599 | 0 |
| 89 | Payments for Community College Programs - Tuition | 4270 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 90 | Payments for Other Programs - Tuition | 4280 |  |  |  |  |  | 117,363 |  |  | 117,363 | 0 |
| 91 | Other Payments to In-State Govt Units | 4290 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 92 | Total Payments to Other Govt Units - Tuition (In State) | 4200 |  |  |  |  |  | 11,811,478 |  |  | 11,811,478 | 8,500,000 |
| 93 | Payments for Regular Programs - Transfers | 4310 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 94 | Payments for Special Education Programs - Transfers | 4320 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 95 | Payments for Adult/Continuing Ed Programs-Transfers | 4330 |  |  |  |  |  | 0 |  |  | 0 | 0 |


| STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUALFOR THE YEAR ENDING JUNE 30,2017 |  |  |  |  |  |  |  |  |  |  | Page 17 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | A | B | C | , | E |  | G | H | I | J | K | L |
| 1 |  |  | (100) | (200) | (300) | (400) | (500) | (600) | (700) | (800) | (900) |  |
| 2 | (Enter Whole Dollars) | Funct $\#$ | Salaries | Employee Benefits | Purchased Services | Supplies \& Materials | Capital Outlay | Other Objects | Non-Capitalized Equipment | Termination Benefits | Total | Budget |
| 96 | Payments tor CTE Prograns - Transters | 4340 |  |  |  |  |  |  |  |  | 0 | 0 |
| 97. | Payments for Communily Colloge Program - Transters | 4370 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 98 | Payments tor Other Programs - Transerers | 4380 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 99 | Other Payments to in-State Govi Units - Transters | 4390 |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| 100 | Total Payments to Other Govt Units -Transters (n-State) | 4300 |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| 101 | Payments to other Govt Units (OUT-0.f:State) | 4400 |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| 102 | Total Payments to Other Govt Units | 4000 |  |  | 3,184,955 |  |  | 11,811,478 |  |  | 14,996,433 | 11,503,359 |
| 104 DEBT SERVICES - INTEREST ON SHORTTTERM DEBT |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
| 105 | Tax Anticipation Waranats | 5110 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 106 | Tax Anticipation Notes | 5120 |  |  |  |  |  | 0 |  |  | 0 |  |
| 107 | Corporate Personal Prop. Repl. Tax Anticipation Notes | 5130 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| $\frac{108}{109}$ | State Ald Anticipation Certrifates | 5140 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| $\frac{109}{110}$ | Other interest on Shor-Temm Dobt | 5150 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 111 | Debt Services - Interest on Long.-Term Debt | 5200 |  |  |  |  |  | 0 |  |  |  | 0 |
| 112 | Total Debt Services | 5000 |  |  |  |  |  | 0 |  |  | 0 | 0 |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  | 125,413,552 | 26,912,625 | 16,300,821 | 5,349,962 | 3,495,683 | 15,400,754 | 0 | 0 | 192,873,397 | 196,101,474 |
| 115 | Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures |  |  |  |  |  |  |  |  |  | 8,718,150 |  |
| 20 - OPERATIONS \& MAINTENANCE FUND (O\&M) |  |  |  |  |  |  |  |  |  |  |  |  |
| 118 SUPPort SERVICES (O8M) 2000 |  |  |  |  |  |  |  |  |  |  |  |  |
| 119 SUPPORT SERVICES-PUPLLS |  |  |  |  |  |  |  |  |  |  |  |  |
| $\frac{121)}{121}$ SUPPORT SERVIICES- BUSIINESS |  |  | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | $0 \quad 0$ |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
| 122 Direction of Eusiness Support Serices |  | 2510 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 123 Facilities Acquisiton \& Construction Services |  | 2530 | 0 | 0 | 79,864 | 0 | 0 | 0 | 0 | 0 | 79,864 | 0 |
| 124 Operation \& Maintenance of Plant Sevices |  | 2540 | 7,278,924 | 1,393,677 | 3,226,524 | 4,550,049 | 2,345,292 | 4,155 | 0 | 0 | 18,798,621 | 19,939,714 |
| 125 Pupil Transpotation Sevices |  | 2550 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| $\frac{126}{127}$ Food Sevices |  | 2550 |  |  |  |  | 0 |  | 0 |  | 0 |  |
| 27 Total Support Services - Business |  | 2500 | 7,278,924 | 1,393,677 | 3,306,388 | 4.550,049 | 2,345,292 | 4.155 | 0 | 0 | 18,878,485 | 19,939,714 |
|  |  | 2900 |  | 0 | 0 |  |  | 0 | 0 | 0 | 0 |  |
| 129 | Other Support Services (Doscribe \& \& Hemize) Total Support Sevices | 2000 | 7,278,924 | 1,393,677 | 3,306,388 | 4,550,049 | 2,345,292 | 4,155 | 0 | 0 | 18,878,485 | 19,939,714 |
| 13 | (30) COMMUNITY SERVIICES (08M) | 3000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 131 PAYMENTS TO OTHER DIIT \& GOVT UNITS (O\&M) |  | 4000 |  |  |  |  |  |  |  |  |  |  |
| $\frac{132}{133}$ | PAYMENTS TO OTHER GOVT UNITS (IN-STATE) |  |  |  |  |  |  |  |  |  |  |  |
|  | 133 Payment for Speciel Education Programs | 4120 |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| 134 |  | 4440 <br> 4190 |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| Other Payments to In-State Govt. Units (Describe \& Itemize) |  |  |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| 136 | Total Payments to other Govt. Units (In-State) | 4100 |  |  |  |  |  | 0 |  |  | 0 | - |
| 137 <br> 138 | Payments to Other Gov. Units (Out of State) |  |  |  |  |  |  | 0 |  |  | 0 | - |
|  | Total Payments to Other Govt Units | 5000 |  |  | 0 |  |  | 0 |  |  | 0 | 0 |
| 139 DEBT SERVICES (OAM) |  |  |  |  |  |  |  |  |  |  |  |  |
| 140 | DEBT SERVICES - INTEREST ON SHORTTTERM DEBT |  |  |  |  |  |  |  |  |  |  |  |
| 141 | Tax Anticipation Warants | 5110 |  |  |  |  |  | 0 |  |  | 0 | 0 |
| 142 | Tax Anticipation Notes | 5120 |  |  |  |  |  | 0 |  |  | 0 |  |







