

**CONSOLIDATED HIGH SCHOOL DISTRICT 230
ORLAND PARK, ILLINOIS**

**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2016**

CONSOLIDATED HIGH SCHOOL DISTRICT 230

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WERMER, ROGERS, DORAN & RUZON LLC CERTIFIED PUBLIC ACCOUNTANTS

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To the Board of Education
Consolidated High School District 230
Orland Park, Illinois

Independent Auditor's Report

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Consolidated High School District 230 (District) as of and for the year ended June 30, 2016 and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2016, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Other Information, Other Supplementary Information and Other Supplemental Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Other Supplementary 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 has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Other Supplementary Information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2015, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The 2015 Other Supplementary Information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2015 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2015 Other Supplementary Information is fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2016, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Werner, Rogers, Doran & Ruzon, LLC

November 14, 2016

**OTHER INFORMATION –
MANAGEMENT’S DISCUSSION AND ANALYSIS**

CONSOLIDATED HIGH SCHOOL DISTRICT 230
MANAGEMENT'S DISCUSSION AND ANALYSIS
as of and for the fiscal year ended June 30, 2016

As management of the Consolidated High School District No. 230 (the District), we offer readers of the District's Annual Financial Report this narrative and analysis of the financial activities of the District for the fiscal year ended June 30, 2016.

Financial Highlights

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$172,289,269 (net position).
- The total net position of the District increased by \$8,020,047 during fiscal year 2016 from \$164,269,222 in fiscal year 2015.
- During the current fiscal year, the fund balance in the District's General Fund increased by \$2,616,377 resulting in an ending fund balance of \$59,231,625.
- The District's long-term obligations decreased by \$10,359,224 to \$28,637,789 from \$38,997,013.

Overview of the Financial Statements

Management's discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements presented on pages 10-16 are comprised of two components: 1) Government-wide financial statements, and 2) Fund financial statements, the related notes to financial statements appear on pages 17-44. This report also contains combining and individual fund financial statements and schedules and other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader of the District's Annual Financial Report a broad overview of the financial activities in a manner similar to a private sector business. The government-wide financial statements include the statement of net position arising from cash transactions and the statement of activities arising from cash transactions.

The statement of net position arising from cash transactions presents information about all of the District's assets, deferred outflows of resources, and liabilities as reported using the cash basis of accounting. The difference between assets, deferred outflows of resources, and liabilities is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities arising from cash transactions presents information showing how the net position of the District changed during the current fiscal year. Changes in net position are recorded in the statement of activities using the cash basis of accounting. The cash basis of accounting is described in the notes to the financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
MANAGEMENT'S DISCUSSION AND ANALYSIS
as of and for the fiscal year ended June 30, 2016

Both of the government-wide financial statements differentiate functions of the District that are supported from taxes and intergovernmental revenues (governmental activities). Governmental activities consolidate governmental funds including general, special revenue, debt service and capital projects funds. The government-wide financial statements can be found on pages 10-11 of this report.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. Fund financial statements for the District include governmental funds and fiduciary funds.

Governmental fund financial statements account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the near term.

Since the governmental funds and the governmental activities statements report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The District maintains eight different governmental funds and subfunds. The major funds are the General Fund, Transportation Fund, and Debt Service Fund. The General Fund compiles three subfunds: Education, Operations and Maintenance and Working Cash. Individual fund information for the nonmajor funds is presented in the combining and individual fund financial statements and schedules section of this report.

The District adopts an annual budget for each of the governmental funds. Budgetary comparison schedules for the General Fund and other major special revenue fund are included in the other information section of this report to demonstrate compliance with the adopted budget. The remaining governmental funds budgetary comparisons are reported in the combining and individual fund financial statements and schedules section of this report. The basic governmental fund financial statements can be found of pages 12-15 of this report.

The District also maintains fiduciary funds in the form of agency funds, which are used to account for resources - exclusively cash - held by the District for the benefit of student groups. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is the same as that used for the government-wide financial statements. The fiduciary fund financial statement can be found on page 16 of this report.

Notes to Financial Statements

The notes to financial statements provide additional information that is essential for a full understanding of the data provided in the basic financial statements. The notes can be found on pages 17-44 of this report.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
MANAGEMENT'S DISCUSSION AND ANALYSIS
as of and for the fiscal year ended June 30, 2016

Government-wide Financial Analysis

The assets of the District are classified as cash, investments and capital assets. Cash and investments are current assets. These assets are available to provide resources for the near-term operations of the District. Capital assets are used in the operations of the District. These are land, improvements, buildings, and equipment. Capital assets are discussed in greater detail in the section entitled, Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated retirement in the near-term or in the future. Current liabilities include short-term debt obligations to be retired in the 2016-2017 fiscal year. Long-term liabilities such as long-term debt obligations will be retired from resources that will become available after fiscal year 2017.

The assets and deferred outflows of resources of the District's activities exceed liabilities by \$172,289,269 with a net investment of \$95,069,525 in land, improvements, buildings, and equipment to provide the services to the District's public school students, which represents 55 percent of the District's net position. Net position of \$9,798,879, accumulated due to bonded debt property tax levy assessments, have been restricted to provide resources to retire the current general obligation bond principal and related interest payments.

Net Position for Governmental Activities

	June 30, 2016	June 30, 2015	% Change
Assets:			
Current assets	\$ 77,281,087	\$ 76,144,172	1.49%
Capital assets	123,649,030	127,025,084	-2.66%
Total assets	200,930,117	203,169,256	-1.10%
Deferred Outflows of Resources	58,284	130,310	-55.27%
Liabilities:			
Current liabilities	61,343	33,331	84.04%
Noncurrent liabilities	28,637,789	38,997,013	-26.56%
Total liabilities	28,699,132	39,030,344	-26.47%
Net position:			
Net investment in capital assets	95,069,525	88,323,436	7.64%
Restricted	14,498,054	15,675,845	-7.51%
Unrestricted	62,721,690	60,269,941	4.07%
Total net position	\$ 172,289,269	\$ 164,269,222	4.88%

Government-wide Activities

Governmental activities increased the net position of the District by \$8,020,047 thereby accounting for all of the total increase in the net position of the District.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
MANAGEMENT'S DISCUSSION AND ANALYSIS
as of and for the fiscal year ended June 30, 2016

Governmental Activities

	For the Year Ended		
	June 30, 2016	June 30, 2015	% Change
Revenues:			
Program revenues			
Charges for services	\$ 4,710,950	\$ 4,633,164	1.68%
Grants and contributions	42,298,181	38,126,671	10.94%
General revenues			
Property taxes	116,844,951	114,106,570	2.40%
In lieu of taxes	1,106,712	1,202,222	-7.94%
General state aid and other unrestricted grants	4,413,542	4,334,926	1.81%
Earnings on investment	123,322	123,468	-0.12%
Other income	244,606	294,873	-17.05%
Total Revenues	169,742,264	162,821,894	4.25%
Expenses:			
Governmental activities			
Instructional	108,299,447	105,106,206	3.04%
Pupil support	10,042,583	9,795,679	2.52%
Other support	29,887,541	28,933,510	3.30%
Transportation	9,566,412	8,208,898	16.54%
Administration	2,639,844	2,092,601	26.15%
Interest expense	1,286,390	1,739,259	-26.04%
Total expenses	161,722,217	155,876,153	3.75%
Increase in net position	8,020,047	6,945,741	15.47%
Net position at the beginning of the year	164,269,222	157,323,481	4.41%
Net position at the end of the year	\$ 172,289,269	\$ 164,269,222	4.88%

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's ability to meet its financial obligations for future years.

As of the end of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$77,219,744, an increase of \$1,108,903 from the prior year.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
MANAGEMENT'S DISCUSSION AND ANALYSIS
as of and for the fiscal year ended June 30, 2016

General Fund and Transportation Fund Budgetary Highlights

Revenue

1. Excluding "On-Behalf Payments to State," actual total revenue in the General Fund and Transportation Fund equaled 100.50% of the budget with a final budget of \$122,373,421 and actual revenues of \$122,984,484.
2. The District collected 100.27% of budgeted local property tax revenue with property tax receipts totaling \$102,354,928 compared to a final budget of \$102,083,607. Local property taxes represented 83% of the General and Transportation Fund revenue for the year.

Expenditures

3. Excluding "On-Behalf Payments to State," actual total expenditures in the General Fund and Transportation Fund equaled 99.32% of the budget with a final budget of \$122,236,919 and actual expenditures of \$121,405,601.
4. Excluding "On-Behalf Payment to State", General Fund expenditures were \$1,914,459 below the budget due to the District's continued focus on controlling expenditures.

Capital Assets and Debt Administration

The District's investment in capital assets for its governmental activities as of June 30, 2016 amounted to \$123,649,030 (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings and equipment. The total decrease in the District's investment in capital assets for the current fiscal year was \$3,376,054 from \$127,025,084.

	Capital Assets		
	Net of accumulated depreciation		
	June 30, 2016	June 30, 2015	% Change
Land	\$ 1,637,802	\$ 1,637,802	0.00%
Land improvements	6,622,849	7,209,959	-8.14%
Construction in Progress	257,347	48,293	432.89%
Buildings	112,000,105	115,438,229	-2.98%
Intangible	51,889	73,094	-29.01%
Equipment	3,079,038	2,617,707	17.62%
Total capital assets	\$ 123,649,030	\$ 127,025,084	-2.66%

Total long-term debt for the District decreased \$10,359,224 during the current fiscal year due to repayment of refunding bond principal. At June 30, 2016, the District had total bonded debt outstanding of \$28,637,789 backed by the full faith and credit of the District. On March 4, 2011, Standard & Poor's raised its long-term rating and underlying rating to 'AA' from 'AA-' and commented on our good financial operations and strong reserves. Additional information regarding the District's capital assets and debt can be found in the notes to the financial statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230
MANAGEMENT'S DISCUSSION AND ANALYSIS
as of and for the fiscal year ended June 30, 2016

Economic Factors and Next Year's Budget

Over the past ten years, the District has substantially improved its financial condition. When the State created a new financial profile to monitor the financial health of the public schools twelve years ago, District 230 was given the lowest rating termed "Financial Watch." The District had been deficit spending causing fund balances to decline greatly. At the end of 2002-2003, the District's General Fund had a negative balance of -\$210,747 with governmental wide net position of \$47,823,835. Today, the General Fund has a balance of \$59,231,625 with governmental wide net position of \$172,289,269.

The District also has a balanced budget for fiscal year 2017 due to continued focus on controlling expenditures, while revenue is projected to increase less than the rate of the Consumer Price Index. The District now annually achieves the State's highest financial profile rating (Financial Recognition) and as noted in the previous section, Standard & Poor's upgraded the District's long-term rating.

Although the District is financially sound through FY 2017, there are concerns for the future.

1. The District continues to budget under stringent property tax caps, set at the Consumer Price Index (CPI); whereas, the budget is approximately 80% salary and benefits that often face increases much greater than the CPI. However, the district anticipates a significant turnover due to retiring personnel. This will result in significant savings in salary.
2. After years of moderate and steady student enrollment increases, enrollment has been declining and is projected to continue to decline for the next five years. Enrollment decline will continue to impact General State Aid (GSA) revenue. In fiscal year 2008, the District received \$11.5 million in GSA revenue. The fiscal year 2017 budget accounts for \$4.4 million in GSA revenue.
3. The District's second major source of revenue comes from the State of Illinois who annually has difficulty finding the resources to adequately fund education. Even though the State passed a major tax increase four years ago, the State's financial problems have not been resolved. The threat of a property tax freeze, a revised GSA formula and a pension cost shift have resulted in a cautious atmosphere at the District. Our finance committee will continue to explore "what-if" scenarios to be prepared for what may happen.
4. With years of poor economic conditions, new construction of residential and commercial property has still not come close to pre-recession levels. The long-term financial strength of the District is tied closely to the level of new homes and businesses. The completion of a multi-year road construction project could result in improvements in this area.

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Office of the Superintendent
CONSOLIDATED HIGH SCHOOL DISTRICT NO. 230
15100 South 94th Avenue
Orland Park, IL 60462

BASIC FINANCIAL STATEMENTS

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Statement of Net Position (Modified Cash Basis)
June 30, 2016

	Governmental Activities
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
Assets	
Cash and Investments	\$ 77,267,917
Other Assets	13,170
Capital Assets not Being Depreciated	1,895,149
Capital Assets Being Depreciated, Net of Accumulated Depreciation	<u>121,753,881</u>
Total Assets	<u>200,930,117</u>
Deferred Outflows of Resources	
Deferred Amount on Refunding of Debt	<u>58,284</u>
Total Deferred Outflows of Resources	<u>58,284</u>
Total Assets and Deferred Outflows of Resources	<u><u>\$ 200,988,401</u></u>
LIABILITIES AND NET POSITION	
Liabilities	
Payroll Deductions Payable	\$ 61,343
Long-Term Obligations, Due Within One Year	
General Obligation Bonds Payable	10,685,000
Long-Term Obligations, Due in More Than One Year	
General Obligation Bonds Payable	<u>17,952,789</u>
Total Liabilities	<u>28,699,132</u>
Net Position	
Net Investment in Capital Assets	95,069,525
Restricted for:	
Transportation of Students	3,179,476
Employee Benefits	1,473,708
Debt Service	9,798,879
Capital Projects	45,991
Unrestricted	<u>62,721,690</u>
Total Net Position	<u>172,289,269</u>
Total Liabilities and Net Position	<u><u>\$ 200,988,401</u></u>

See Accompanying Notes to Basic Financial Statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Statement of Activities (Modified Cash Basis)
For the Year Ended June 30, 2016

Functions / Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges For Services	Operating Grants and Contributions	Total Governmental Activities
Governmental Activities:				
Instruction	\$ 108,299,447	\$ 1,967,079	\$ 38,565,216	(\$ 67,767,152)
Support Services - Pupils	10,042,583	-	-	(10,042,583)
Other Support Services	29,887,541	2,741,141	364,663	(26,781,737)
Transportation	9,566,412	2,730	3,368,302	(6,195,380)
Administration	2,639,844	-	-	(2,639,844)
Interest on Debt	1,286,390	-	-	(1,286,390)
Total Governmental Activities	<u>\$ 161,722,217</u>	<u>\$ 4,710,950</u>	<u>\$ 42,298,181</u>	<u>(114,713,086)</u>
General Revenues:				
Property Taxes				116,844,951
Personal Property Replacement Taxes				1,106,712
General State Aid				4,413,542
Earnings on Investments				123,322
Other General Revenues				<u>244,606</u>
Total General Revenues				<u>122,733,133</u>
Change in Net Position				8,020,047
Net Position, Beginning of Year				<u>164,269,222</u>
Net Position, End of Year				<u>\$ 172,289,269</u>

See Accompanying Notes to Basic Financial Statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Governmental Funds

Statement of Assets, Liabilities and Fund Balances (Modified Cash Basis)
June 30, 2016

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Transportation Fund	Debt Service Fund		
ASSETS					
Cash and Investments	\$ 59,279,742	\$ 3,499,825	\$ 10,363,769	\$ 4,124,581	\$ 77,267,917
Other Assets	13,170	-	-	-	13,170
Total Assets	\$ 59,292,912	\$ 3,499,825	\$ 10,363,769	\$ 4,124,581	\$ 77,281,087
LIABILITIES AND FUND BALANCES					
Liabilities					
Payroll Deductions Payable	\$ 61,287	\$ -	\$ -	\$ 56	\$ 61,343
Total Liabilities	61,287	-	-	56	61,343
Fund Balances					
Restricted	-	3,179,476	9,798,879	1,519,699	14,498,054
Assigned	-	320,349	564,890	2,604,826	3,490,065
Unassigned	59,231,625	-	-	-	59,231,625
Total Fund Balances	59,231,625	3,499,825	10,363,769	4,124,525	77,219,744
Total Liabilities and Fund Balances	\$ 59,292,912	\$ 3,499,825	\$ 10,363,769	\$ 4,124,581	\$ 77,281,087

See Accompanying Notes to Basic Financial Statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Reconciliation of the Governmental Funds Statement of Assets, Liabilities and Fund Balances
to the Statement of Net Position (Modified Cash Basis)
June 30, 2016

Total Fund Balances - Governmental Funds \$ 77,219,744

*Amounts reported for governmental activities in the
Statement of Net Position are different because:*

Capital assets used in governmental activities are not
financial resources and therefore are not reported in the funds:

Capital Assets	203,417,052	
Accumulated Depreciation	(79,768,022)	
Net Capital Assets		<u>123,649,030</u>

The unamortized deferred amount on refunding reported in the Statement
of Net Position does not require the use of current financial resources
and therefore is not reported as deferred outflows of resources
in governmental funds.

