

**Community Unit School District 200**

**Wheaton, Illinois**

**Annual Financial Report**

**Year Ended June 30, 2016**

# Community Unit School District 200

## ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2016

### TABLE OF CONTENTS

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	<u>Page</u>
<b>Independent Auditors' Report</b>	1 - 4
<b>Management's Discussion and Analysis (Unaudited)</b>	5 - 12
<b>Basic Financial Statements</b>	
Government-wide Financial Statements	
Statement of Net Position - Governmental Activities	13
Statement of Activities	14
Fund Financial Statements	
Balance Sheet - Governmental Funds	15 - 16
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	17
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	18 - 19
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	20
Statement of Fiduciary Assets and Liabilities - Agency Fund	21
Notes to the Financial Statements	22 - 60
<b>Required Supplementary Information (Unaudited)</b>	
Schedules of Changes in Net Pension Liability and Related Ratios - Illinois Municipal Retirement Fund	61
Schedule of Contributions - Illinois Municipal Retirement Fund	62
Schedule of the District's Proportionate Share of the Net Pension Liability - Teachers' Retirement System of the State of Illinois	63
Schedule of District Contributions - Teachers' Retirement System of the State of Illinois	64
Schedule of Funding Progress - Other Postemployment Benefits	65
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	66 - 81
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Operations and Maintenance Fund	82 - 84
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Transportation Fund	85 - 86
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Municipal Retirement/Social Security Fund	87 - 90
Notes to the Required Supplementary Information	91 - 93

(Continued)

# Community Unit School District 200

## ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2016

### TABLE OF CONTENTS

---

	<u>Page</u>
<b>Supplementary Financial Information</b>	
Individual Fund Statements and Schedules	
Combining Balance Sheet - General Fund	95
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - General Fund	96
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Debt Service Fund	97 - 98
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficit) - Budget and Actual - Capital Projects Fund	99 - 100
Schedule of Changes in Assets and Liabilities - Agency Fund - Activity Funds	101
<b>Other Supplementary Information (Unaudited)</b>	
Property Tax Rates - Levies and Collections - Last Five Tax Levy Years	103
Operating Costs and Tuition Charge	104
Bonds Payable by Year of Payment	105 - 106
Presentation of Funds on a Tax Levy Year Basis	107 - 108
General and Special Revenue Funds by Source - Last Ten Fiscal Years	109 - 110
Expenditures by Object - General and Special Revenue Funds - Last Ten Fiscal Years	111 - 112

(Concluded)

# MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

## INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education  
Community Unit School District 200  
Wheaton, Illinois

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Community Unit School District 200 (the 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***

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

### ***Auditors' Responsibility***

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

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Community Unit School District 200, as of June 30, 2016, and the respective changes in financial position for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

### **Other Matters**

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 12, the Illinois Municipal Retirement Fund and Teachers' Retirement System of the State of Illinois pension data on pages 61 through 64, the other postemployment benefits data on page 65, and budgetary comparison schedules and notes to the required supplementary information on pages 66 through 93 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other schedules listed in the table of contents the supplementary financial information and other supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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***Other Information ( Continued)***

The supplementary financial 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 for the year ended June 30, 2016 has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2016 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 supplementary financial information for the year ended June 30, 2016 is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2016.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Community Unit School District 200, as of and for the year ended June 30, 2015 (not presented herein), and have issued our report thereon dated October 14, 2015, which contained unmodified opinions on the respective 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 Community Unit School District 200's basic financial statements as a whole. The Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for the Debt Service Fund and the Capital Projects Fund, with comparative actual totals, for the year ended June 30, 2015, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the to the underlying accounting and other records used to prepare the 2015 basic financial statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for the Debt Service Fund and the Capital Projects Fund have been subjected to auditing procedures applied in the audit of the 2015 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for the Debt Service Fund and the Capital Projects Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2015.

The Other Supplementary Information section has 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.

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**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 3, 2016 on our consideration of Community Unit School District 200'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 Community Unit School District 200's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.