|  | A | B | C | D | E | F |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | SCHEDULE OF AD VALOREM TAX R |  |  |  |  |  |
| $\frac{2}{3}$ | Description (Enter Whole Dollars) | Taxes Received 7-1-16 Thru 6-30-17 (from 2015 Levy \& Prior Levies) | Taxes Received (from the 2016 Levy) | Taxes Received (from 2015 \& Prior Levies) <br> (Column B - C) | Total Estimated Taxes (from the 2016 Levy) | Estimated Taxes Due (from the 2016 Levy) <br> Column E-C) |
| 4 | Educational | 99,889,956 | 49,918,029 | 49,971,927 | 100,248,581 | 50,330,552 |
| 5 | Operations \& Maintenance | 19,457,585 | 9,939,632 | 9,517,953 | 19,961,189 | 10,021,557 |
| 6 | Debt Services ** | 26,882,015 | 13,556,195 | 13,325,820 | 27,226,413 | 13,670,218 |
| 7 | Transportation | 5,580,454 | 2,756,857 | 2,823,597 | 5,536,561 | 2,779,704 |
| 8 | Municipal Retirement | 3,210,922 | 1,672,815 | 1,538,107 | 3,359,533 | 1,686,718 |
| 9 | Capital Improvements | 0 |  | 0 |  | 0 |
| 10 | Working Cash | 64,505 | 23,100 | 41,405 | 46,411 | 23,311 |
| 11 | Tort Immunity | 1,888,023 | 910,047 | 977,976 | 1,827,855 | 917,808 |
| 12 | Fire Prevention \& Safety | 0 |  | 0 |  | 0 |
| 13 | Leasing Levy | 0 |  | 0 |  | 0 |
| 14 | Special Education | 23,157,881 | 12,031,310 | 11,126,571 | 24,162,376 | 12,131,066 |
| 15 | Area Vocational Construction | 0 |  | 0 |  | 0 |
| 16 | Social Security/Medicare Only | 3,204,138 | 1,672,815 | 1,531,323 | 3,359,535 | 1,686,720 |
| 17 | Summer School | 0 |  | 0 |  | 0 |
| 18 | Other (Describe \& Itemize) | 0 |  | 0 |  | 0 |
| 19 | Totals | 183,335,479 | 92,480,800 | 90,854,679 | 185,728,454 | 93,247,654 |
| 20 | * The formulas in column $B$ are unprotected to be overidden when reporting on a ACCRUAL basis. <br> ** All tax receipts for debt service payments on bonds must be recorded on line 6 (Debt Services). |  |  |  |  |  |
| 21 |  |  |  |  |  |  |
| 22 |  |  |  |  |  |  |