58,284

Some liabilities reported in the Statement of Net Position do not require
the use of current financial resources and therefore are not reported as
liabilities in governmental funds. These liabilities consist of:

General Obligation Bonds Payable	(28,305,000)	
Unamortized Bond Premium	(332,789)	
Total Long-Term Liabilities		<u>(28,637,789)</u>

Net Position of Governmental Activities \$ 172,289,269

See Accompanying Notes to Basic Financial Statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Governmental Funds

Statement of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balances (Modified Cash Basis)
For the Year Ended June 30, 2016

	Major Funds			Nonmajor	Total
	General	Transportation	Debt	Governmental	Governmental
Revenues Received	Fund	Fund	Service	Funds	Funds
Local Sources					
Property Taxes	\$ 97,568,864	\$ 4,786,064	\$ 11,946,711	\$ 2,543,312	\$ 116,844,951
Payments in Lieu of Taxes	376,792	201,600	-	528,320	1,106,712
Tuition	92,529	-	-	-	92,529
Transportation Fees	-	2,730	-	-	2,730
Earnings on Investments	95,201	6,311	15,199	6,611	123,322
Food Services	2,511,575	-	-	-	2,511,575
Pupil Activities	305,840	-	-	-	305,840
Textbooks	1,356,895	-	-	-	1,356,895
Other Revenue	838,796	-	-	-	838,796
Total Local Sources	103,146,492	4,996,705	11,961,910	3,078,243	123,183,350
State Sources					
Unrestricted Grants-in-aid	4,263,542	150,000	-	-	4,413,542
Restricted Grants-in-aid	4,178,693	3,368,302	-	-	7,546,995
Total State Sources	8,442,235	3,518,302	-	-	11,960,537
Federal Sources	2,880,750	-	-	-	2,880,750
On-Behalf Payments from State	31,717,627	-	-	-	31,717,627
Total Revenues Received	146,187,104	8,515,007	11,961,910	3,078,243	169,742,264
Expenditures Disbursed					
Current:					
Instruction	67,987,683	-	-	1,419,042	69,406,725
Support Services	36,522,557	9,552,501	-	1,530,074	47,605,132
Community Services	433,085	-	-	27,867	460,952
Payments to Other Governments	4,119,356	-	-	-	4,119,356
On-Behalf Payments to State	31,717,627	-	-	-	31,717,627
Debt Service - Interest and Fees	-	-	1,388,588	-	1,388,588
Debt Service - Principal Retired	-	-	10,185,000	-	10,185,000
Capital Outlay	2,790,419	-	-	959,562	3,749,981
Total Expenditures Disbursed	143,570,727	9,552,501	11,573,588	3,936,545	168,633,361
Net Change in Fund Balances	2,616,377	(1,037,494)	388,322	(858,302)	1,108,903
Fund Balances, Beginning of Year	56,615,248	4,537,319	9,975,447	4,982,827	76,110,841
Fund Balances, End of Year	\$ 59,231,625	\$ 3,499,825	\$ 10,363,769	\$ 4,124,525	\$ 77,219,744

See Accompanying Notes to Basic Financial Statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Reconciliation of the Governmental Funds Statement of Revenues
Received, Expenditures Disbursed, and Changes in Fund Balances
to the Statement of Activities (Modified Cash Basis)
For the Year Ended June 30, 2016

Net Change in Fund Balances - Governmental Funds	\$ 1,108,903
<i>Amounts reported for governmental activities in the Statement of Activities are different because:</i>	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are depreciated over their estimated useful lives as depreciation expense. This is the amount expenditures capitalized in the current period.	
	1,586,407
This is the amount of depreciation recorded in the current period.	(4,962,461)
Repayment of debt principal on bonds is an expenditure in the governmental funds, but the repayment reduced long-term liabilities in the Statement of Net Position.	10,185,000
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds.	
Amortization of Deferred Amount on Refunding	(72,026)
Amortization of Deferred Bond Premium	<u>174,224</u>
Change in Net Position of Governmental Activities	<u>\$ 8,020,047</u>

See Accompanying Notes to Basic Financial Statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Fiduciary Funds

Statement of Fiduciary Assets and Liabilities (Modified Cash Basis)
June 30, 2016

	<u>Agency Student Activity</u>
ASSETS	
Cash and Investments	<u>\$ 1,148,320</u>
Total Assets	<u>\$ 1,148,320</u>
LIABILITIES	
Due to Activity Fund Organizations	<u>\$ 1,148,320</u>
Total Liabilities	<u>\$ 1,148,320</u>

See Accompanying Notes to Basic Financial Statements.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements For the Year Ended June 30, 2016

1. Summary of Significant Accounting Policies

Consolidated High School District 230 (District) was created on May 5, 1952 as a public school system and is organized under the School Code of the State of Illinois, as amended. The District is governed by an elected seven-member board and operates three high schools providing secondary education, transportation, cafeteria, building maintenance, and general administrative services.

A. Financial Reporting Entity

Accounting principles generally accepted in the United States of America require that the financial statements of the reporting entity include: (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided in Government Accounting Standards Board (GASB) Statement No.'s 14, 39, and 61 have been considered and there are no agencies or entities which should be presented with the District. Also, the District is not included as a component unit in any other government reporting entity, as defined by GASB pronouncements.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

The accounts of the District are organized and operated on a basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The District accounts for its funds and prepares its annual budget on the modified cash basis of accounting measurement focus, which varies from accounting principles generally accepted in the United States of America. With this measurement focus, only current assets and current liabilities arising from cash transactions are included on the balance sheet. Accordingly, revenues are recognized when received rather than when earned, and expenditures are recognized when paid rather than when the obligation is incurred. Consequently, property taxes and other revenues due, as well as amounts owed to vendors and suppliers are not included in the financial statements. Only assets representing a right to receive cash from a previous payment of cash are recorded as assets of a fund. In the same manner, only liabilities resulting from previous cash transactions are recorded as liabilities of a particular fund.

C. Government-wide Financial Statements

The government-wide Statement of Net Position and the Statement of Activities display information about the governmental activities of the District as a whole. Governmental activities are those that are supported primarily by taxes and intergovernmental sources. The effect of interfund activity has been eliminated from these statements. Fiduciary funds are not included in the government-wide statements. Fiduciary funds are reported only in the Fiduciary Fund Statement of Assets and Liabilities at the fund financial statement level.

The government-wide statements are reported using the modified cash basis of accounting measurement focus as explained above. The Statement of Net Position includes all current assets and current liabilities arising from cash transactions and all capital assets, net of accumulated depreciation, and long-term debt and deferred amounts on refundings of debt associated with the operation of the District.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

1. Summary of Significant Accounting Policies

The Statement of Activities reflects both the direct expenses and net cost of each function of the District's governmental activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues, such as property taxes and general state aid, are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each District function is self-financing or draws from the general revenues of the District.

D. Fund Financial Statements

The funds of the District are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and presented as nonmajor funds. The fund classifications and a description of each existing fund type follow:

Governmental Funds

Governmental funds are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general capital assets and the servicing of general long-term debt. An emphasis is placed on major funds. A fund is considered major if it is the primary operating fund of the District (General Fund) or if the fund's total assets, liabilities, revenues, or expenditures of that individual fund are at least 10 percent of the total for all funds. In addition to funds that meet the major fund criteria, any other governmental fund that the District's officials believe is particularly important to financial statement users may be reported as a major fund.

The District reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the District. It is used to account for and report all financial resources not accounted for and reported in another fund. The District's general fund consists of three accounts: the Educational Account, which records direct costs of instruction and administration, including the District's food service operations, the Operations and Maintenance Account, which reports all costs of maintaining, improving or repairing school building and property, and the Working Cash Account, which reports financial resources held by the District to be used for temporary interfund loans to other District funds/accounts.

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The District's major special revenue fund is the following:

Transportation Fund, which accounts for the transportation of pupils. Revenues of the Transportation Fund include property taxes, state transportation grants, user charges and interest income.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

1. Summary of Significant Accounting Policies

Debt Service Fund - the Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal, interest, and related costs.

The District also reports the following other fund types/funds:

The Municipal Retirement / Social Security Fund, (a special revenue fund) accounts for the District's share of retirement benefit and social security costs for employees.

Capital Projects Funds - Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The District maintains two capital projects funds (Capital Projects Fund and Fire Prevention and Safety Fund). The Capital Projects Fund accounts for financial resources to be used for the acquisition, construction or renovation of major capital facilities. The Fire Prevention and Safety Fund are used to account for the altering, reconstructing and repairing of the existing school buildings of the District.

Differences occur from the manner in which the fund financial statements and the government-wide statements are prepared due to the inclusion of capital asset and long-term debt activity. The fund financial statements, therefore, include a reconciliation which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

Fiduciary Fund - Fiduciary Fund reporting focuses on assets and liabilities. The District's fiduciary funds are agency funds, the Student Activity Funds. These funds account for assets held by the District as an agent for the students and teachers. The funds are custodial in nature and do not involve the measurement of results of operations. The amounts due to the activity fund organizations are equal to the assets.

E. Assets, Liabilities, Net Position or Equity, and Other Policies

1. Deposits and Investments

State statutes (the Illinois Public Funds Investment Act (30 ILCS 235/2)) and Board policy authorize the District to invest any available funds in: (1) direct obligations of or obligations guaranteed by the United States or its agencies; (2) commercial paper issued by United States corporations rated within the three highest classifications by at least two standard rating services and maturing within 270 days or less; (3) interest bearing savings accounts, certificates of deposit, or other time deposits in federally insured and/or state chartered banks and savings and loans associations; (4) the Illinois School District Liquid Asset Fund Plus (ISDLAF+); (5) the Illinois Funds; (6) money market mutual funds; (7) Bankers' acceptances of banks whose senior obligations are rated in the top two rating categories by two national rating agencies and maintain that rating during the term of the investment; (8) repurchase agreements of government securities; (9) and interest bearing bonds of any county, township, city, village incorporated town, municipality, or school district.

The District also invests in the ISDLAF's Term Series pools. Each Term Series pool is comprised of statute allowable investments including bank deposit products, government securities, and municipal securities each having a designated maturity between 30 and 365 days.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

1. Summary of Significant Accounting Policies

The District's cash and investments are pooled into a common account to maximize interest earnings. The investments are stated at cost. Shares in the Illinois Funds represent investments in external investment pool that are regulated by the State of Illinois; the reported value of the position in the pools is the same as the value of the pool shares.

2. Capital Assets

Capital assets which include land, buildings and equipment are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value) in the Statement of Net Position. The District capitalizes assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of two years. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Donated capital assets are recorded at their estimated acquisition value at the date of donation. Straight-line depreciation is used based on the following estimated useful lives:

The costs of normal maintenance and repairs that do not add to the value of the asset or significantly extend the asset's life are not capitalized.

Buildings and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	20 years
Buildings	50 years
Intangible Assets	10 years
Equipment	3-20 years

3. Long-Term Liabilities

In the Statement of Net Position, long-term debt consisting of general obligation bonds is reported as liabilities. Bond premiums and discounts are recognized over the life of the related bond issue.

In the fund financial statements, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Debt proceeds are reported as "other financing sources" as are applicable premiums or discounts. Issuance costs, even if withheld from the actual net proceeds received, are reported as expenditures.

4. Interfund Transactions

The District has the following types of interfund transactions:

Loans – amounts provided with a requirement for repayment. Interfund loans are reported as interfund receivables (due from other funds) in lender funds and interfund payables (due to other funds) in borrower funds.

Reimbursements – repayments from the funds responsible for particular expenditure to the funds that initially paid for them. Reimbursements are reported as expenditure in the reimbursing fund and as a reduction of expenditures/expenses in the reimbursed fund.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

1. Summary of Significant Accounting Policies

Transfers – flows of assets (typically cash) without equivalent flows of assets in return and without a requirement for repayment. Transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

5. Fund Balance / Net Position

Fund balances of the District are required to be reported using five separate classifications as listed below. The District may not necessarily utilize each classification in a given fiscal year. Note 12 provides details of fund balances.

Nonspendable fund balance - Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact.

Restricted fund balance - Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors or other governments; or are imposed by law (through constitutional provisions or enabling legislation).

Committed fund balance - Amounts that can only be used for specific purposes because of a formal action (resolution or ordinance) by the District's highest level of decision-making authority, the Board of Education.

Assigned fund balance - Amounts that are constrained by the District's intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the Board of Education, Superintendent, or another body (such as a Finance Committee), or by an official to whom that authority has been given. With the exception of the General Fund, assigned fund balance is the residual fund balance classification for all governmental funds with positive balances. Interest earnings assigned to a specific fund does not preclude the Board of Education from subsequently transferring interest earnings as allowed by 105 ILCS 5/10-22.44.

Unassigned fund balance - This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amounts had been restricted, committed or assigned.