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Certified Public Accountants

Deerfield, Illinois  
November 3, 2016

# **Community Unit School District 200**

## **Management's Discussion and Analysis (Unaudited)**

### **As of and for the Year Ended June 30, 2016**

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The discussion and analysis of Community Unit School District 200's (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2016. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

#### **Financial Highlights**

- > The District's financial status has improved over the last year as a result of the Board of Education and Administration adherence to the fund balance policy and commitment to balanced budgeting. Standard & Poor's reaffirmed the District's bond rating of AA (stable outlook). It is anticipated that the Illinois State Board of Education will assign its highest ranking of Financial Recognition for FY 16.
- > In total, net position increased by \$5.8. This represents an 9.2% increase from 2015 largely due to the reduction in long-term debt.
- > General revenues accounted for \$155.3 in revenue or 69% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$70.3 or 31% of total revenues of \$225.6.
- > The District had \$219.8 in expenses related to government activities. However, only \$70.3 of these expenses were offset by program specific charges and grants.
- > The District completed phase 1 of its financial plan to refund outstanding debt. During FY 2016, the 2005 Refunding Bonds were refunded with new bonds issued resulting in a net present value savings of \$0.3.
- > Due to the current market conditions, interest income again was a nominal portion of the revenue stream. Over the past year, the District worked with Community Bank, PFM Asset Management, PMA Financial Network Inc., and Wheaton Bank & Trust to obtain the best rates possible.

#### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements are comprised of three components:

- > Government-wide financial statements,
- > Fund financial statements, and
- > Notes to basic financial statements.

This report also contains required supplementary information, supplementary financial information, and other supplementary information in addition to the basic financial statements.



**Community Unit School District 200**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2016**

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*Government-wide financial statements*

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference between them reported as net position. Over time, increases or decreases 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 presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

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

*Fund financial statements*

A fund is a self-balancing grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds (the District maintains no proprietary funds).

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a school district's near-term financing requirements.

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

**Community Unit School District 200**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2016**

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The District maintains six individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund (included Educational and Working Cash Accounts), Operations and Maintenance Fund, Transportation Fund, Municipal Retirement/Social Security Fund, Debt Service Fund, and Capital Projects Fund, all of which are considered to be major funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with this budget.

Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements.

*Notes to basic financial statements*

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

*Other information*

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide other postemployment benefits and pension data related to the Illinois Municipal Retirement Fund and the Teachers Retirement System.

**Community Unit School District 200**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2016**

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**Government-Wide Financial Analysis**

<i>Table 1</i>		
<i>Condensed Statements of Net Position</i>		
<i>(in millions of dollars)</i>		
	<u>2015</u>	<u>2016</u>
<b>Assets:</b>		
Current and other assets	\$ 135.4	\$ 140.1
Capital Assets	<u>200.5</u>	<u>193.4</u>
Total assets	<u>335.9</u>	<u>333.5</u>
Total deferred outflows of resources	<u>7.4</u>	<u>9.9</u>
<b>Liabilities:</b>		
Current liabilities	7.9	8.0
Long-term debt outstanding	<u>195.2</u>	<u>189.8</u>
Total liabilities	<u>203.1</u>	<u>197.8</u>
Total deferred inflows of resources	<u>76.4</u>	<u>75.9</u>
<b>Net position:</b>		
Net investment in capital assets	49.9	51.9
Restricted	24.0	25.3
Unrestricted	<u>-10.1</u>	<u>-7.5</u>
Total net position	<u>\$ 63.8</u>	<u>\$ 69.7</u>

Revenues in the governmental activities of the District of \$225.6 exceeded expenditures by \$5.8. Additional information is included in the notes to the financial statements.