$m$

|  | A | B | C | D | E | F | G | H | 1 | J |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | SCHEDULE OF SHORT-TERM DEBT |  |  |  |  |  |  |  |  |  |
| 2 | Description (Enter Whole Dollars) |  | Outstanding Beginning 07/01/16 | Issued 07/01/16 <br> Through 06/30/17 | Retired 07/01/16 <br> Through 06/30/17 | Outstanding <br> Ending 06/30/17 |  |  |  |  |
| 3 | CORPORATE PERSONAL PROPERTY REPLACEMENT TAX ANTICIPATION NOTES (CPPRT) |  |  |  |  |  |  |  |  |  |
| 4 | Total CPPRT Notes |  |  |  |  | 0 |  |  |  |  |
| 5 | TAX ANTICIPATION WARRANTS (TAW) |  |  |  |  |  |  |  |  |  |
| 6 | Educational Fund |  |  |  |  | 0 |  |  |  |  |
| 7 | Operations \& Maintenance Fund |  |  |  |  | 0 |  |  |  |  |
| 8 | Debt Sevices - Construction |  |  |  |  | 0 |  |  |  |  |
| 9 | Debt Sevices - Working Cash |  |  |  |  | 0 |  |  |  |  |
| 10 | Debt Sevices - Refunding Bonds |  |  |  |  | 0 |  |  |  |  |
| 11 | Transportation Fund |  |  |  |  | 0 |  |  |  |  |
| 12 | Municipal Retirement/Social Security Fund |  |  |  |  | 0 |  |  |  |  |
| 13 | Fire Prevention \& Safety Fund |  |  |  |  | 0 |  |  |  |  |
| 14 | Other - (Describe \& Itemize) |  |  |  |  | 0 |  |  |  |  |
| 15 | Total TAWs |  | 0 | 0 | 0 | 0 |  |  |  |  |
| 16 | TAX ANTICIPATION NOTES (TAN) |  |  |  |  |  |  |  |  |  |
| 17 | Educational Fund |  |  |  |  | 0 |  |  |  |  |
| 18 | Operations \& Maintenance Fund |  |  |  |  | 0 |  |  |  |  |
| 19 | Fire Prevention \& Safety Fund |  |  |  |  | 0 |  |  |  |  |
| 20 | Other - (Describe \& ltemize) |  |  |  |  | 0 |  |  |  |  |
| 21 | Total TANs |  | 0 | 0 | 0 | 0 |  |  |  |  |
| 22 | TEACHERS'/EMPLOYEES' ORDERS (T/EO) |  |  |  |  |  |  |  |  |  |
| 23 | Total T/EOs (Educational, Operations \& Maintenance, \& Transportation Funds) |  |  |  |  | 0 |  |  |  |  |
| 24 | GENERAL STATE-AID ANTICIPATION CERTIFICATES (GSAAC) |  |  |  |  |  |  |  |  |  |
| 25 | Total GSAACs (All Funds) |  |  |  |  | 0 |  |  |  |  |
| 26 | OTHER SHORT-TERM BORROWING |  |  |  |  |  |  |  |  |  |
| 27 | Total Other Short-Term Borrowing (Describe \& Itemize) |  |  |  |  | 0 |  |  |  |  |
| 29 | SCHEDULE OF LONG-TERM DEBT |  |  |  |  |  |  |  |  |  |
| 30 | Identification or Name of Issue | Date of Issue (mm/dd/yy) | Amount of Original Issue | Type of Issue * | Outstanding Beginning 07/1/16 | Issued 7/1/16 thru 6/30/17 | Any differences described and itemized | Retired 7/1/16 thru 6/30/17 | Outstanding Ending 6/30/17 | Amount to be Provided for Payment on LongTerm Debt |