Net position represents the difference between assets, deferred outflows of resources, and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition/construction of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

6. Eliminations

Eliminations have been made in the Statement of Net Position to remove the "grossing-up" effect on assets and liabilities within the governmental activities column for amounts reported in the individual funds as interfund receivables and payables, if any. Similarly, transfers between funds have been eliminated in the Statement of Activities.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements For the Year Ended June 30, 2016

1. Summary of Significant Accounting Policies

7. Use of Resources Policy

The District considers restricted amounts to have been spent first when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Committed, assigned, and unassigned amounts are considered to have been spent in that order when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. Expenditures incurred for a specifically identified purpose will reduce the specific identified classification of fund balance.

8. Use of Estimates and Comparative Data

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates. The financial statements include certain prior year comparative information in order to provide an understanding of changes in the District's financial position and operations.

2. Stewardship, Compliance, and Accountability

Budgets and Budgetary Information

The budget is prepared on the modified cash basis of accounting for all governmental fund types, which is an acceptable method as prescribed by the Illinois Compiled Statutes and is the same basis that is used for financial reporting. This allows for comparability between budget and actual amounts.

The budget appropriations lapse at the end of each fiscal year. The legal level of budgetary control is at the fund level. The District utilizes an encumbrance system. The District follows these procedures in establishing the budgetary data reflected in the 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.
4. The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

2. Stewardship, Compliance, and Accountability

5. Formal budgetary integration is employed as a management control device during the year.
6. The Board of Education may amend the budget by the same procedures required of its original adoption.

The 2015-16 budget was adopted June 25, 2015. Budgets of certain funds were amended by administration to account for funding changes.

3. Deposits and Investments

Substantially all cash and investments are deposits and investments maintained in pooled accounts held in the name of the District.

Deposits

As of June 30, 2016, the District had deposits with federally insured financial institutions of \$55,951,805, which included \$54,732,736 of certificates of deposit; the book balances of those deposits totaled \$55,804,063.

Custodial Credit Risk – Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of June 30, 2016, all account balances at banks were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000, or collateralized with securities of the U.S. Government.

Investments

Interest Rate Risk

The District's investment policy limits its investment portfolio to maturities within two years of purchase.

Credit Risk

The District's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. Investment choices are not limited beyond the State statutes.

Concentration of Credit Risk

The District places no limit on the amount it may invest in any one issuer. The following schedule reports the carrying amounts and maturities (using the segmented time distribution method) for the District's investments at June 30, 2016. The schedule also includes credit ratings for by Standard & Poor's at June 30, 2016:

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

3. Deposits and Investments

Investment Type	Carrying Amount	Investment Maturities Less Than One Year	Percent of Total Investments	Credit Ratings
Pooled Money Market Accounts:				
Illinois School District Liquid Asset Fund				
- Liquid and Max Classes	\$ 10,239,160	\$ 10,239,160	45.2817%	AAAm
- Savings Deposit Account Money Market	6,072,915	6,072,915	26.8568%	AAAm
- Term Series Pools	6,300,000	6,300,000	27.8611%	Not Rated
Illinois Funds Money Market Fund	99	99	0.0004%	AAAm
	<u>\$ 22,612,174</u>	<u>\$ 22,612,174</u>	<u>100.0000%</u>	

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the counterparty, the District 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 investments in the Illinois School District Liquid Asset Fund and the Illinois Funds Money Market Fund are not subject to custodial credit risk.

The above deposits and investments are presented in the basic financial statements as cash and investments as follows:

Cash - Carrying Amount of District Deposits Per Note Above	\$ 55,804,063
Investments - Carrying Amount of District Investments Per Note Above	<u>22,612,174</u>
Total	<u>\$ 78,416,237</u>
Cash and Investments Per Statement of Net Position	\$ 77,267,917
Cash and Investments Per Statement of Fiduciary Assets and Liabilities	<u>1,148,320</u>
Total	<u>\$ 78,416,237</u>

4. Real Estate Taxes

Property (Real Estate) taxes are levied each year on all taxable real property in the District on or before the last Tuesday in December. The 2015 tax levy was passed by the Board of Education on December 17, 2015, and attached as an enforceable lien on the property as of the preceding January 1. The taxes extended by Cook County become due and collectible in the form of two billings. The first billing is mailed by the County on or about February 1 and is due within 30 days, that billing is based on the prior year tax extension. The second billing is mailed on or about August 1 and is due within 30 days, that billing is based on the actual extension for 2015. Past due taxes are subject to penalties and interest. The County Collector remits to the District its respective share of taxes collected. The District receives the remittances from the County Treasurer approximately one month after collection. Property taxes are recorded upon receipt. The receipts for fiscal year ended June 30, 2016 represent approximately one half of the 2015 tax extension and one half of the 2014 tax extension.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

5. Capital Assets

Capital asset balances and activity for the year ended June 30, 2016, are as follows:

	Balance July 1, 2015	Additions	Deletions	Balance June 30, 2016
Capital Assets not Being Depreciated				
Land	\$ 1,637,802	\$ -	\$ -	\$ 1,637,802
Construction in Progress	48,293	257,347	48,293	257,347
Total Capital Assets not Being Depreciated	<u>1,686,095</u>	<u>257,347</u>	<u>48,293</u>	<u>1,895,149</u>
Capital Assets Being Depreciated				
Buildings	176,783,096	306,307	-	177,089,403
Improvements Other Than Buildings	13,294,320	-	-	13,294,320
Intangible	212,048	-	-	212,048
Equipment	9,959,285	1,071,046	104,199	10,926,132
Capital Assets Being Depreciated, Gross	<u>200,248,749</u>	<u>1,377,353</u>	<u>104,199</u>	<u>201,521,903</u>
Accumulated Depreciation				
Buildings	(61,344,867)	(3,744,431)	-	(65,089,298)
Improvements Other Than Buildings	(6,084,361)	(587,110)	-	(6,671,471)
Intangible	(138,954)	(21,205)	-	(160,159)
Equipment	(7,341,578)	(609,715)	(104,199)	(7,847,094)
Total Accumulated Depreciation	<u>(74,909,760)</u>	<u>(4,962,461)</u>	<u>(104,199)</u>	<u>(79,768,022)</u>
Total Capital Assets Being Depreciated, Net of Depreciation	<u>125,338,989</u>	<u>(3,585,108)</u>	<u>-</u>	<u>121,753,881</u>
Total Capital Assets, Net of Depreciation	<u>\$ 127,025,084</u>	<u>(\$ 3,327,761)</u>	<u>\$ 48,293</u>	<u>\$ 123,649,030</u>

Depreciation expense was charged to the functions of governmental activities as follows:

Instruction	\$ 2,804,600
Pupil Support	629,324
Other Support	1,434,175
Administration	<u>94,362</u>
Total	<u>\$ 4,962,461</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements For the Year Ended June 30, 2016

6. Long-Term Debt

The following is a summary of activity for the District's long-term debt for the year ended June 30, 2016:

	Balance July 1, 2015	Issuances/ Additions	Retirements/ Deletions	Balance June 30, 2016	Principal Due Within One Year
Bonds Payable:					
General Obligation Bonds	\$ 38,490,000	\$ -	\$ 10,185,000	\$ 28,305,000	\$ 10,685,000
Unamortized Premiums	507,013	-	174,224	332,789	-
Total Bonds Payable	<u>\$ 38,997,013</u>	<u>\$ -</u>	<u>\$ 10,359,224</u>	<u>\$ 28,637,789</u>	<u>\$ 10,685,000</u>

All general long-term debt retirements were made by the Debt Service Fund. The District received property taxes to retire the general obligation bonds. In addition to the unamortized premiums, the District is also amortizing a deferred amount on refunding of previous debt issues. The District amortized \$72,026 of the deferred amount on refunding during the current year leaving a remaining unamortized balance of \$58,284 as of June 30, 2016 which is reported in the Statement of Position as a deferred outflow of resources.

At June 30, 2016 general long-term debt consisted of the following:

General Obligation Bonds

General Obligation School Building Bonds, Series 1998, dated December 1, 1998, issued in the amount of \$9,995,000 in denominations of \$5,000. Principal is payable on December 1, as scheduled, with interest due semiannually on December 1, and June 1, at rates ranging from 4.5% to 5.0%. Final payment is due December 1, 2016. Remaining principal and interest requirements are as follows:

	Due in Fiscal Year	Principal	Interest	Total Debt Service
	2017	\$ 2,500,000	\$ 62,500	\$ 2,562,500
	Total	<u>\$ 2,500,000</u>	<u>\$ 62,500</u>	<u>\$ 2,562,500</u>

General Obligation School Refunding Bonds, Series 2007B, dated December 5, 2007, issued in the amount of \$60,935,000 in denominations of \$5,000. Principal is payable on December 1, as scheduled, with interest due semiannually on December 1, and June 1, at rates ranging from 4.0% to 5.0%. Final payment is due December 1, 2017. Remaining principal and interest requirements are as follows:

	Due in Fiscal Year	Principal	Interest	Total Debt Service
	2017	\$ 8,185,000	\$ 246,025	\$ 8,431,025
	2018	1,035,000	20,700	1,055,700
	Total	<u>\$ 9,220,000</u>	<u>\$ 266,725</u>	<u>\$ 9,486,725</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements For the Year Ended June 30, 2016

6. Long-Term Debt

General Obligation Limited School Bonds, Series 2008, dated January 3, 2008, issued in the amount of \$10,000,000 in denominations of \$5,000. Principal is payable on December 1, as scheduled, with interest due semiannually on December 1, and June 1, at 3.67%. Final payment is due December 1, 2017. Remaining principal and interest requirements are as follows:

Due in Fiscal Year	Principal	Interest	Total Debt Service
2017	\$ -	\$ 367,000	\$ 367,000
2018	10,000,000	183,500	10,183,500
Total	<u>\$ 10,000,000</u>	<u>\$ 550,500</u>	<u>\$ 10,550,500</u>

General Obligation Limited School Bonds, Series 2012A, dated May 22, 2012, issued in the amount of \$6,585,000 in denominations of \$5,000. Principal is payable on December 1, as scheduled, with interest due semiannually on December 1, and June 1, at 3.0%. Final payment is due December 1, 2021. Remaining principal and interest requirements are as follows:

Due in Fiscal Year	Principal	Interest	Total Debt Service
2017	\$ -	\$ 197,550	\$ 197,550
2018	-	197,550	197,550
2019	1,600,000	173,550	1,773,550
2020	1,625,000	125,175	1,750,175
2021	1,660,000	75,900	1,735,900
2022	1,700,000	25,500	1,725,500
Total	<u>\$ 6,585,000</u>	<u>\$ 795,225</u>	<u>\$ 7,380,225</u>

Total annual principal and interest requirements for all outstanding debt are as follows:

Due in Fiscal Year	Principal	Interest	Total Debt Service
2017	\$ 10,685,000	\$ 873,075	\$ 11,558,075
2018	11,035,000	401,750	11,436,750
2019	1,600,000	173,550	1,773,550
2020	1,625,000	125,175	1,750,175
2021	1,660,000	75,900	1,735,900
2022	1,700,000	25,500	1,725,500
Total	<u>\$ 28,305,000</u>	<u>\$ 1,674,950</u>	<u>\$ 29,979,950</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements For the Year Ended June 30, 2016

6. Long-Term Debt

Legal Debt Margin

As of June 30, 2016, the legal debt limit of the District was \$287,165,729, based upon 6.9 percent of its actual 2015 equalized assessed valuation, the most recent available, of \$4,161,822,154. The debt limit less outstanding debt of \$28,305,000 results in a legal debt margin of \$258,860,729 as of June 30, 2016.

7. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In order to protect against such losses, the District has purchased insurance from private insurance companies and has also joined an insurance cooperative. The cooperative currently operates as a common risk management and insurance program for local governmental entities in the state of Illinois. The District pays annual premiums to the cooperative for its insurance coverage. The agreement for formation of the cooperative provides that it will be self-sustaining through member premiums and will reinsure through commercial companies for losses in excess of various limits established for each type of coverage.

Beginning July 1, 2009, the District became self-insured for medical claims to cover its employees and their qualifying dependents. The District has engaged an outside agency to administer its medical claims. The District does not assume unlimited liability for medical claims. As of June 30, 2016, the District had purchased (stop-loss) insurance to cover claims in excess of \$185,000 per individual occurrence. Estimated claims liabilities outstanding at June 30, 2016 based on historical cost information total \$1,307,400; these claims are expected to be paid from current available resources. The District is also self-insured for dental claims to cover its employees and their qualifying dependents. The District has engaged an outside agency to administer its dental claims. Each covered individual is limited to \$1,200 per year in claims. Settled claims have not exceeded coverage in any of the past three fiscal years. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and societal factors. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

	Fiscal Year Ended June 30, 2016	Fiscal Year Ended June 30, 2015
Claims Liability - Beginning	\$ 1,184,600	\$ 1,277,400
Incurred Claims	12,177,364	10,816,270
Claim Payments	(12,054,564)	(10,909,070)
Claims Liability - Ending	<u>\$ 1,307,400</u>	<u>\$ 1,184,600</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

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 an agent multiple-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight 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 Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten 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 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.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

Employees Covered by Benefit Terms

At December 31, 2015, the following employees were covered by the benefit terms:

Inactive Plan Members and Beneficiaries Currently Receiving Benefits	553
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	296
Active Plan Members	291
Total	<u>1,140</u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2015 was 12.38%. For the fiscal year ended June 30, 2016, the District contributed \$1,338,219 to the plan. 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2015:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.75%.
- Salary Increases were expected to be 3.75% to 14.50%, including inflation.
- The Investment Rate of Return was assumed to be 7.50%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for Mortality (for non-disabled retirees) 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 MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments 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 2014). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

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 geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	38.00%	7.39%
International Equity	17.00%	7.59%
Fixed Income	27.00%	3.00%
Real Estate	8.00%	6.00%
Alternative Investments	9.00%	5.25-8.15%
Cash Equivalents	<u>1.00%</u>	2.25%
Total	100.00%	

Discount Rate

A Single Discount Rate of 7.47% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.57%, and the resulting single discount rate is 7.47%.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at December 31, 2014	\$ 65,535,514	\$ 60,608,355	\$ 4,927,159
Changes for the year:			
Service Cost	1,221,862	-	1,221,862
Interest on the Total Pension Liability	4,814,273	-	4,814,273
Differences Between Expected and Actual Experience of the Total Pension Liability	(312,814)	-	(312,814)
Changes of Assumptions	142,234	-	142,234
Contributions - Employer	-	1,328,244	(1,328,244)
Contributions - Employees	-	498,009	(498,009)
Net Investment Income	-	298,255	(298,255)
Benefit Payments, Including Refunds of Employee Contributions	(3,740,867)	(3,740,867)	-
Other (Net Transfer)	-	813,944	(813,944)
Net Changes	2,124,688	(802,415)	2,927,103
Balances at December 31, 2015	<u>\$ 67,660,202</u>	<u>\$ 59,805,940</u>	<u>\$ 7,854,262</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.47%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease (6.47%)	Current Discount Rate (7.47%)	1% Increase (8.47%)
District's Net Pension Liability	\$ 15,527,756	\$ 7,854,262	\$ 1,432,489

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2016, the District recognized pension expense of \$2,130,021. At June 30, 2016, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ -	\$ 229,314
Changes of assumptions	345,615	-
Net difference between projected and actual earnings on pension plan investments	<u>3,850,811</u>	<u>-</u>
Total Deferred Amounts to be Recognized in Pension Expense in Future Periods	<u>4,196,426</u>	<u>229,314</u>
<i>Pension Contributions Made Subsequent to the Measurement Date</i>	<u>659,658</u>	<u>-</u>
Total Deferred Amounts Related to Pensions	<u><u>\$ 4,856,084</u></u>	<u><u>\$ 229,314</u></u>

Amounts of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31	Net Deferred Outflows of Resources
2016	\$ 1,133,453
2017	989,240
2018	1,003,198
2019	841,221
Total	<u><u>\$ 3,967,112</u></u>

Teachers' Retirement System of the State of Illinois

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 non-annuitants 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://trs.illinois.gov/pubs/cafr>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 877-0890, option 2.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

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 I.