**Community Unit School District 200**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2016**

**Table 2**  
**Changes in Net Position**  
**(in millions of dollars)**

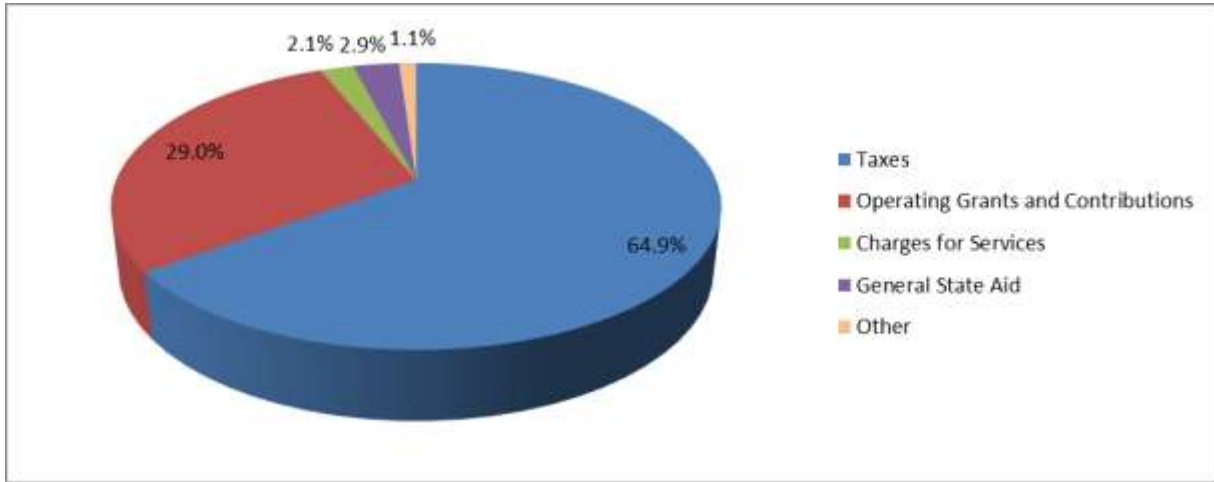
	<u>2015</u>	<u>2016</u>
<b>Revenues:</b>		
<i>Program revenues:</i>		
Charges for services	\$ 4.6	\$ 4.8
Operating grants and contributions	62.9	65.5
<i>General revenues:</i>		
Taxes	143.2	146.4
General state aid	6.4	6.5
Other	<u>2.4</u>	<u>2.4</u>
Total revenues	<u>219.5</u>	<u>225.6</u>
<b>Expenses:</b>		
Instruction	140.3	146.7
Pupil and instructional staff services	18.6	19.5
Administration and business	16.5	16.1
Transportation	8.2	8.0
Operations and maintenance	12.9	13.1
Other	<u>16.6</u>	<u>16.4</u>
Total expenses	<u>213.1</u>	<u>219.8</u>
<b>Increase in net position</b>	<u>\$ 6.4</u>	<u>\$ 5.8</u>

Property taxes accounted for the largest portion of the District's revenues, contributing 64%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$219.8, mainly related to instructing and caring for the students and student transportation at 70%.

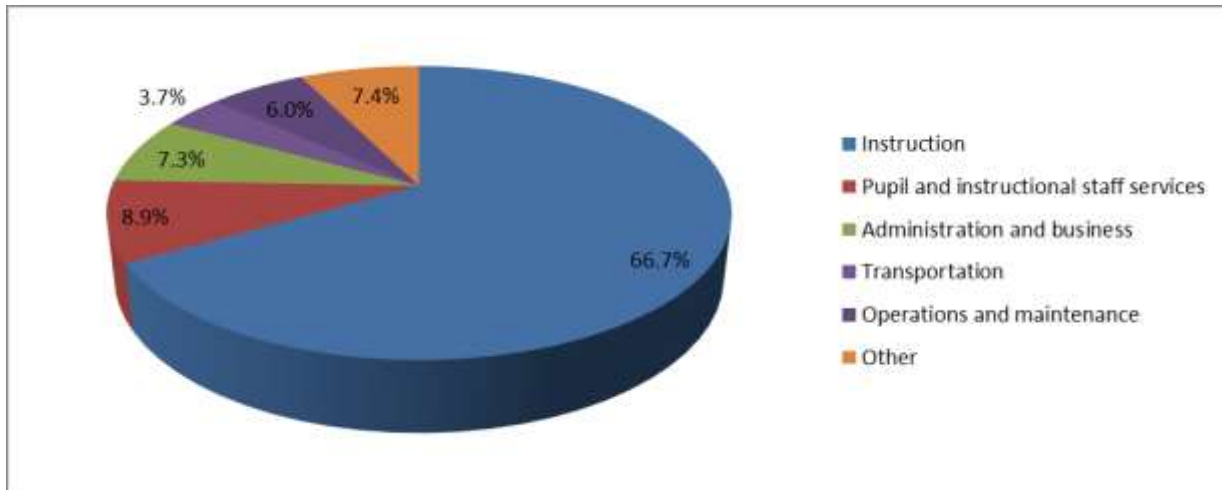
**Community Unit School District 200  
Management's Discussion and Analysis (Unaudited)  
As of and for the Year Ended June 30, 2016**

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**Government-Wide Revenues by Source**



**Government-Wide Expenses by Function**



**Financial Analysis of the District's Funds**

The District's Governmental Funds fund balance increased from \$57.5 to \$58.8. The District completed phase 1 of its financial plan to refund outstanding debt. The Board of Education has outlined four phases of refunding to reduce future increases in debt payments. During FY 2016, the 2005 Bond Issue was refunded with new bonds issued resulting in a net present value savings of \$0.3. Additionally, revenues exceeded expenditures in the operational funds.