| 31 | 2001 Building Bonds (CAB) | 12/10/01 | 24,999,615 | 6 | 27,407,628 |  | 2,290,973 | 3,610,000 | 26,088,601 | 25,199,220 |
| 32 | 2002 Working Cash Bonds (CAB) | 05/01/02 | 35,000,000 | 1 | 22,977,241 |  | 1,608,185 | 4,325,000 | 20,260,426 | 19,569,732 |
| 33 | 2007 Building Bonds | 02/26/07 | 104,680,000 | 6 | 21,230,000 |  |  |  | 21,230,000 | 20,506,252 |
| 34 | 2008 School Bonds | 09/23/08 | 65,290,000 | 6,3 | 65,290,000 |  | $(44,785,000)$ |  | 20,505,000 | 19,805,968 |
| 35 | 2010 Refunding Bonds | 12/30/10 | 16,750,000 | 3 | 16,325,000 |  |  |  | 16,325,000 | 15,768,468 |
| 36 | 2012 Refunding Bonds | 01/26/12 | 9,725,000 | 3 | 6,910,000 |  |  |  | 6,910,000 | 6,674,433 |
| 37 | 2013 Refunding Bonds | 11/01/13 | 59,815,000 | 3 | 59,815,000 |  |  |  | 59,815,000 | 57,775,859 |
| 38 | 2013A Debt Certificates | 09/04/13 | 5,135,000 | 6 | 3,250,000 |  |  | 980,000 | 2,270,000 | 2,192,614 |
| 39 | 2013B QZAB Bonds | 09/04/13 | 5,000,000 | 9 | 5,000,000 |  |  |  | 5,000,000 | 4,829,546 |
| 40 | 2014 Refunding Bonds | 01/27/14 | 5,000,000 | 3 | 5,000,000 |  |  |  | 5,000,000 | 4,829,546 |
| 41 | 2014 Debt Certificates | 12/19/14 | 5,000,000 | 6 | 5,000,000 |  |  |  | 5,000,000 | 4,829,546 |
| 42 | 2015 G.O. Refunding Bonds | 10/29/15 | 89,655,000 | 3 | 89,655,000 |  |  | 5,270,000 | 84,385,000 | 81,508,248 |
| 43 | 2016 Debt Certificates | 06/29/16 | 2,530,000 | 6 | 2,530,000 |  |  |  | 2,530,000 | 2,443,750 |
| 44 | 2016 Debt Certificates | 11/28/16 | 7,450,000 | 6 |  | 7,450,000 |  |  | 7,450,000 | 7,196,024 |
| 45 | 2017 Refunding Bonds | 04/25/17 | 40,600,000 | 3 |  | 40,600,000 |  |  | 40,600,000 | 39,215,914 |
| 46 | ISBE Technology Revolving Loan | 02/21/12 | 221,700 | 9 | 322,011 |  |  | 213,604 | 108,407 | 104,711 |
| 47 | 2016 Chromebook Lease | 04/05/16 | 3,489,184 | 8 | 3,421,480 |  |  | 846,787 | 2,574,693 | 2,486,920 |
| 48 | ISBE Technology Revolving Loan | 01/03/17 | 964,600 | 9 |  | 0 | 964,600 | 159,139 | 805,461 | 778,002 |
| 49 |  |  | 481,305,099 |  | 334,133,360 | 48,050,000 | $(39,921,242)$ | 15,404,530 | 326,857,588 | 315,714,752 |
| 51 | - Each type of debt issued must be identifed separately with the | the amount: |  |  |  |  |  |  |  |  |
| 52 | 1. Working Cash Fund Bonds | 4. Fire Prevent, | Safety, Environmental | and Energy Bonds | 7. Other |  |  |  |  |  |
| 53 | 2. Funding Bonds | 5. Tort Judgmen | nt Bonds |  | 8. Other | Capital Lease |  |  |  |  |
| 54 | 3. Refunding Bonds | 6. Building Bond |  |  | 9. Other | Revolving Loan and | or QZAB |  |  |  |