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. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On Behalf Contributions to TRS

The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2016, state of Illinois contributions recognized by the District were based on the state's proportionate share of the collective NPL associated with the District, and the District recognized revenue and expenditures of \$31,082,291 in pension contributions from the state of Illinois.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

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, 2016, were \$344,388 and are deferred because they were paid after the June 30, 2015 measurement date.

Federal and Special Trust Fund Contributions

When TRS members are paid from federal and special trust funds administered by the employer, there is a statutory requirement for the employer 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, 2016, the employer pension contribution was 36.06 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2016, salaries totaling \$137,541 were paid from federal and special trust funds that required District contributions of \$49,597. These contributions are deferred because they were paid after the June 30, 2015 measurement date.

Employer Retirement Cost Contributions

Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer 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 current program is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2016, the District paid \$5,892 to TRS for employer ERO contributions.

The employer 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. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2016, the District paid \$2,377 to TRS for employer contributions due on salary increases in excess of 6 percent and paid \$393,764 for sick leave days granted in excess of the normal annual allotment.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2016, 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:

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

District's proportionate share of the net pension liability	\$ 8,882,537
State's proportionate share of the net pension liability associated with the District	<u>379,383,438</u>
Total	<u>\$ 388,265,975</u>

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014 and rolled forward to June 30, 2015. 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, 2015, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2015, the employer's proportion was .0136 percent, which was an increase of .0007 percent from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the District recognized pension expense of \$31,082,291 and revenue of \$31,082,291 for support provided by the state. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ 3,301	\$ 9,736
Net difference between projected and actual earnings on pension plan investments	175,913	311,037
Changes of assumptions	122,836	-
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>319,450</u>	<u>387,657</u>
Total Deferred Amounts to be Recognized in Pension Expense in Future Periods	<u>621,500</u>	<u>708,430</u>
<i>Pension Contributions Made Subsequent to the Measurement Date</i>	<u>393,985</u>	<u>-</u>
Total Deferred Amounts Related to Pensions	<u>\$ 1,015,485</u>	<u>\$ 708,430</u>

\$393,985 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

Year Ending June 30	Net Deferred Inflows of Resources
2016	\$ 72,828
2017	72,828
2018	72,828
2019	(131,554)
Total	<u>\$ 86,930</u>

Actuarial Assumptions

The total pension liability in the June 30, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00 percent
Salary increases	varies by amount of service credit
Investment rate of return	7.50 percent, net of pension plan investment expense, including inflation

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.

The actuarial assumptions for the years ended June 30, 2015 and 2014 were different. The actuarial assumptions used in the June 30, 2015 valuation were based on the 2015 actuarial experience analysis. The investment return assumption remained at 7.5 percent, salary increase assumptions were lowered, retirement rates were increased, mortality updates were made and other assumptions were revised. The actuarial assumptions used in the June 30, 2014 valuation were based on updates to economic assumptions adopted in 2014 which lowered the investment return assumption from 8.0 percent to 7.5 percent. The salary increase and inflation assumptions were also lowered from their 2013 levels.

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:

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

Asset Class	Target Percentage	Long-Term Expected Real Rate of Return
U.S. large cap	18.00%	7.53%
Global equity excluding U.S.	18.00%	7.88%
Aggregate bonds	16.00%	1.57%
U.S. TIPS	2.00%	2.82%
NCREIF	11.00%	5.11%
Opportunistic real estate	4.00%	9.09%
ARS	8.00%	2.57%
Risk parity	8.00%	4.87%
Diversified inflation strategy	1.00%	3.26%
Private equity	14.00%	12.33%
Total	100.00%	

Discount Rate

At June 30, 2015, the discount rate used to measure the total pension liability was a blended rate of 7.47 percent, which was a change from the June 30, 2014 rate of 7.50 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, 2015 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, 2014, the discount rate used to measure the total pension liability was 7.50 percent. The discount rate was the same as the actuarially-assumed rate of return on investments that year because TRS's fiduciary net position and the subsidy provided by Tier II were sufficient to cover all projected benefit payments.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.47 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 (6.47 percent) or 1-percentage-point higher (8.47 percent) than the current rate.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

8. Employee Retirement Systems and Plans

	1% Decrease (6.47%)	Current Discount Rate (7.47%)	1% Increase (8.47%)
District's Proportionate Share of the Net Pension Liability	\$ 10,976,637	\$ 8,882,537	\$ 7,165,317

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2015 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

Social Security

Employees not qualifying for coverage under the TRS or the IMRF are considered "nonparticipating employees". These employees and those qualifying for coverage under IMRF are covered under Social Security. The District paid \$666,405, for Social Security during the year ended June 30, 2016, the total required contribution for the year.

9. Postemployment Benefits Other Than Pensions

The District administers a single-employer defined benefit healthcare plan, the "Retiree Healthcare Plan" or "the Plan".

Plan Description

The plan provides healthcare insurance for eligible retirees and their dependents through the District's group health insurance plan, which covers both active and retired members. The Plan does not issue a stand-alone financial report. Benefit provisions are established through negotiations between the District and the unions representing District employees and are renegotiated each bargaining period. Employees who retire from the District may be eligible for post-employment medical, dental and life insurance benefits pursuant to the provisions below:

- Eligible to retire under *Teachers' Retirement System* (TRS) if certificated or *Illinois Municipal Retirement Fund* (IMRF) if non-certificated.
- Complete at least 10 years of full time service, or its equivalent, in the District, if certificated.
- Complete at least 15 years of full time service, or its equivalent, in the District, if non-certificated and reach the age of 55.

Certificated

Eligible teachers can elect one of the following options: Option 1: The District will pay the actual dollar amount of Teachers' Retirement Insurance Program (TRIP) insurance up to \$10,300 per year for an eligible teacher if in the last year of active employment the teacher was enrolled in a District health plan. (It is assumed that 95% of eligible retirees elect this option.) Option 2: The District will pay 50% of the cost of the active District program for a determined length based on length of service up to Medicare eligibility age. (It is assumed that 5% of eligible retirees elect this option.)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

9. Postemployment Benefits Other Than Pensions

Non-Certificated

For IMRF retirees retiring between June 30, 2009 and June 30, 2010, the District will provide up to \$5,000 a year toward the purchase of District insurance (medical, vision and dental) for up to five years or until the retiree is Medicare eligible, whichever occurs first. There are no post-retirement benefits extended to IMRF retirees on or after July 1, 2011 other than access to the active plan where the retiree pays the total cost of coverage. At the age of Medicare-eligibility, retirees under IMRF are allowed to continue on the medical and dental plans, but pay the total cost of the coverage. No other benefits are offered to employees upon retirement.

Funding Policy

Contribution requirements are also negotiated between the District and union representatives. All plan funding is done on a pay-as-you-go basis. For fiscal year 2016, the District contributed \$1,939,596 to the Plan.

Annual OPEB Cost and Net OPEB Obligation

The District's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's net OPEB obligation (asset):

Annual Required Contribution	\$ 1,432,000
Interest on Net OPEB Obligation (Asset)	(146,337)
Adjustment to Annual Required Contribution	<u>188,094</u>
Annual OPEB Cost	1,473,757
Contributions Made	(1,939,596)
Increase in Net OPEB Obligation (Asset)	(465,839)
Net OPEB Obligation (Asset) - Beginning of Year	(3,251,929)
Net OPEB Obligation (Asset) - End of Year	<u><u>(\$ 3,717,768)</u></u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation (asset) for fiscal years 2016, 2015 and 2014 was as follows:

	Year	Annual	Percentage	Net
	Ended	OPEB	of AOC	OPEB
		Cost (AOC)	Contributed	Obligation
				(Asset)
Retiree Healthcare Plan	6/30/2016	\$ 1,473,757	131.61%	(\$ 3,717,768)
	6/30/2015	1,471,969	123.36%	(3,251,929)
	6/30/2014	1,307,557	125.30%	(2,908,031)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

9. Postemployment Benefits Other Than Pensions

Since the District reports its financial activity on the modified cash basis, the net OPEB (asset) of (\$3,717,768) has not been recorded in the Statement of Net Position. Pay-as-you-go contributions have typically been made by the General Fund.

Funded Status and Funding Progress

As of July 1, 2014 the actuarial accrued liability for benefits was \$14,285,847 all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$52,301,144 and the ratio of the unfunded actuarial accrued liability to the covered payroll was 27.31 percent.

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the District are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the District and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities, consistent with the long-term perspective of the calculations.

Significant methods and assumptions were as follows:

Actuarial valuation date:	July 1, 2014
Actuarial cost method:	Unit Credit Cost Method
Amortization method:	Level Dollar Open
Amortization period:	30 years
Actuarial assumptions:	
Discount Rate	4.5%
Healthcare Trend Rate	Current 7.5%, trending to 5.0%

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

9. Postemployment Benefits Other Than Pensions

Teacher Health Insurance Security Fund

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer 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 the 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 the THIS Fund from active members which were 1.07 percent of pay during the year ended June 30, 2016. State of Illinois contributions were \$635,336, and the District recognized revenue and expenditures of this amount during the year.

Employer Contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.80 percent during the year ended June 30, 2016. For the year ended June 30, 2016, the District paid \$475,018 to the THIS Fund, which was 100 percent of the required contribution.

Further Information on the THIS Fund

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."

10. Individual Fund Disclosures

Excess of Expenditures Over Budget

State On-Behalf Payments were over budget by \$11,062,627, causing total expenditures of the General Fund to exceed budgeted expenditures by \$9,148,168 and expenditures of the Educational Account of the General Fund to exceed budgeted expenditures by \$8,576,984 during the fiscal year ended June 30, 2016.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

10. Individual Fund Disclosures

The General Fund - Operations and Maintenance Account incurred expenditures in excess of budgeted expenditures in the amount of \$571,184. Additionally, the Transportation Fund incurred expenditures in excess of budgeted expenditures in the amount of \$1,083,141 during the fiscal year ended June 30, 2016.

Pro-rata General State Aid Expenditures

The Educational Account of the General Fund paid \$14,584 of Special Education salaries expenditures from revenue code 3001 - General State Aid, during the fiscal year ended June 30, 2016.

11. Jointly Governed Organization

The District, in conjunction with eleven other area school districts, has created the Southwest Cook County Cooperative Association for Special Education (SWCASE). The SWCASE's board of directors is composed of one member from each of the twelve participating school districts. The SWCASE charged the District \$4,125,884 for special education tuition and other related expenditures during the year ended June 30, 2016. SWCASE prepares separately issued financial statements which may be obtained at 6020 W. 151st St., Oak Forest, IL, 60452.

12. Fund Balances

Details of the District's fund balances by individual major fund and nonmajor funds in the aggregate are as follows:

	Major Funds			Nonmajor	Total
	General Fund	Transportation Fund	Debt Service Fund	Governmental Funds	Governmental Funds
Fund Balances:					
<i>Restricted for:</i>					
Debt Service	\$ -	\$ -	\$ 9,798,879	\$ -	\$ 9,798,879
Transportation of Students	-	3,179,476	-	-	3,179,476
Employee Benefits	-	-	-	1,473,708	1,473,708
Capital Projects	-	-	-	45,991	45,991
Total Restricted	-	3,179,476	9,798,879	1,519,699	14,498,054
<i>Assigned to:</i>					
Debt Service	-	-	564,890	-	564,890
Transportation of Students	-	320,349	-	-	320,349
Capital Projects	-	-	-	2,604,826	2,604,826
Total Assigned	-	320,349	564,890	2,604,826	3,490,065
<i>Unassigned</i>	59,231,625	-	-	-	59,231,625
Total Fund Balances	<u>\$ 59,231,625</u>	<u>\$ 3,499,825</u>	<u>\$ 10,363,769</u>	<u>\$ 4,124,525</u>	<u>\$ 77,219,744</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Notes to Basic Financial Statements
For the Year Ended June 30, 2016

13. Contingent Liabilities and Commitments

Litigation

The District is involved in legal and administrative proceedings with respect to employment, civil rights, property tax appeals and other matters wherein varying amounts are claimed. In the opinion of the District's attorneys, these matters should not result in judgments, which in aggregate would have a material adverse effect on the District's financial statements.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government and the Illinois State Board of Education. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2016.

Commitments

The District has outstanding commitments with local contractors to complete projects which are a bleacher project and a fire prevention and life safety project authorized to be paid from the proceeds of the General Obligation Limited School Bonds, Series 2012A. The fire prevention and life safety project involves general building alterations. Remaining open commitments at June 30, 2016 totaled approximately \$1,326,000. The state of Illinois overpaid the District \$140,874 of personal property replacement taxes as of June 30, 2016. The District is expecting future tax collections to be reduced until the overpayment is recouped by the state.