**Community Unit School District 200**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2016**

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**General Fund Budgetary Highlights**

Both the General Fund revenues and expenditures were higher than anticipated due to the on-behalf payments to TRS from the state of Illinois. The District is constantly monitoring and reviewing all areas for additional savings. We have been fortunate to renew or negotiate both our employee and the majority of our vendor contracts at rates commensurate with the Consumer Price Index in an effort to maintain long-term financial stability. The Board of Education is committed to maintaining adequate fund balances in order to provide the highest quality educational programs possible, consistent with the financial resources available.

**Capital Assets and Debt Administration**

*Capital assets*

By the end of 2016, the District had compiled a total investment of \$341.9 (\$193.4 net of accumulated depreciation) in a broad range of capital assets including land, construction in progress, buildings, land improvements, equipment and vehicles. Total depreciation expense for the year was \$8.6. More detailed information about capital assets can be found in Note E of the basic financial statements.

<i>Table 3</i>		
<i>Capital Assets (net of depreciation)</i>		
<i>(in millions of dollars)</i>		
	<u>2015</u>	<u>2016</u>
Land	\$ 8.1	\$ 8.1
Construction in Progress	0.1	0.1
Depreciable buildings, property, and equipment	<u>192.3</u>	<u>185.2</u>
Total	<u>\$ 200.5</u>	<u>\$ 193.4</u>

*Long-term debt*

The District retired \$10.9 in bonds. Capital leases, net pension liabilities, and other long-term liabilities had a net increase of \$5.5. At the end of fiscal 2016, the District had a debt margin of \$215.4. More detailed information on long-term debt can be found in Note F of the basic financial statements. As stated above, the District completed phase 1 of its financial plan to refund outstanding debt. During FY 2016, the 2005 Bond Issue was refunded with new bonds issued resulting in a net present value savings of \$0.3.

**Community Unit School District 200**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2016**

**Table 4**  
**Outstanding Long-Term Debt**  
**(in millions of dollars)**

	<u>2015</u>	<u>2016</u>
General Obligation Bonds	\$ 175.5	\$ 164.6
Compensated absences and other	1.6	1.4
IMRF net pension liability	4.5	9.3
TRS net pension liability	12.7	13.8
Capital Leases	<u>0.9</u>	<u>0.7</u>
Total	<u>\$ 195.2</u>	<u>\$ 189.8</u>

**Factors Bearing on the District's Future**

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

- Capital Projects - Facility Master Planning
- State Funding and Potential Changes in the Funding Formula
- Possible Property Tax Freeze
- Potential Cost Shift of Employee Pension Obligations
- Technology Initiatives
- Restructuring of Long Term Debt
- Impact of the Affordable Care Act on District Self-insured Health Plan

**Requests for Information**

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

William Farley, Assistant Superintendent of Business Operations  
Community Unit School District 200  
130 West Park Avenue  
Wheaton, Illinois 60189

## **BASIC FINANCIAL STATEMENTS**



**Community Unit School District 200**  
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES  
June 30, 2016

ASSETS	
Cash and investments	\$ 64,547,996
Receivables (net of allowance for uncollectibles):	
Property taxes	71,704,868
Replacement taxes	369,278
Intergovernmental	3,538,731
Capital assets:	
Land	8,098,223
Construction in progress	34,502
Depreciable buildings, property, and equipment, net	185,273,656
Total assets	333,567,254
DEFERRED OUTFLOW OF RESOURCES	
Deferred outflows related to pensions	7,080,691
Deferred charge on refunding	2,786,056
Total deferred outflows	9,866,747
LIABILITIES	
Accounts payable	4,551,132
Salaries and wages payable	157,048
Payroll deductions payable	325,726
Claims payable	566,535
Due to other governments	260,877
Interest payable	899,493
Unearned revenue	1,233,220
Long-term liabilities:	
Due within one year	12,541,509
Due after one year	177,231,173
Total liabilities	197,766,713
DEFERRED INFLOW OF RESOURCES	
Property taxes levied for a future period	71,704,868
Deferred inflows related to pensions	4,276,072
Total deferred inflows	75,980,940
NET POSITION	
Net investment in capital assets	51,931,681
Restricted For:	
Operations and maintenance	13,489,239
Debt service	10,418,359
Student transportation	1,096,083
Retirement benefits	195,940
Capital projects	18,221
Unrestricted	(7,463,175)
Total net position	\$ 69,686,348

The accompanying notes are an integral part of this statement.