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

I certify that the amounts shown above as "Actual Expenditures, Fiscal Year 2017" agree with the amounts on the district's Annual Financial Report for Fiscal Year 2017.
I also certify that the amounts shown above as "Budgeted Expenditures, Fiscal Year 2018" agree with the amounts on the budget adopted by the Board of Education.
The district is unable to waive the limitation by board action and will be requesting a waiver from the General Assembly pursuant to the procedures in Chapter 105 ILCS $5 / 2$ 3.25 g . Waiver applications must be postmarked by August 11, 2017 to ensure inclusion in the Fall 2017 report or
The district will amend their budget to become in compliance with the limitation. Budget amendments must be adopted no later than June 30 .

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

1. Miscellaneous food service sales
2. Miscellaneous activity revenue
3. Miscellaneous textbook revenues
4. Consists of: transition fees, recoveries from vandalism, field trips, compensation of loss of fixed assets, and other general revenues
5. Voc Ed Elem Career Grant
6. School Library, Safe Grant, and GSA Funding for 'Hold Harmless'
7. Perkins Grant
8. Rehab Services (STEP) grant, food commodities, bilingual ed. excellence grant, preschool expansion grant
9. Expenses for subs and non-certified support
10. Non-certified employee support salaries
11. Miscellaneous rentals and supplies
12. Miscellaneous other debt related expenditures
13. Benefits for subs and non-certified support staff
14. Benefits on school administration employees
15. Benefits on support services expenditures

## Reference Pages.

${ }^{1}$ Do not enter negative numbers. Reports with negative numbers will be returned for correction.
2 GASB Statement No. 24; Accounting and Financial Reporting for Certain Grants and Other Financial Assistance. The "On Behalf of" Payments should only be reflected on this page.
${ }^{3}$ Equals Line 8 minus Line 17
${ }^{4}$ May require notification to the county clerk to abate an equal amount from taxes next extended. Refer to Section 17-2.11 for the applicable provisions and other "limited" transfer authority to O\&M through June 30, 2013
${ }^{5}$ Requires notification to the county clerk to abate an equal amount from taxes next extended. See Section 10-22.14
${ }^{6}$ Use of proceeds from the sale of school sites buildings, or other real estate is limited. See Sections 5-22 and 10-22.8 of the School Code.
7 Include revenue accounts 1110 through $1115,1117,1118$ \& 1120. Include taxes for bonds sold that are in addition to those identified separately.
8 Educational Fund (10) - Computer Technology only.
9 Corporate personal property replacement tax revenue must be first applied to the Municipal Retirement/Social Security Fund to replace tax revenue lost due to the abolition of the corporate personal property tax ( 30 ILCS 115/12). This provision does not apply to taxes levied for Medicare-Only purposes.
10 Include only tuition payments made to private facilities. See Function 4200 or 4400 for public facility disbursements/expenditures.
11 Payment towards the retirement of lease/purchase agreements or bonded/other indebtedness (principal only) otherwise reported within the fund-e.g. alternate revenue bonds( Describe \& Itemize).
12 Only abolishment of Working Cash Fund must transfer its funds directly to the Educational Fund upon adoption of a resolution and at the close of the current school Year (see 105 ILCS 5/20-8 for further explanation)
Only abatement of working cash fund can transfer its funds to any fund in most need of money (see 105 ILCS 5/20-10 for further explanation)

|  | A | B | C | D | E | F |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 | DEFICIT ANNUAL FINANCIAL REPORT (AFR) SUMMARY INFORMATION New Provisions in the School Code, Section 17-1 (105 ILCS 5/17-1) |  |  |  |  |  |
| 2 | Instructions: If the Annual Financial Report (AFR) reflects that a "deficit reduction plan" is required as calculated below, then the school district is to complete the "deficit plan" in the annual budget and submit the plan to Illinois State Board of Education (ISBE) within 30 days after accepting the audit report. This may require the FY2018 ann budget to be amended to include a "deficit reduction plan" and narrative. |  |  |  |  |  |
| 3 | The "deficit reduction plan" is developed using ISBE guidelines and format in the School District Budget Form 50-36. A plan is required when the operating funds listed bel in direct revenues (line 7) being less than direct expenditures (line 8) by an amount equal to or greater than one-third (1/3) of the ending fund balance (line 10). That is, if the fund balance is less than three times the deficit spending, the district must adopt and submit an original budget/amended budget with ISBE that provides a "deficit reduction balance the shortfall within the next three years. |  |  |  |  |  |
| 4 | DEFICIT AFR SUMMARY INFORMATION - Operating Funds Only (All AFR pages must be completed to generate the following calculation) |  |  |  |  |  |
| 5 | Description | EDUCATIONAL FUND (10) | OPERATIONS \& MAINTENANCE FUND (20) | TRANSPORTATION FUND (40) | WORKING CASH FUND (70) | TOTAL |
| 6 | Direct Revenues | 201,591,547 | 20,142,845 | 12,329,481 | 278,493 | 234,342,366 |
| 7 | Direct Expenditures | 192,873,397 | 18,878,485 | 11,795,444 |  | 223,547,326 |
| 8 | Difference | 8,718,150 | 1,264,360 | 534,037 | 278,493 | 10,795,040 |
| 9 | Fund Balance - June 30, 2017 | 39,159,376 | 9,212,399 | 3,572,211 | 36,429,641 | 88,373,627 |
| 10 |  |  | Balanced - no deficit reduction plan is required. |  |  |  |
| 11 <br> 12 <br> 13 |  |  |  |  |  |  |


[^0]:    Printed Date: 11/16/2017
    2017 AFR Form