OTHER INFORMATION

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Other Information - Budgetary Comparison Information

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)
General Fund and Major Special Revenue Fund
For the Year Ended June 30, 2016

General Fund				
	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues Received				
Local Sources				
Property Taxes	\$ 97,330,329	\$ 97,330,329	\$ 97,568,864	\$ 238,535
Payments in Lieu of Taxes	508,000	508,000	376,792	(131,208)
Tuition	140,000	140,000	92,529	(47,471)
Transportation Fees	-	-	-	-
Earnings on Investments	122,813	122,813	95,201	(27,612)
Food Services	2,411,050	2,411,050	2,511,575	100,525
Pupil Activities	322,003	322,003	305,840	(16,163)
Textbooks	1,313,450	1,313,450	1,356,895	43,445
Other Revenue	783,010	783,010	838,796	55,786
Total Local Sources	<u>102,930,655</u>	<u>102,930,655</u>	<u>103,146,492</u>	<u>215,837</u>
State Sources				
Unrestricted Grants-in-aid	3,850,000	3,850,000	4,263,542	413,542
Restricted Grants-in-aid	3,970,160	3,970,160	4,178,693	208,533
Total State Sources	<u>7,820,160</u>	<u>7,820,160</u>	<u>8,442,235</u>	<u>622,075</u>
Federal Sources	3,138,540	3,138,540	2,880,750	(257,790)
On-Behalf Payments from State	20,655,000	20,655,000	31,717,627	11,062,627
Total Revenues Received	<u>134,544,355</u>	<u>134,544,355</u>	<u>146,187,104</u>	<u>11,642,749</u>
Expenditures Disbursed				
Current:				
Instruction	71,079,506	71,018,565	67,987,683	3,030,882
Support Services	37,271,623	37,163,953	36,522,557	641,396
Community Services	645,324	645,314	433,085	212,229
Payments to Other Governments	3,104,500	3,104,500	4,119,356	(1,014,856)
On-Behalf Payments to State	20,655,000	20,655,000	31,717,627	(11,062,627)
Capital Outlay	1,516,606	1,685,227	2,790,419	(1,105,192)
Contingency	150,000	150,000	-	150,000
Total Expenditures Disbursed	<u>134,422,559</u>	<u>134,422,559</u>	<u>143,570,727</u>	<u>(9,148,168)</u>
Net Change in Fund Balances	<u>\$ 121,796</u>	<u>\$ 121,796</u>	2,616,377	<u>\$ 2,494,581</u>
Fund Balances, Beginning of Year			<u>56,615,248</u>	
Fund Balances, End of Year			<u>\$ 59,231,625</u>	

Notes to Other Information:

The District budgets on the modified cash basis. Budget transfers were made between line items as allowable. The General Fund (in total), the General Fund Educational Account and Operations and Maintenance Account and the Transportation Fund incurred expenditures in excess of budgeted expenditures in the amounts of \$9,148,168, \$8,576,984, \$571,184 and \$1,083,141, respectively, during the fiscal year ended June 30, 2016.

Transportation Fund

Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
\$ 4,753,278	\$ 4,786,064	\$ 32,786
201,600	201,600	-
-	-	-
4,000	2,730	(1,270)
9,188	6,311	(2,877)
-	-	-
-	-	-
-	-	-
-	-	-
4,968,066	4,996,705	28,639
150,000	150,000	-
3,366,000	3,368,302	2,302
3,516,000	3,518,302	2,302
-	-	-
-	-	-
8,484,066	8,515,007	30,941
-	-	-
8,444,360	9,552,501	(1,108,141)
-	-	-
-	-	-
-	-	-
-	-	-
25,000	-	25,000
8,469,360	9,552,501	(1,083,141)
\$ 14,706	(1,037,494)	(\$ 1,052,200)
	4,537,319	
	<u>\$ 3,499,825</u>	

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Other Information

Illinois Municipal Retirement Fund Schedule of Changes in the Net Pension Liability and Related Ratios Last Two Calendar Years

Calendar Year Ended December 31,	<u>2015</u>	<u>2014</u>
Total Pension Liability		
Service Cost	\$ 1,221,862	\$ 1,277,906
Interest on the Total Pension Liability	4,814,273	4,489,021
Differences Between Expected and Actual Experience of the Total Pension Liability	(312,814)	(653,207)
Changes of Assumptions	142,234	2,919,682
Benefit Payments, Including Refunds of Employee Contributions	(3,740,867)	(3,425,096)
Net Change in Total Pension Liability	2,124,688	4,608,306
Total Pension Liability - Beginning	65,535,514	60,927,208
Total Pension Liability - Ending (A)	<u>\$ 67,660,202</u>	<u>\$ 65,535,514</u>
Plan Fiduciary Net Position		
Contributions - Employer	\$ 1,328,244	\$ 1,290,405
Contributions - Employees	498,009	481,279
Net Investment Income	298,255	3,533,868
Benefit Payments, Including Refunds of Employee Contributions	(3,740,867)	(3,425,096)
Other (Net Transfer)	813,944	(31,075)
Net Change in Plan Fiduciary Net Position	(802,415)	1,849,381
Plan Fiduciary Net Position - Beginning	60,608,355	58,758,974
Plan Fiduciary Net Position - Ending (B)	<u>\$ 59,805,940</u>	<u>\$ 60,608,355</u>
Net Pension Liability - Ending (A) - (B)	<u>\$ 7,854,262</u>	<u>\$ 4,927,159</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.39%	92.48%
Covered Valuation Payroll	10,721,503	10,534,685
Net Pension Liability as a Percentage of Covered Valuation Payroll	73.26%	46.77%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Other Information Illinois Municipal Retirement Fund Schedule of Employer Contributions Last Two Calendar Years

<u>Calendar Year Ended December 31,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a Percentage of Covered Valuation Payroll</u>
2015	\$ 1,327,322	\$ 1,328,244	(\$ 922)	\$ 10,721,503	12.39%
2014	1,586,912	1,290,405	296,507	10,534,685	12.25%

Notes to Schedule:

*Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2015 Contribution Rate**

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2015 Contribution Rates:

Actuarial Cost Method: Aggregate Entry Age Normal.

Amortization Method: Level Percentage of Payroll, Closed

Remaining Amortization Period: 28-year closed period.

Asset Valuation Method: 5-Year smoothed market; 20% corridor.

Wage Growth: 4.00%.

Price Inflation: 3.00% - approximate; No explicit price inflation assumption is used in this valuation.

Salary Increases: 4.40% to 16.00% including inflation

Investment Rate of Return: 7.50%.

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the period 2008 - 2010.

Mortality: RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men 120% of the table rates were used. For women 92% of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

Other Information:

Notes: There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2013 actuarial valuation

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Other Information

Teachers' Retirement System of the State of Illinois Schedule of the District's Proportionate Share of the Net Pension Liability Last Two Calendar Years

	<u>2016*</u>	<u>2015*</u>
District's proportion of the TRS net pension liability	0.0136%	0.0129%
District's proportionate share of the net pension liability	\$ 8,882,537	\$ 7,870,046
State's proportionate share of the net pension liability associated with the District	<u>379,383,438</u>	<u>364,298,748</u>
Total	<u>\$ 388,265,975</u>	<u>\$ 372,168,794</u>
District's covered-employee payroll	58,589,872	59,050,497
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	15.16%	13.33%
Plan fiduciary net position as a percentage of the total pension liability	41.47%	42.95%

Notes to Schedule:

* The amounts presented were determined as of the prior fiscal-year end.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Other Information

Teachers' Retirement System of the State of Illinois
Schedule of Employer Contributions
Last Two Calendar Years

Fiscal Year Ended June 30,*	Contractually Required Contribution	Actual Contribution	Contribution Deficiency (Excess)	District's Covered Employee Payroll	Contribution as a Percentage of Covered Employee Payroll
2016	\$ 475,108	\$ 475,108	\$ -	\$ 58,589,872	0.81%
2015	461,518	461,518	-	59,050,497	0.78%

Notes to Schedule:

Changes of assumptions

Amounts reported in 2015 reflect an investment rate of return of 7.5 percent, an inflation rate of 3.0 percent and real return of 4.5 percent, and salary increases that vary by service credit. In 2014, assumptions used were an investment rate of return of 7.5 percent, an inflation rate of 3.0 percent and real return of 4.5 percent, and salary increases of 5.75 percent.

* The amounts presented were determined as of the prior fiscal-year end.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Other Information Retiree Healthcare Plan Schedule of Funding Progress June 30, 2016

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2015		--- No actuarial valuation performed * ---				
7/1/2014	\$ -	\$ 14,285,847	\$ 14,285,847	0.00%	\$ 52,301,144	27.31%
7/1/2013		--- No actuarial valuation performed * ---				
7/1/2012	-	12,269,381	12,269,381	0.00%	N/A	N/A
7/1/2011		--- No actuarial valuation performed * ---				
7/1/2010	-	14,074,680	14,074,680	0.00%	N/A	N/A

This Schedule provides information for as many years as is available.

The District funds the benefits on a pay-as-you-go basis, therefore, there are no plan assets at year-end.

N/A - covered payroll was not determined in applicable years.

* According to GASB 45, an actuarial valuation should be performed at a minimum frequency of every two years for a plan the size of the District's.

**OTHER SUPPLEMENTARY INFORMATION
COMBINING AND INDIVIDUAL FUND FINANCIAL SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund

Schedule of Assets, Liabilities and Fund Balance by Account (Modified Cash Basis)

June 30, 2016

(With Comparative Totals as of June 30, 2015)

	Educational Account	Operations and Maintenance Account	Working Cash Account	Totals	
				2016	2015
ASSETS					
Cash and Investments	\$ 31,694,814	\$ 6,346,012	\$ 21,238,916	\$ 59,279,742	\$ 56,641,752
Other Assets	<u>2,325</u>	<u>10,845</u>	<u>-</u>	<u>13,170</u>	<u>6,771</u>
Total Assets	<u>\$ 31,697,139</u>	<u>\$ 6,356,857</u>	<u>\$ 21,238,916</u>	<u>\$ 59,292,912</u>	<u>\$ 56,648,523</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Payroll Deductions Payable	\$ 61,287	\$ -	\$ -	\$ 61,287	\$ 33,275
Total Liabilities	<u>61,287</u>	<u>-</u>	<u>-</u>	<u>61,287</u>	<u>33,275</u>
Fund Balances					
Restricted	-	-	-	-	529,047
Unassigned	<u>31,635,852</u>	<u>6,356,857</u>	<u>21,238,916</u>	<u>59,231,625</u>	<u>56,086,201</u>
Total Fund Balances	<u>31,635,852</u>	<u>6,356,857</u>	<u>21,238,916</u>	<u>59,231,625</u>	<u>56,615,248</u>
Total Liabilities and Fund Balances	<u>\$ 31,697,139</u>	<u>\$ 6,356,857</u>	<u>\$ 21,238,916</u>	<u>\$ 59,292,912</u>	<u>\$ 56,648,523</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance by Account (Modified Cash Basis)
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	<u>Educational Account</u>	<u>Operations and Maintenance Account</u>	<u>Working Cash Account</u>	<u>Totals</u>	
				<u>2016</u>	<u>2015</u>
Revenues Received					
Local Sources					
Property Taxes	\$ 87,921,130	\$ 9,617,769	\$ 29,965	\$ 97,568,864	\$ 95,138,937
Payments in Lieu of Taxes	-	376,792	-	376,792	500,000
Tuition	92,529	-	-	92,529	106,052
Earnings on Investments	55,226	10,543	29,432	95,201	91,357
Food Services	2,511,575	-	-	2,511,575	2,491,162
Pupil Activities	305,840	-	-	305,840	299,781
Textbooks	1,356,895	-	-	1,356,895	1,307,292
Other Revenue	470,673	368,123	-	838,796	757,387
Total Local Sources	<u>92,713,868</u>	<u>10,373,227</u>	<u>59,397</u>	<u>103,146,492</u>	<u>100,691,968</u>
State Sources					
Unrestricted Grants-in-aid	4,263,542	-	-	4,263,542	3,334,926
Restricted Grants-in-aid	4,178,693	-	-	4,178,693	3,032,225
Total State Sources	<u>8,442,235</u>	<u>-</u>	<u>-</u>	<u>8,442,235</u>	<u>6,367,151</u>
Federal Sources	2,880,750	-	-	2,880,750	2,679,102
On-Behalf Payments from State	31,717,627	-	-	31,717,627	29,927,534
Total Revenues Received	<u>135,754,480</u>	<u>10,373,227</u>	<u>59,397</u>	<u>146,187,104</u>	<u>139,665,755</u>
Expenditures Disbursed					
Current:					
Instruction	67,987,683	-	-	67,987,683	67,745,304
Support Services	27,090,583	9,431,974	-	36,522,557	35,928,170
Community Services	433,085	-	-	433,085	461,147
Payments to Other Governments	4,119,356	-	-	4,119,356	2,972,518
On-Behalf Payments to State	31,717,627	-	-	31,717,627	29,927,534
Capital Outlay	1,342,832	1,447,587	-	2,790,419	2,200,170
Total Expenditures Disbursed	<u>132,691,166</u>	<u>10,879,561</u>	<u>-</u>	<u>143,570,727</u>	<u>139,234,843</u>
Net Change in Fund Balances	<u>3,063,314</u>	<u>(506,334)</u>	<u>59,397</u>	<u>2,616,377</u>	<u>430,912</u>
Fund Balances, Beginning of Year	<u>28,572,538</u>	<u>6,863,191</u>	<u>21,179,519</u>	<u>56,615,248</u>	<u>56,184,336</u>
Fund Balances, End of Year	<u>\$ 31,635,852</u>	<u>\$ 6,356,857</u>	<u>\$ 21,238,916</u>	<u>\$ 59,231,625</u>	<u>\$ 56,615,248</u>

GENERAL FUND - EDUCATIONAL ACCOUNT

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Educational Account

Schedule of Assets, Liabilities and Fund Balance (Modified Cash Basis)

June 30, 2016

(With Comparative Totals as of June 30, 2015)

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and Investments	\$ 31,694,814	\$ 28,603,488
Other Assets	<u>2,325</u>	<u>2,325</u>
Total Assets	<u>\$ 31,697,139</u>	<u>\$ 28,605,813</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Payroll Deductions Payable	\$ 61,287	\$ 33,275
Total Liabilities	<u>61,287</u>	<u>33,275</u>
 Fund Balance		
Unassigned	<u>31,635,852</u>	<u>28,572,538</u>
Total Fund Balance	<u>31,635,852</u>	<u>28,572,538</u>
Total Liabilities and Fund Balance	<u>\$ 31,697,139</u>	<u>\$ 28,605,813</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Educational Account

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Revenues Received				
Local Sources				
Property Taxes	\$ 87,677,023	\$ 87,921,130	\$ 244,107	\$ 85,781,202
Tuition	140,000	92,529	(47,471)	106,052
Earnings on Investments	67,500	55,226	(12,274)	45,935
Food Services	2,411,050	2,511,575	100,525	2,491,162
Pupil Activities	322,003	305,840	(16,163)	299,781
Textbooks	1,313,450	1,356,895	43,445	1,307,292
Other Revenue	578,000	470,673	(107,327)	536,515
Total Local Sources	92,509,026	92,713,868	204,842	90,567,939
State Sources				
Unrestricted Grants-In-Aid	3,850,000	4,263,542	413,542	2,334,926
Restricted Grants-In-Aid	3,970,160	4,178,693	208,533	3,032,225
Total State Sources	7,820,160	8,442,235	622,075	5,367,151
Federal Sources - Restricted Grants-in-aid	3,138,540	2,880,750	(257,790)	2,679,102
On Behalf of Payments from State	20,655,000	31,717,627	11,062,627	29,927,534
Total Revenues Received	124,122,726	135,754,480	11,631,754	128,541,726
Expenditures Disbursed				
Instruction				
Regular Programs				
Salaries	35,510,818	34,994,705	516,113	34,490,749
Employee Benefits	8,313,947	7,121,494	1,192,453	7,093,303
Purchased Services	207,021	168,034	38,987	179,081
Supplies and Materials	1,516,420	945,394	571,026	989,216
Capital Outlay	78,465	30,805	47,660	20,074
Other Objects	1,655	1,655	-	2,185
Noncapitalized Equipment	166,129	88,703	77,426	144,489
Total Regular Programs	45,794,455	43,350,790	2,443,665	42,919,097
Special Education Programs				
Salaries	9,445,915	9,244,595	201,320	9,165,798
Employee Benefits	2,096,786	2,074,120	22,666	1,874,880
Purchased Services	256,000	159,956	96,044	159,088
Supplies and Materials	121,098	131,086	(9,988)	115,425
Capital Outlay	6,000	-	6,000	14,881
Noncapitalized Equipment	40,000	10,062	29,938	25,474
Total Special Education Programs	11,965,799	11,619,819	345,980	11,355,546