## Community Unit School District 200

### STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2016

Functions / Programs	Expenses	PROGRAM REVENUES		Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Governmental activities				
Instruction:				
Regular programs	\$ 61,977,005	\$ 3,272,532	\$ 1,401,098	\$ (57,303,375)
Special programs	27,019,450	2,425	11,225,798	(15,791,227)
Other instructional programs	10,966,387	233,582	622,465	(10,110,340)
State retirement contributions	46,752,079	-	46,752,079	-
Support services:				
Pupils	14,319,940	-	59,581	(14,260,359)
Instructional staff	5,182,287	-	258,202	(4,924,085)
General administration	2,016,887	-	-	(2,016,887)
School administration	10,108,900	-	-	(10,108,900)
Business	4,013,340	874,820	1,527,770	(1,610,750)
Transportation	8,044,881	232,469	3,626,799	(4,185,613)
Operations and maintenance	13,097,243	170,288	-	(12,926,955)
Central	4,959,315	-	-	(4,959,315)
Other supporting services	1,254,214	-	-	(1,254,214)
Community services	1,126,849	-	-	(1,126,849)
Nonprogrammed charges - excluding special education	1,394,815	-	-	(1,394,815)
Interest and fees	7,552,288	-	-	(7,552,288)
 Total governmental activities	 \$ 219,785,880	 \$ 4,786,116	 \$ 65,473,792	 \$ (149,525,972)
 General revenues:				
Taxes:				
Real estate taxes, levied for general purposes				106,210,478
Real estate taxes, levied for specific purposes				19,865,883
Real estate taxes, levied for debt service				18,514,275
Personal property replacement taxes				1,790,110
State aid-formula grants				6,535,138
Investment earnings				138,248
Miscellaneous				2,310,251
Total general revenues				<u>155,364,383</u>
 Change in net position				 5,838,411
 Net position, beginning of year				 <u>63,847,937</u>
 Net position, end of year				 <u>\$ 69,686,348</u>

The accompanying notes are an integral part of this statement.

# Community Unit School District 200

Governmental Funds

BALANCE SHEET

June 30, 2016

	General	Operations and Maintenance	Transportation
<b>ASSETS</b>			
Cash and investments	\$ 36,602,646	\$ 14,416,951	\$ 1,297,481
Receivables (net of allowance for uncollectibles):			
Property taxes	52,656,657	5,805,735	2,389,803
Replacement taxes	369,278	-	-
Intergovernmental	2,628,598	-	910,133
Total assets	<u>\$ 92,257,179</u>	<u>\$ 20,222,686</u>	<u>\$ 4,597,417</u>
<b>LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 1,854,189	\$ 887,284	\$ 1,110,754
Salaries and wages payable	146,989	10,059	-
Payroll deductions payable	294,580	30,369	777
Claims payable	566,535	-	-
Due to other governments	260,877	-	-
Unearned revenue	1,233,220	-	-
Total liabilities	<u>4,356,390</u>	<u>927,712</u>	<u>1,111,531</u>
<b>DEFERRED INFLOWS</b>			
Unavailable grant revenue	1,664,717	-	910,133
Property taxes levied for a future period	52,656,657	5,805,735	2,389,803
Total deferred inflows	<u>54,321,374</u>	<u>5,805,735</u>	<u>3,299,936</u>
<b>FUND BALANCES</b>			
Restricted	-	13,489,239	185,950
Unassigned	33,579,415	-	-
Total fund balance	<u>33,579,415</u>	<u>13,489,239</u>	<u>185,950</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 92,257,179</u>	<u>\$ 20,222,686</u>	<u>\$ 4,597,417</u>

The accompanying notes are an integral part of this statement.