(Continued)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Educational Account

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Remedial and Supplemental Programs K-12				
Salaries	\$ 370,022	\$ 341,228	\$ 28,794	\$ 363,113
Employee Benefits	122,488	112,580	9,908	182,731
Purchased Services	80,000	3,000	77,000	35,729
Supplies and Materials	113,374	10,483	102,891	7,139
Total Remedial and Supplemental Programs K-12	685,884	467,291	218,593	588,712
CTE Programs				
Salaries	2,002,029	1,912,009	90,020	1,946,410
Employee Benefits	348,318	299,859	48,459	295,407
Purchased Services	68,356	67,042	1,314	49,050
Supplies and Materials	271,615	257,605	14,010	258,745
Capital Outlay	14,000	-	14,000	77,019
Noncapitalized Equipment	127,346	121,065	6,281	94,913
Total CTE Programs	2,831,664	2,657,580	174,084	2,721,544
Interscholastic Programs				
Salaries	4,231,352	4,428,052	(196,700)	4,336,772
Employee Benefits	179,559	192,761	(13,202)	169,367
Purchased Services	431,697	513,033	(81,336)	391,217
Supplies and Materials	116,973	107,198	9,775	100,681
Capital Outlay	16,427	16,139	288	24,758
Other Objects	50,451	41,215	9,236	42,471
Noncapitalized Equipment	20,172	20,172	-	13,216
Total Interscholastic Programs	5,046,631	5,318,570	(271,939)	5,078,482
Summer School Programs				
Salaries	137,902	206,305	(68,403)	206,353
Employee Benefits	1,829	6,051	(4,222)	4,659
Purchased Services	8,000	-	8,000	-
Supplies and Materials	16,000	6,289	9,711	6,913
Total Summer School Programs	163,731	218,645	(54,914)	217,925
Driver's Education Programs				
Salaries	805,960	869,177	(63,217)	842,166
Employee Benefits	132,819	148,668	(15,849)	142,310
Purchased Services	12,100	8,837	3,263	8,546
Supplies and Materials	14,700	13,447	1,253	16,713
Total Driver's Education Programs	965,579	1,040,129	(74,550)	1,009,735

(Continued)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Educational Account

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Truant Alternative and Optional Programs				
Salaries	\$ 112,495	\$ 97,655	\$ 14,840	\$ 106,799
Employee Benefits	18,366	1,348	17,018	3,454
Supplies and Materials	2,500	204	2,296	218
Total Truant Alternative and Optional Programs	133,361	99,207	34,154	110,471
Special Education Programs - Private Tuition	3,300,000	3,132,087	167,913	3,722,956
Summer School Programs - Private Tuition	600,000	370,511	229,489	435,660
Total Instruction	71,487,104	68,274,629	3,212,475	68,160,128
Support Services				
Support Services - Pupil				
Attendance and Social Work Services				
Salaries	2,997,720	2,943,306	54,414	2,908,142
Employee Benefits	816,758	851,266	(34,508)	797,941
Purchased Services	5,116	2,414	2,702	3,478
Supplies and Materials	14,725	12,535	2,190	15,267
Total Attendance and Social Work Services	3,834,319	3,809,521	24,798	3,724,828
Guidance Services				
Salaries	3,206,851	3,262,096	(55,245)	3,096,915
Employee Benefits	606,774	612,409	(5,635)	518,381
Purchased Services	11,623	9,191	2,432	1,876
Supplies and Materials	27,407	22,912	4,495	33,054
Capital Outlay	18,000	11,719	6,281	-
Other Objects	1,320	800	520	959
Noncapitalized Equipment	1,500	1,500	-	1,615
Total Guidance Services	3,873,475	3,920,627	(47,152)	3,652,800
Health Services				
Salaries	374,612	374,579	33	361,681
Employee Benefits	101,583	85,515	16,068	81,143
Purchased Services	2,050	1,342	708	1,076
Supplies and Materials	5,990	5,563	427	8,572
Total Health Services	484,235	466,999	17,236	452,472
Psychological Services				
Salaries	279,629	268,045	11,584	270,101
Employee Benefits	70,926	67,241	3,685	64,596
Purchased Services	5,920	5,063	857	3,186
Supplies and Materials	8,205	5,913	2,292	9,115
Total Psychological Services	364,680	346,262	18,418	346,998

(Continued)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Educational Account

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Speech Pathology and Audiology Services				
Salaries	\$ 409,091	\$ 307,637	\$ 101,454	\$ 405,247
Employee Benefits	81,852	46,562	35,290	64,140
Purchased Services	135	230	(95)	143
Supplies and Materials	6,520	2,557	3,963	3,248
Total Speech Pathology and Audiology Services	497,598	356,986	140,612	472,778
Other Support Services - Pupils				
Salaries	4,778	6,033	(1,255)	7,066
Employee Benefits	63	83	(20)	92
Purchased Services	76,810	71,377	5,433	58,555
Supplies and Materials	69,870	57,941	11,929	67,778
Total Other Support Services - Pupils	151,521	135,434	16,087	133,491
Total Support Services - Pupil	9,205,828	9,035,829	169,999	8,783,367
Support Services - Instructional Staff				
Improvement of Instruction Services				
Salaries	655,842	701,448	(45,606)	665,798
Employee Benefits	111,173	123,616	(12,443)	122,344
Purchased Services	422,006	450,246	(28,240)	343,130
Supplies and Materials	73,230	48,164	25,066	23,288
Other Objects	24,500	3,144	21,356	2,590
Noncapitalized Equipment	5,000	-	5,000	675
Total Improvement of Instruction Services	1,291,751	1,326,618	(34,867)	1,157,825
Educational Media Services				
Salaries	993,627	992,130	1,497	961,106
Employee Benefits	271,738	285,996	(14,258)	257,837
Purchased Services	6,648	3,764	2,884	4,744
Supplies and Materials	153,789	124,269	29,520	148,896
Noncapitalized Equipment	52,276	2,276	50,000	1,019
Total Educational Media Services	1,478,078	1,408,435	69,643	1,373,602
Assessment and Testing				
Purchased Services	66,000	86,775	(20,775)	8,453
Total Support Services - Instructional Staff	2,835,829	2,821,828	14,001	2,539,880
Support Services - General Administration				
Board of Education Services				
Salaries	4,211	6,775	(2,564)	3,388

(Continued)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Educational Account

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Employee Benefits	\$ 3,889	\$ 3,758	\$ 131	\$ 1,163
Purchased Services	461,000	667,023	(206,023)	508,099
Supplies and Materials	1,500	1,042	458	1,337
Other Objects	21,000	20,982	18	21,364
Total Board of Education Services	491,600	699,580	(207,980)	535,351
Executive Administration Services				
Salaries	291,073	297,318	(6,245)	288,186
Employee Benefits	88,918	88,879	39	85,423
Purchased Services	4,500	2,271	2,229	2,820
Supplies and Materials	2,000	14,488	(12,488)	2,432
Other Objects	8,000	7,130	870	7,265
Total Executive Administration Services	394,491	410,086	(15,595)	386,126
Special Area Administration Services				
Salaries	283,294	541,145	(257,851)	274,367
Employee Benefits	83,733	162,788	(79,055)	94,175
Purchased Services	53,000	20,711	32,289	2,764
Supplies and Materials	8,000	4,566	3,434	2,020
Capital Outlay	5,000	-	5,000	-
Other Objects	500	110	390	359
Noncapitalized Equipment	1,000	-	1,000	-
Total Special Area Administration Services	434,527	729,320	(294,793)	373,685
Insurance Payments (Regular or Self-Insurance)				
Other Objects	-	91,102	(91,102)	-
Total Support Services - General Administration	1,320,618	1,930,088	(609,470)	1,295,162
Support Services - School Administration				
Office of the Principal Services				
Salaries	2,123,069	1,982,503	140,566	2,066,241
Employee Benefits	519,981	436,064	83,917	441,909
Purchased Services	199,015	171,138	27,877	148,390
Supplies and Materials	119,277	101,616	17,661	96,578
Capital Outlay	42,600	20,046	22,554	10,005
Other Objects	102,377	47,720	54,657	40,362
Noncapitalized Equipment	33,032	22,960	10,072	24,437
Total Office of the Principal Services	3,139,351	2,782,047	357,304	2,827,922
Other Support Services - School Administration				
Salaries	2,993,351	2,869,934	123,417	2,910,823
Employee Benefits	933,998	889,407	44,591	836,615

(Continued)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Educational Account

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Purchased Services	\$ 10,875	\$ 5,984	\$ 4,891	\$ 9,784
Total Other Support Services -				
School Administration	3,938,224	3,765,325	172,899	3,757,222
Total Support Services -				
School Administration	7,077,575	6,547,372	530,203	6,585,144
Support Services - Business				
Direction of Business Support Services				
Salaries	96,804	82,902	13,902	100,862
Employee Benefits	21,772	18,725	3,047	25,778
Purchased Services	2,000	485	1,515	1,134
Other Objects	1,000	3,140	(2,140)	639
Total Direction of Business				
Support Services	121,576	105,252	16,324	128,413
Fiscal Services				
Salaries	374,080	356,492	17,588	361,681
Employee Benefits	82,544	81,816	728	78,535
Purchased Services	26,000	43,346	(17,346)	33,025
Supplies and Materials	4,000	3,622	378	2,684
Capital Outlay	5,000	-	5,000	-
Noncapitalized Equipment	1,000	2,809	(1,809)	714
Total Fiscal Services	492,624	488,085	4,539	476,639
Operation and Maintenance of Plant Services				
Purchased Services	605,000	685,019	(80,019)	512,999
Food Services				
Salaries	1,172,827	1,037,780	135,047	1,028,116
Employee Benefits	209,095	150,438	58,657	146,433
Purchased Services	55,500	53,391	2,109	46,025
Supplies and Materials	1,504,000	1,649,116	(145,116)	1,634,925
Capital Outlay	15,000	25,711	(10,711)	46
Other Objects	-	1,320	(1,320)	195
Noncapitalized Equipment	-	1,900	(1,900)	-
Total Food Services	2,956,422	2,919,656	36,766	2,855,740
Internal Services				
Salaries	-	-	-	26
Purchased Services	171,500	131,109	40,391	137,762
Supplies and Materials	136,600	98,335	38,265	100,045
Total Internal Services	308,100	229,444	78,656	237,833
Total Support Services - Business	4,483,722	4,427,456	56,266	4,211,624

(Continued)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Educational Account

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Support Services - Central				
Planning, Research, Development and Evaluation Services				
Salaries	\$ 38,424	\$ -	\$ 38,424	\$ 30,909
Employee Benefits	4,711	-	4,711	7,200
Supplies and Materials	40,000	178,022	(138,022)	34,545
Total Planning, Research, Development and Evaluation Services	83,135	178,022	(94,887)	72,654
Information Services				
Salaries	110,390	109,490	900	108,674
Employee Benefits	883	1,164	(281)	1,142
Purchased Services	37,500	21,307	16,193	25,511
Supplies and Materials	6,000	6,680	(680)	5,622
Other Objects	2,335	1,645	690	1,720
Noncapitalized Equipment	2,000	-	2,000	2,298
Total Information Services	159,108	140,286	18,822	144,967
Staff Services				
Salaries	490,656	516,219	(25,563)	472,860
Employee Benefits	90,755	93,166	(2,411)	77,000
Purchased Services	35,000	38,029	(3,029)	34,324
Supplies and Materials	17,000	10,981	6,019	14,992
Other Objects	7,000	9,380	(2,380)	6,510
Noncapitalized Equipment	1,000	-	1,000	-
Total Staff Services	641,411	667,775	(26,364)	605,686
Data Processing Services				
Salaries	799,745	726,698	73,047	775,080
Employee Benefits	158,943	171,362	(12,419)	160,959
Purchased Services	261,000	179,587	81,413	169,414
Supplies and Materials	474,850	351,666	123,184	802,777
Capital Outlay	50,000	5,650	44,350	66,959
Other Objects	500	1,265	(765)	885
Noncapitalized Equipment	550,000	961,315	(411,315)	485,831
Total Data Processing Services	2,295,038	2,397,543	(102,505)	2,461,905
Total Support Services - Central	3,178,692	3,383,626	(204,934)	3,285,212
Other Support Services				
Supplies and Materials	15,000	270	14,730	241
Total Support Services	28,117,264	28,146,469	(29,205)	26,700,630

(Continued)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Educational Account

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Community Services				
Salaries	\$ 436,316	\$ 353,090	\$ 83,226	\$ 384,088
Employee Benefits	3,943	10,699	(6,756)	3,276
Purchased Services	121,975	3,816	118,159	4,900
Supplies and Materials	83,080	65,480	17,600	68,883
Capital Outlay	5,000	-	5,000	-
Total Community Services	<u>650,314</u>	<u>433,085</u>	<u>217,229</u>	<u>461,147</u>
Payments to Other Districts and Governmental Units				
Payments to Other Governmental Units (In-State)				
Payments for Regular Programs				
Other Objects	3,500	3,812	(312)	3,942
Payments for Special Education Programs				
Purchased Services	<u>1,000</u>	<u>-</u>	<u>1,000</u>	<u>-</u>
Total Payments to Districts and Other Governmental Units (In-State)	<u>4,500</u>	<u>3,812</u>	<u>688</u>	<u>3,942</u>
Payments to Other Districts and Governmental Units - Tuition				
Payments for Special Education Programs - Tuition	<u>3,100,000</u>	<u>4,115,544</u>	<u>(1,015,544)</u>	<u>2,968,576</u>
Total Payments to Other Districts and Governmental Units	<u>3,104,500</u>	<u>4,119,356</u>	<u>(1,014,856)</u>	<u>2,972,518</u>
Provision for Contingencies	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
On Behalf of Payments to State	<u>20,655,000</u>	<u>31,717,627</u>	<u>(11,062,627)</u>	<u>29,927,534</u>
Total Expenditures Disbursed	<u>124,114,182</u>	<u>132,691,166</u>	<u>(8,576,984)</u>	<u>128,221,957</u>
Net Change in Fund Balance	<u>\$ 8,544</u>	<u>3,063,314</u>	<u>\$ 3,054,770</u>	<u>319,769</u>
Fund Balance, Beginning of Year		<u>28,572,538</u>		<u>28,252,769</u>
Fund Balance, End of Year		<u>\$ 31,635,852</u>		<u>\$ 28,572,538</u>

GENERAL FUND – OPERATIONS AND MAINTENANCE ACCOUNT

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Operations and Maintenance Account
Schedule of Assets and Fund Balance (Modified Cash Basis)
June 30, 2016
(With Comparative Totals as of June 30, 2015)

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and Investments	\$ 6,346,012	\$ 6,858,745
Other Assets	<u>10,845</u>	<u>4,446</u>
Total Assets	<u>\$ 6,356,857</u>	<u>\$ 6,863,191</u>
 FUND BALANCE		
Restricted	\$ -	\$ 529,047
Unassigned	<u>6,356,857</u>	<u>6,334,144</u>
Total Fund Balance	<u>\$ 6,356,857</u>	<u>\$ 6,863,191</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Operations and Maintenance Account
Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Revenues Received				
Local Sources				
Property Taxes	\$ 9,600,610	\$ 9,617,769	\$ 17,159	\$ 9,348,940
Payments in Lieu of Taxes	508,000	376,792	(131,208)	500,000
Earnings on Investments	15,938	10,543	(5,395)	11,044
Other Revenue	205,010	368,123	163,113	220,872
Total Local Sources	<u>10,329,558</u>	<u>10,373,227</u>	<u>43,669</u>	<u>10,080,856</u>
State Sources				
Unrestricted Grants-In-Aid	-	-	-	1,000,000
Total State Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000,000</u>
Total Revenues Received	<u>10,329,558</u>	<u>10,373,227</u>	<u>43,669</u>	<u>11,080,856</u>
Expenditures Disbursed				
Support Services				
Support Services - Business				
Facilities Acquisition and Construction Services				
Capital Outlay	79,000	387,509	(308,509)	960,911
Operation and Maintenance of Plant Services				
Salaries	626,794	600,763	26,031	605,859
Employee Benefits	108,292	99,246	9,046	101,256
Purchased Services	6,447,660	6,305,159	142,501	6,393,530
Supplies and Materials	2,560,331	2,200,002	360,329	2,628,152
Capital Outlay	232,000	209,838	22,162	102,415
Other Objects	4,020	2,392	1,628	1,514
Noncapitalized Equipment	118,280	97,554	20,726	56,813
Total Operation and Maintenance of Plant Services	<u>10,097,377</u>	<u>9,514,954</u>	<u>582,423</u>	<u>9,889,539</u>
Other Support Services				
Purchased Services	80,000	223,955	(143,955)	90,513
Supplies and Materials	2,000	457	1,543	315
Capital Outlay	-	752,686	(752,686)	71,608
Total Other Support Services	<u>82,000</u>	<u>977,098</u>	<u>(895,098)</u>	<u>162,436</u>
Total Support Services	<u>10,258,377</u>	<u>10,879,561</u>	<u>(621,184)</u>	<u>11,012,886</u>
Provision for Contingencies	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Total Expenditures Disbursed	<u>10,308,377</u>	<u>10,879,561</u>	<u>(571,184)</u>	<u>11,012,886</u>
Net Change in Fund Balance	<u>\$ 21,181</u>	<u>(506,334)</u>	<u>(\$ 527,515)</u>	<u>67,970</u>
Fund Balance, Beginning of Year		<u>6,863,191</u>		<u>6,795,221</u>
Fund Balance, End of Year		<u>\$ 6,356,857</u>		<u>\$ 6,863,191</u>

GENERAL FUND – WORKING CASH ACCOUNT

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Working Cash Account

Schedule of Assets and Fund Balance (Modified Cash Basis)

June 30, 2016

(With Comparative Totals as of June 30, 2015)

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and Investments	<u>\$ 21,238,916</u>	<u>\$ 21,179,519</u>
Total Assets	<u>\$ 21,238,916</u>	<u>\$ 21,179,519</u>
 FUND BALANCE		
Unassigned	<u>\$ 21,238,916</u>	<u>\$ 21,179,519</u>
Total Fund Balance	<u>\$ 21,238,916</u>	<u>\$ 21,179,519</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

General Fund - Working Cash Fund

Schedule of Revenues Received and Changes
in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	<u>2016</u>			<u>2015</u>
	<u>Final</u>		<u>Variance With</u>	
	<u>Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
			<u>Positive</u>	
			<u>(Negative)</u>	
Revenues Received				
Local Sources				
Property Taxes	\$ 52,696	\$ 29,965	(\$ 22,731)	\$ 8,795
Earnings on Investments	<u>39,375</u>	<u>29,432</u>	<u>(9,943)</u>	<u>34,378</u>
Total Revenues Received	<u>92,071</u>	<u>59,397</u>	<u>(32,674)</u>	<u>43,173</u>
Net Change in Fund Balance	<u>\$ 92,071</u>	<u>59,397</u>	<u>(\$ 32,674)</u>	<u>43,173</u>
Fund Balance, Beginning of Year		<u>21,179,519</u>		<u>21,136,346</u>
Fund Balance, End of Year		<u>\$ 21,238,916</u>		<u>\$ 21,179,519</u>

TRANSPORTATION FUND

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Transportation Fund

Schedule of Assets and Fund Balance (Modified Cash Basis)

June 30, 2016

(With Comparative Totals as of June 30, 2015)

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and Investments	\$ 3,499,825	\$ 4,537,319
Total Assets	<u>\$ 3,499,825</u>	<u>\$ 4,537,319</u>
 FUND BALANCE		
Restricted	\$ 3,179,476	\$ 4,223,280
Assigned	<u>320,349</u>	<u>314,039</u>
Total Fund Balance	<u>\$ 3,499,825</u>	<u>\$ 4,537,319</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Transportation Fund

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016		2015	
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Revenues Received				
Local Sources				
Property Taxes	\$ 4,753,278	\$ 4,786,064	\$ 32,786	\$ 4,669,608
Payments in Lieu of Taxes	201,600	201,600	-	182,222
Transportation Fees	4,000	2,730	(1,270)	3,000
Earnings on Investments	9,188	6,311	(2,877)	7,065
Total Local Sources	<u>4,968,066</u>	<u>4,996,705</u>	<u>28,639</u>	<u>4,861,895</u>
State Sources				
Unrestricted Grants-In-Aid	150,000	150,000	-	1,000,000
Restricted Grants-In-Aid	3,366,000	3,368,302	2,302	2,451,173
Total State Sources	<u>3,516,000</u>	<u>3,518,302</u>	<u>2,302</u>	<u>3,451,173</u>
Total Revenues Received	<u>8,484,066</u>	<u>8,515,007</u>	<u>30,941</u>	<u>8,313,068</u>
Expenditures Disbursed				
Support Services				
Support Services - Business				
Pupil Transportation Services				
Salaries	163,699	145,603	18,096	158,011
Employee Benefits	44,367	39,834	4,533	45,262
Purchased Services	8,196,294	9,344,309	(1,148,015)	7,904,009
Supplies and Materials	40,000	22,755	17,245	87,617
Total Support Services	<u>8,444,360</u>	<u>9,552,501</u>	<u>(1,108,141)</u>	<u>8,194,899</u>
Provision for Contingencies	<u>25,000</u>	<u>-</u>	<u>25,000</u>	<u>-</u>
Total Expenditures Disbursed	<u>8,469,360</u>	<u>9,552,501</u>	<u>(1,083,141)</u>	<u>8,194,899</u>
Net Change in Fund Balance	<u>\$ 14,706</u>	<u>(1,037,494)</u>	<u>(\$ 1,052,200)</u>	<u>118,169</u>
Fund Balance, Beginning of Year		<u>4,537,319</u>		<u>4,419,150</u>
Fund Balance, End of Year		<u>\$ 3,499,825</u>		<u>\$ 4,537,319</u>

DEBT SERVICE FUND

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Debt Service Fund

Schedule of Assets and Fund Balance (Modified Cash Basis)

June 30, 2016

(With Comparative Totals as of June 30, 2015)

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and Investments	\$ 10,363,769	\$ 9,975,447
Total Assets	<u>\$ 10,363,769</u>	<u>\$ 9,975,447</u>
 FUND BALANCE		
Restricted	\$ 9,798,879	\$ 9,425,756
Assigned	<u>564,890</u>	<u>549,691</u>
Total Fund Balance	<u>\$ 10,363,769</u>	<u>\$ 9,975,447</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Debt Service Fund

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Revenues Received				
Local Sources				
Property Taxes	\$ 12,084,515	\$ 11,946,711	(\$ 137,804)	\$ 11,816,834
Earnings on Investments	<u>19,313</u>	<u>15,199</u>	<u>(4,114)</u>	<u>16,192</u>
Total Revenues Received	<u>12,103,828</u>	<u>11,961,910</u>	<u>(141,918)</u>	<u>11,833,026</u>
Expenditures Disbursed				
Debt Service - Interest on Long-Term Debt	1,579,000	1,388,588	190,412	1,879,475
Debt Service - Principal on Long-Term Debt	<u>10,000,000</u>	<u>10,185,000</u>	<u>(185,000)</u>	<u>9,700,000</u>
Total Expenditures Disbursed	<u>11,579,000</u>	<u>11,573,588</u>	<u>5,412</u>	<u>11,579,475</u>
Net Change in Fund Balance	<u>\$ 524,828</u>	388,322	<u>(\$ 136,506)</u>	253,551
Fund Balance, Beginning of Year		<u>9,975,447</u>		<u>9,721,896</u>
Fund Balance, End of Year		<u>\$ 10,363,769</u>		<u>\$ 9,975,447</u>

NONMAJOR GOVERNMENTAL FUNDS

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Nonmajor Governmental Funds

Combining Schedule of Assets, Liabilities and Fund Balances (Modified Cash Basis)

June 30, 2016

	<u>Special Revenue Fund</u>	<u>Capital Projects Funds</u>			
	<u>Municipal Retirement/ Social Security Fund</u>	<u>Capital Projects Fund</u>	<u>Fire Prevention and Safety Fund</u>	<u>Total Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS					
Cash and Investments	\$ 1,473,764	\$ 2,604,826	\$ 45,991	\$ 2,650,817	\$ 4,124,581
Total Assets	<u>\$ 1,473,764</u>	<u>\$ 2,604,826</u>	<u>\$ 45,991</u>	<u>\$ 2,650,817</u>	<u>\$ 4,124,581</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Payroll Deductions Payable	\$ 56	\$ -	\$ -	\$ -	\$ 56
Total Liabilities	<u>56</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56</u>
Fund Balances					
Restricted	\$ 1,473,708	\$ -	\$ 45,991	\$ 45,991	\$ 1,519,699
Assigned	<u>-</u>	<u>2,604,826</u>	<u>-</u>	<u>2,604,826</u>	<u>2,604,826</u>
Total Fund Balance	<u>1,473,708</u>	<u>2,604,826</u>	<u>45,991</u>	<u>2,650,817</u>	<u>4,124,525</u>
Total Liabilities and Fund Balances	<u>\$ 1,473,764</u>	<u>\$ 2,604,826</u>	<u>\$ 45,991</u>	<u>\$ 2,650,817</u>	<u>\$ 4,124,581</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Nonmajor Governmental Funds

Combining Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balances (Modified Cash Basis)
For the Year Ended June 30, 2016

	Special Revenue Fund	Capital Projects Funds			
	Municipal Retirement/ Social Security Fund	Capital Projects Fund	Fire Prevention and Safety Fund	Total Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues Received					
Local Sources					
Property Taxes	\$ 2,543,312	\$ -	\$ -	\$ -	\$ 2,543,312
Payments in Lieu of Taxes	528,320	-	-	-	528,320
Earnings on Investments	2,508	3,794	309	4,103	6,611
	<u>3,074,140</u>	<u>3,794</u>	<u>309</u>	<u>4,103</u>	<u>3,078,243</u>
Total Revenues Received					
	<u>3,074,140</u>	<u>3,794</u>	<u>309</u>	<u>4,103</u>	<u>3,078,243</u>
Expenditures Disbursed					
Current:					
Instruction	1,419,042	-	-	-	1,419,042
Support Services	1,530,074	-	-	-	1,530,074
Community Services	27,867	-	-	-	27,867
Capital Outlay	-	588,668	370,894	959,562	959,562
	<u>2,976,983</u>	<u>588,668</u>	<u>370,894</u>	<u>959,562</u>	<u>3,936,545</u>
Total Expenditures Disbursed					
	<u>2,976,983</u>	<u>588,668</u>	<u>370,894</u>	<u>959,562</u>	<u>3,936,545</u>
Net Change in Fund Balances	97,157	(584,874)	(370,585)	(955,459)	(858,302)
Fund Balances, Beginning of Year	1,376,551	3,189,700	416,576	3,606,276	4,982,827
Fund Balances, End of Year	\$ 1,473,708	\$ 2,604,826	\$ 45,991	\$ 2,650,817	\$ 4,124,525

MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Municipal Retirement / Social Security Fund

Schedule of Assets, Liabilities and Fund Balance (Modified Cash Basis)

June 30, 2016

(With Comparative Totals as of June 30, 2015)

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and Investments	\$ 1,473,764	\$ 1,376,607
Total Assets	<u>\$ 1,473,764</u>	<u>\$ 1,376,607</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Payroll Deductions Payable	\$ 56	\$ 56
Total Liabilities	<u>56</u>	<u>56</u>
 Fund Balance		
Restricted	<u>1,473,708</u>	<u>1,376,551</u>
Total Fund Balance	<u>1,473,708</u>	<u>1,376,551</u>
Total Liabilities and Fund Balance	<u>\$ 1,473,764</u>	<u>\$ 1,376,607</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Municipal Retirement/Social Security Fund