Municipal Retirement / Soc. Sec.	Debt Service	Capital Projects	Total
\$ 195,940	\$ 12,005,952	\$ 29,026	\$ 64,547,996
1,613,455	9,239,218	-	71,704,868
-	-	-	369,278
-	-	-	3,538,731
<u>\$ 1,809,395</u>	<u>\$ 21,245,170</u>	<u>\$ 29,026</u>	<u>\$ 140,160,873</u>
\$ -	\$ 688,100	\$ 10,805	\$ 4,551,132
-	-	-	157,048
-	-	-	325,726
-	-	-	566,535
-	-	-	260,877
-	-	-	1,233,220
-	688,100	10,805	7,094,538
-	-	-	2,574,850
<u>1,613,455</u>	<u>9,239,218</u>	<u>-</u>	<u>71,704,868</u>
<u>1,613,455</u>	<u>9,239,218</u>	<u>-</u>	<u>74,279,718</u>
195,940	11,317,852	18,221	25,207,202
-	-	-	33,579,415
<u>195,940</u>	<u>11,317,852</u>	<u>18,221</u>	<u>58,786,617</u>
<u>\$ 1,809,395</u>	<u>\$ 21,245,170</u>	<u>\$ 29,026</u>	<u>\$ 140,160,873</u>

**Community Unit School District 200**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL**  
**FUNDS TO THE STATEMENT OF NET POSITION**  
For the Year Ended June 30, 2016

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances - governmental funds	\$	58,786,617
Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.		193,406,381
Certain grant receivables are not available to pay for current expenditures and are unavailable in the governmental funds		2,574,850
Deferred charges on refunding included in the statement of net position is not available to pay for current period expenditures and, therefore are not is not recognized in the governmental funds balance sheet.		2,786,056
Deferred outflows and inflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:		
Deferred outflows of resources related to pensions	\$	5,363,606
Deferred outflows of 2016 employer contributions related to pensions		<u>1,717,085</u>
		7,080,691
Deferred inflows of resources related to pensions		(4,276,072)
Interest on long-term liabilities accrued in the statement of net position will not be paid with current financial resources and, therefore, is not recognized in the governmental funds balance sheet.		(899,493)
Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not included in the governmental funds balance sheet.		<u>(189,772,682)</u>
Net position - governmental activities	\$	<u><u>69,686,348</u></u>

The accompanying notes are an integral part of this statement.

**Community Unit School District 200**

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2016

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
Revenues				
Property taxes	\$ 106,210,478	\$ 11,620,083	\$ 4,747,981	\$ 3,497,819
Replacement taxes	1,515,110	-	-	275,000
State aid	58,725,921	130,000	2,716,666	-
Federal aid	7,861,493	-	-	-
Interest	73,558	46,467	3,269	1,064
Other	6,141,542	359,554	243,198	-
<b>Total revenues</b>	<b>180,528,102</b>	<b>12,156,104</b>	<b>7,711,114</b>	<b>3,773,883</b>
Expenditures				
Current:				
Instruction:				
Regular programs	57,793,645	-	-	725,447
Special programs	24,416,445	-	-	1,257,919
Other instructional programs	10,873,804	-	-	168,855
State retirement contributions	46,752,079	-	-	-
Support services:				
Pupils	12,826,423	-	-	291,955
Instructional staff	4,382,392	-	-	84,595
General administration	1,876,934	-	-	21,350
School administration	9,167,600	-	-	456,999
Business	3,108,974	-	-	74,915
Transportation	49,052	-	7,967,117	4,810
Operations and maintenance	247,565	10,914,454	-	366,985
Central	4,156,367	-	-	235,428
Other supporting services	1,253,907	-	-	307
Community services	843,445	-	-	94,803
Nonprogrammed charges	1,397,065	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	341,401	455,328	-	-
<b>Total expenditures</b>	<b>179,487,098</b>	<b>11,369,782</b>	<b>7,967,117</b>	<b>3,784,368</b>
Excess (deficiency) of revenues over expenditures	1,041,004	786,322	(256,003)	(10,485)
Other financing sources (uses)				
Debt issuance	-	-	-	-
Deposit with escrow agent	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net change in fund balance	1,041,004	786,322	(256,003)	(10,485)
Fund balance, beginning of year	32,538,411	12,702,917	441,953	206,425
Fund balance, end of year	\$ 33,579,415	\$ 13,489,239	\$ 185,950	\$ 195,940

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Total
\$ 18,514,275	\$ -	\$ 144,590,636
-	-	1,790,110
-	-	61,572,587
-	-	7,861,493
13,601	289	138,248
<u>-</u>	<u>352,073</u>	<u>7,096,367</u>
<u>18,527,876</u>	<u>352,362</u>	<u>223,049,441</u>
-	-	58,519,092
-	-	25,674,364
-	-	11,042,659
-	-	46,752,079
-	-	13,118,378
-	-	4,466,987
-	-	1,898,284
-	-	9,624,599
-	-	3,183,889
-	-	8,020,979
-	-	11,529,004
-	-	4,391,795
-	-	1,254,214
-	-	938,248
-	-	1,397,065
10,977,523	-	10,977,523
7,388,939	-	7,388,939
<u>-</u>	<u>825,157</u>	<u>1,621,886</u>
<u>18,366,462</u>	<u>825,157</u>	<u>221,799,984</u>
161,414	(472,795)	1,249,457
6,140,000	-	6,140,000
<u>(6,088,500)</u>	<u>-</u>	<u>(6,088,500)</u>
<u>51,500</u>	<u>-</u>	<u>51,500</u>
212,914	(472,795)	1,300,957
<u>11,104,938</u>	<u>491,016</u>	<u>57,485,660</u>
<u>\$ 11,317,852</u>	<u>\$ 18,221</u>	<u>\$ 58,786,617</u>

## Community Unit School District 200

### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended June 30, 2016

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Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balance - total governmental funds	\$ 1,300,957
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlay in the current period.	(7,092,916)
Governmental funds report deferred charges related to refundings when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year net effect of these differences.	(363,707)
Certain revenues included in the statement of activities do not provide current financial resources and, therefore, are deferred in the fund statements.	2,574,850
Changes in deferred outflows and inflows of resources related to pensions are reported only in the statement of activities:	
Deferred outflow and inflows of resources related to IMRF pension	2,045,828
Deferred outflow and inflows of resources related to TRS pension	1,894,378
Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest expense is recognized as it accrues, regardless of when it is due.	45,651
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.	<u>5,433,370</u>
Change in net position - governmental activities	<u>\$ 5,838,411</u>

The accompanying notes are an integral part of this statement.



**Community Unit School District 200**  
Agency Fund  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
June 30, 2016

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	Agency Fund
<hr/>	
ASSETS	
Cash and investments	\$ <u>1,288,314</u>
LIABILITIES	
Due to student groups	\$ <u>1,288,314</u>

The accompanying notes are an integral part of this statement.

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Community Unit School District 200 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The governmental accounting standards board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

1. Reporting Entity

The District is located in DuPage County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgetary, taxing, and debt matters.

The District includes all funds of its operations that are controlled by or dependent upon the District, as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the District, as there are no organizations for which it has financial accountability.

Also, the District is not included as a component unit in any other governmental reporting entity, as defined by GASB pronouncements.

2. New Accounting Pronouncement

The Governmental Accounting Standards Board (GASB) has issued Statement No. 72, Fair Value Measurement and Application, issued in February 2015, which was implemented by the District during the fiscal year ended June 30, 2016. This Statement addresses accounting and financial reporting issues related to fair value measurements. This Statement provides guidance for determining fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value investments.

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting

The accounts of the District are organized on the 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 and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental and fiduciary.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the servicing of general long-term debt (debt service funds), and the acquisition or construction of major capital facilities (capital project funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund. The District considers all governmental funds to be major.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District.

4. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the District. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) amounts paid by recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Government-Wide and Fund Financial Statements (Continued)

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

a. General Fund

The *General Fund* includes the Educational Account and the Working Cash Account. The Educational Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Working Cash Account is for the financial resources held by the District to be used as temporary interfund loans for working capital requirements. Money loaned by the Working Cash Account to other funds must be repaid within one year. As allowed by the School Code of Illinois, this Fund may be permanently abolished and become part of the Educational Account or it may be partially abated to any fund in need as long as the District maintains a balance in the Working Cash Account of at least 0.05% of the District's current equalized assessed valuation.

b. Special Revenue Funds

The special revenue funds are used to account for and report the proceeds of specific revenue sources (other than those accounted for in the Debt Service, Capital Projects, or fiduciary funds) that are legally restricted to expenditures for specified purposes.

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

*Operations and Maintenance Fund* - accounts for all revenues and expenditures made for operations, repair, and maintenance of the District's building and land. Revenues consist primarily of local property taxes.

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

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Government-Wide and Fund Financial Statements (Continued)

b. Special Revenue Funds (Continued)

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

c. Debt Service Fund

*Debt Service Fund* - accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The primary revenue source is local property taxes levied specifically for debt service.

d. Capital Projects Funds

*Capital Projects Fund* - accounts for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from bond proceeds or transfers from other funds.

e. Fiduciary Funds

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

The *Agency Fund* - includes Student Activity Funds. The funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. Although the Board of Education has the ultimate responsibility for activity funds, they are not local education agency funds. Student Activity Funds account for assets held by the District which are owned, operated, and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational, or cultural purposes. They account for activities such as student yearbook, student clubs and council, and scholarships.