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Revenues Received				
Local Sources				
Property Taxes	\$ 2,529,387	\$ 2,543,312	\$ 13,925	\$ 2,481,191
Payments in Lieu of Taxes	528,320	528,320	-	520,000
Earnings on Investments	3,750	2,508	(1,242)	2,228
Total Revenues Received	3,061,457	3,074,140	12,683	3,003,419
Expenditures Disbursed				
Instruction - Employee Benefits				
Regular Programs	678,331	678,498	(167)	653,269
Special Education Programs	519,997	504,043	15,954	501,119
Remedial and Supplemental Programs K-12	26,426	26,432	(6)	25,676
CTE Programs	29,175	27,892	1,283	28,409
Interscholastic Programs	145,502	161,260	(15,758)	155,796
Summer School Programs	7,861	7,396	465	8,054
Driver's Education Programs	11,220	12,160	(940)	11,767
Truant Alternative and Optional Programs	1,570	1,361	209	1,492
Total Instruction - Employee Benefits	1,420,082	1,419,042	1,040	1,385,582
Support Services - Employee Benefits				
Support Services - Pupil				
Attendance and Social Work Services	254,973	237,536	17,437	246,752
Guidance Services	128,671	120,197	8,474	123,046
Health Services	23,602	23,325	277	22,864
Psychological Services	3,850	3,662	188	3,718
Speech Pathology and Audiology Services	5,746	4,342	1,404	5,704
Other Support Services - Pupils	73	87	(14)	107
Total Support Services - Pupil	416,915	389,149	27,766	402,191
Support Services - Instructional Staff				
Improvement of Instruction Services	64,189	60,966	3,223	61,681
Educational Media Services	91,552	90,226	1,326	87,891
Total Support Services - Instructional Staff	155,741	151,192	4,549	149,572
Support Services - General Administration				
Board of Education Services	61	98	(37)	49
Executive Administration Services	18,271	18,068	203	17,707
Special Area Administration Services	27,756	31,408	(3,652)	26,819
Total Support Services - General Administration	46,088	49,574	(3,486)	44,575

(Continued)

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Municipal Retirement/Social Security Fund

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Actual
Support Services - School Administration				
Office of the Principal Services	\$ 155,296	\$ 154,476	\$ 820	\$ 149,722
Other Support Services - School Administration	167,156	158,363	8,793	160,757
Total Support Services - School Administration	322,452	312,839	9,613	310,479
Support Services - Business				
Direction of Business Support Services	1,354	1,156	198	1,383
Fiscal Services	73,612	65,793	7,819	70,990
Operation and Maintenance of Plant Services	121,119	116,066	5,053	116,980
Pupil Transportation Services	14,569	13,911	658	13,999
Food Services	210,948	201,087	9,861	200,927
Internal Services	6	-	6	5
Total Support Services - Business	421,608	398,013	23,595	404,284
Support Services - Central				
Planning, Research, Development and Evaluation	546	-	546	439
Information Services	22,390	21,879	511	21,984
Staff Services	63,065	66,770	(3,705)	60,555
Data Processing Services	158,760	140,658	18,102	153,632
Total Support Services - Central	244,761	229,307	15,454	236,610
Total Support Services - Employee Benefits	1,607,565	1,530,074	77,491	1,547,711
Community Services - Employee Benefits	31,532	27,867	3,665	29,336
Total Community Services	31,532	27,867	3,665	29,336
Total Expenditures Disbursed	3,059,179	2,976,983	82,196	2,962,629
Net Change in Fund Balance	\$ 2,278	97,157	\$ 94,879	40,790
Fund Balance, Beginning of Year		1,376,551		1,335,761
Fund Balance, End of Year		<u>\$ 1,473,708</u>		<u>\$ 1,376,551</u>

CAPITAL PROJECTS FUND

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Capital Projects Fund

Schedule of Assets and Fund Balance (Modified Cash Basis)

June 30, 2016

(With Comparative Totals as of June 30, 2015)

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and Investments	\$ 2,604,826	\$ 3,189,700
Total Assets	<u>\$ 2,604,826</u>	<u>\$ 3,189,700</u>
 FUND BALANCE		
Assigned	\$ 2,604,826	\$ 3,189,700
Total Fund Balance	<u>\$ 2,604,826</u>	<u>\$ 3,189,700</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Capital Projects Fund

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	<u>2016</u>			<u>2015</u>
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues Received				
Local Sources				
Earnings on Investments	\$ 3,188	\$ 3,794	\$ 606	\$ 5,178
Total Revenues Received	<u>3,188</u>	<u>3,794</u>	<u>606</u>	<u>5,178</u>
Expenditures Disbursed				
Support Services				
Support Services - Business				
Facilities Acquisition and				
Construction Services				
Capital Outlay	<u>2,000,000</u>	<u>588,668</u>	<u>1,411,332</u>	<u>611,823</u>
Total Expenditures Disbursed	<u>2,000,000</u>	<u>588,668</u>	<u>1,411,332</u>	<u>611,823</u>
Net Change in Fund Balance	<u>(\$ 1,996,812)</u>	<u>(584,874)</u>	<u>\$ 1,411,938</u>	<u>(606,645)</u>
Fund Balance, Beginning of Year		<u>3,189,700</u>		<u>3,796,345</u>
Fund Balance, End of Year		<u>\$ 2,604,826</u>		<u>\$ 3,189,700</u>

FIRE PREVENTION AND SAFETY FUND

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Fire Prevention and Safety Fund

Schedule of Assets and Fund Balance (Modified Cash Basis)

June 30, 2016

(With Comparative Totals as of June 30, 2015)

	<u>2016</u>	<u>2015</u>
ASSETS		
Cash and Investments	\$ 45,991	\$ 416,576
Total Assets	<u>\$ 45,991</u>	<u>\$ 416,576</u>
 FUND BALANCE		
Restricted	\$ 45,991	\$ 416,576
Total Fund Balance	<u>\$ 45,991</u>	<u>\$ 416,576</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Fire Prevention and Safety Fund

Schedule of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balance - Budget and Actual (Modified Cash Basis)

For the Year Ended June 30, 2016

(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	<u>2016</u>			<u>2015</u>
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>	<u>Actual</u>
Revenues Received				
Local Sources				
Earnings on Investments	\$ 2,345	\$ 309	(\$ 2,036)	\$ 1,448
Total Revenues Received	<u>2,345</u>	<u>309</u>	<u>(2,036)</u>	<u>1,448</u>
Expenditures Disbursed				
Support Services				
Support Services - Business				
Facilities Acquisition and Construction Services				
Capital Outlay	<u>450,000</u>	<u>370,894</u>	<u>79,106</u>	<u>1,364,685</u>
Total Expenditures Disbursed	<u>450,000</u>	<u>370,894</u>	<u>79,106</u>	<u>1,364,685</u>
Net Change in Fund Balance	<u>(\$ 447,655)</u>	<u>(370,585)</u>	<u>\$ 77,070</u>	<u>(1,363,237)</u>
Fund Balance, Beginning of Year		<u>416,576</u>		<u>1,779,813</u>
Fund Balance, End of Year		<u>\$ 45,991</u>		<u>\$ 416,576</u>

AGENCY FUNDS - STUDENT ACTIVITY FUNDS

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Schedule of Cash Receipts, Cash Disbursements and Ending Balance
Agency Funds - Student Activity Funds (Modified Cash Basis)
For the Year Ended June 30, 2016

	<u>Balance as of July 1, 2015</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance as of June 30, 2016</u>
ASSETS				
Cash and Investments	\$ 1,157,686	\$ 3,398,148	\$ 3,407,514	\$ 1,148,320
Total Assets	<u>\$ 1,157,686</u>	<u>\$ 3,398,148</u>	<u>\$ 3,407,514</u>	<u>\$ 1,148,320</u>
LIABILITIES				
Due to Activity Fund Organizations:				
Victor J. Andrew High School	\$ 326,403	\$ 926,298	\$ 939,419	\$ 313,282
Carl Sandburg High School	423,223	1,509,627	1,528,403	404,447
Amos Alonzo Stagg High School	<u>408,060</u>	<u>962,223</u>	<u>939,692</u>	<u>430,591</u>
Total Liabilities	<u>\$ 1,157,686</u>	<u>\$ 3,398,148</u>	<u>\$ 3,407,514</u>	<u>\$ 1,148,320</u>

OTHER SUPPLEMENTAL SCHEDULES

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Schedule of Assessed Valuations, Rates and Extensions Last Ten Tax Levy Years (Unaudited)

Levy Year	2015	2014	2013	2012
Equalized Assessed Valuation	<u>\$ 4,161,822,154</u>	<u>\$ 4,282,383,680</u>	<u>\$ 4,418,997,672</u>	<u>\$ 4,696,399,987</u>
Tax Rates per \$100 of EAV:				
Education	2.1387	2.0555	1.9557	1.8017
Operations and Maintenance	0.2380	0.2287	0.2176	0.2004
Special Education	0.0269	0.0259	0.0246	0.0227
Transportation	0.1179	0.1133	0.1078	0.0993
Municipal Retirement and Social Security	0.0627	0.0602	0.0573	0.0528
Bond and Interest	0.2934	0.2850	0.2762	0.2598
Working Cash	0.0013	0.0013	0.0012	0.0011
Total	<u>2.8789</u>	<u>2.7699</u>	<u>2.6404</u>	<u>2.4378</u>
Tax Extensions:				
Education	\$ 89,010,918	\$ 88,022,668	\$ 86,422,337	\$ 84,615,038
Operations and Maintenance	9,903,756	9,793,798	9,615,738	9,411,585
Special Education	1,119,634	1,107,203	1,087,073	1,066,082
Transportation	4,906,365	4,851,891	4,763,679	4,663,525
Municipal Retirement and Social Security	2,607,929	2,578,973	2,532,085	2,479,698
Bond and Interest	12,209,033	12,205,646	12,205,646	12,203,546
Working Cash	55,232	54,618	53,027	51,660
Total	<u>\$ 119,812,867</u>	<u>\$ 118,614,797</u>	<u>\$ 116,679,585</u>	<u>\$ 114,491,134</u>
Tax Collections as of June 30, 2016	<u>\$ 62,029,961</u>	<u>\$ 117,031,898</u>	<u>\$ 115,129,034</u>	<u>\$ 112,804,033</u>
Collections as a Percentage of				
Total Extensions	<u>51.77%</u>	<u>98.67%</u>	<u>98.67%</u>	<u>98.53%</u>

Note: 2015 is the most current information available.

Amounts collected change each year due to collections of delinquent taxes, penalties, refunds and interest.

Amounts may exceed 100% due to the collection of penalties and interest earned on taxes.

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>\$ 5,101,983,245</u>	<u>\$ 6,036,600,082</u>	<u>\$ 6,021,964,673</u>	<u>\$ 5,857,479,165</u>	<u>\$ 5,195,800,482</u>	<u>\$ 4,851,584,384</u>
1.5053	1.2492	1.2119	1.1937	1.2675	1.3016
0.2373	0.1969	0.1989	0.2399	0.2546	0.2615
0.0195	0.0162	0.0157	0.0160	0.0171	0.0175
0.0850	0.0706	0.0602	0.0715	0.0760	0.0780
0.0452	0.0375	0.0363	0.0320	0.0339	0.0349
0.2393	0.2022	0.2027	0.2082	0.2350	0.2489
0.0475	0.0394	0.0383	0.0391	0.0415	0.0426
<u>2.1791</u>	<u>1.8120</u>	<u>1.7640</u>	<u>1.8004</u>	<u>1.9256</u>	<u>1.9850</u>
\$ 76,800,153	\$ 75,409,208	\$ 72,980,189	\$ 69,920,728	\$ 65,856,771	\$ 63,148,222
12,107,006	11,886,065	11,977,687	14,052,092	13,228,508	12,686,893
994,886	977,929	945,448	937,196	888,481	849,027
4,336,685	4,261,839	3,625,222	4,188,097	3,948,808	3,784,236
2,306,095	2,263,724	2,185,972	1,874,393	1,761,375	1,693,203
12,207,536	12,207,536	12,203,966	12,195,461	12,209,279	12,075,594
2,423,442	2,378,420	2,306,412	2,290,274	2,156,257	2,066,775
<u>\$ 111,175,803</u>	<u>\$ 109,384,721</u>	<u>\$ 106,224,896</u>	<u>\$ 105,458,241</u>	<u>\$ 100,049,479</u>	<u>\$ 96,303,950</u>
<u>\$ 108,955,293</u>	<u>\$ 106,887,550</u>	<u>\$ 102,717,401</u>	<u>\$ 102,452,554</u>	<u>\$ 98,417,561</u>	<u>\$ 94,604,941</u>
<u>98.00%</u>	<u>97.72%</u>	<u>96.70%</u>	<u>97.15%</u>	<u>98.37%</u>	<u>98.24%</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Schedule of Insurance Coverage June 30, 2016 (Unaudited)

Insurance Carrier	Coverage	Policy Term	Premium
Catlin Indemnity Company	Commercial Package	12/31/15-12/31/16	\$ 159,685
Catlin Indemnity Company	Commercial Automobile	12/31/15-12/31/16	22,197
Catlin Indemnity Company	Educators Legal Liability	12/31/15-12/31/16	11,840
Markel American Insurance	Excess Liability	12/31/15-12/31/16	5,250
Catlin Indemnity Company	Excess Liability	12/31/15-12/31/16	18,373
Illinois Public Risk Fund	Workers Compensation	12/1/15-12/1/16	222,026
The Hartford Group	Treasurer Surety Bond	7/1/15-7/1/16	15,068
Underwriter at Lloyds London (IL)	Cyber Liability	12/31/15-12/31/16	12,323

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Computation of Legal Debt Margin June 30, 2016 (Unaudited)

Assessed Valuation - 2015 Tax Year - (most recent available)	<u>\$ 4,161,822,154</u>
Statutory Debt Limitation (6.9% of Assessed Valuation)	\$ 287,165,729
Less Bonded Indebtedness:	
General Obligation Bonds Payable	<u>28,305,000</u>
Legal Debt Margin	<u>\$ 258,860,729</u>

CONSOLIDATED HIGH SCHOOL DISTRICT 230

Schedule of Operating Expenditures Per Student For the Year Ended June 30, 2016 (Unaudited)

Expenditures

Educational Account*	\$ 100,973,539
Operations and Maintenance Account	10,879,561
Debt Service Fund	11,573,588
Transportation Fund	9,552,501
Municipal Retirement/Social Security Fund	<u>2,976,983</u>
 Total Expenditures	 <u>\$ 135,956,172</u>
 Less Expenditures not Applicable to Operating Expenditures of Regular Programs:	
 Educational Account	
Summer School Programs	218,645
Special Education Programs K-12 - Private Tuition	3,132,087
Summer School Programs - Private Tuition	370,511
Community Services	433,085
Total Payments to Other District & Governmental Units	4,119,356
Capital Outlay	110,070
Non-Capitalized Equipment	1,232,762
 Operations and Maintenance Account	
Capital Outlay	1,350,033
Non-Capitalized Equipment	97,554
 Debt Service Fund	
Debt Principal Retired	10,185,000
 Transportation Fund	
Summer School Transportation	2,730
 Municipal Retirement/Social Security Fund	
Summer School Programs	7,396
Community Services	<u>27,867</u>
 Total Deductions	 <u>21,287,096</u>
 Net Operating Expenditures	 <u>\$ 114,669,076</u>
 Average Daily Attendance	 <u>7,076</u>
 Operating Expenditures per Student	 <u>\$ 16,204</u>

Source: 2016 Annual Financial Report, State Form 50-35

* Computation excludes on-behalf payments made by State of Illinois