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues and additions are recorded when earned, and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues are considered to be available when they are collectible within the current period and soon enough thereafter to pay liabilities of the current period. The District considers most revenues available if they are collected within 60 days after year-end. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property taxes, replacement taxes, interest, and intergovernmental revenues associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports unearned and unavailable revenue on its financial statements. Unearned and unavailable revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability or deferred inflow of resources for unearned or unavailable revenue is removed from the balance sheet and revenue is recognized. Governmental Funds also defer revenue recognition in connection with resources received, but not yet earned.

The fiduciary fund statements are reported using the accrual basis of accounting.

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net position / fund balance that applies to a future periods. At June 30, 2016, the District reported deferred outflows of resources related to pension liabilities and deferred charges on refunding. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting periods. At June 30, 2016, the District reported deferred inflows related to property taxes levied for a future period, pension liabilities, and grant revenue.

7. Deposits and Investments

Investments are stated at fair value, cost, amortized cost or net asset value (NAV) per share as disclosed in the notes. No amortization is made to interest income for discounted federal securities. Gains and losses on the sale of investments are recorded as interest income at the date of sale or maturity.

8. Capital Assets

Capital assets, which include land, buildings, construction in progress, land improvements, equipment, and vehicles are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual or group cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	10 - 50
Land improvements	20
Vehicles	8
Equipment	5 - 20

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Accumulated Unpaid Vacation and Sick Pay

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2016 are determined on the basis of current salary rates and include salary related payments.

Employees who work a twelve-month year are entitled to be compensated for vacation time. Applicable employees are allowed to carryover earned but unused vacation into the next fiscal year, with certain restrictions. The liability for unused compensated absences is reported on the government-wide financial statements.

For governmental funds, the current portion of the compensated absences is the amount that is due and payable from expendable available financial resources. These amounts are recorded in the fund from which the employees who have accumulated vacation leave are paid. Administrators may carry 36 days of vacation time into the next year; any accumulated days in excess of this transfer are lost. Other staff may accumulate 15 days of vacation into the next year, and a maximum of three vacation days may be converted to sick days. Any days in excess of this are lost.

All certified employees receive a specified number of annual sick days, depending on their years of service, in accordance with the agreement between the Board of Education and the Education Association. Unused sick leave may accumulate with no risk of loss. Upon retirement, a certified employee may apply up to 340 days of unused sick leave toward service credit for TRS.

Educational support personnel receive fifteen sick days per year, which accumulate to a maximum of 240 days. The District does not reimburse employees for unused sick days remaining upon retirement or termination of employment.

The liability for accrued vacation, at June 30, 2016, was \$594,873 and is recorded as a long-term liability in the Statement of Net Position. Due to the nature of the policies on sick leave, and the fact that any liability is contingent upon future events and cannot be reasonably estimated, no liability is provided in the financial statements for accumulated unpaid sick leave.



**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts and losses on refunding of bonds, are deferred and amortized over the life of the applicable bonds using the straight line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, losses on refunding, and bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance cost and losses on refunding are reported as debt service expenditures.

11. Personal Property Replacement Taxes

Personal property replacement tax revenues are first allocated to the Municipal Retirement/Social Security Fund with the balance allocated at the discretion of the District.

12. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

13. Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, (2) imposed by law through constitutional provisions, or (3) imposed by enabling legislation. The District's restricted net position was restricted as a result of enabling legislation.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources, as the resources are needed.

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

14. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements, and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

15. Fund Balance

The governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items or inventories.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The District had no committed funds at June 30, 2016.
- d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegated the authority to assign amounts to be used for specific purposes. The Board of Education has declared that the Superintendent or the Superintendent's designee may assign amounts for a specific purpose. The District had no assigned funds at June 30, 2016.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

**Community Unit School District 200**  
 NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Fund Balance (Continued)

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally they act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

16. Pensions

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

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of Certain Differences Between the Governmental Funds Balance Sheet and the Government-wide Statement of Net Position

The governmental funds balance sheet includes a reconciliation between total fund balances – governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “Long-term liabilities included in the statement of net position are not due and payable in the current period, and, accordingly, are not included in the governmental funds balance sheet.” The details of this difference are as follows:

General obligation bonds	\$ 163,135,000
Unamortized bond premiums	1,491,361
Capital leases	695,407
Compensated absences	594,873
IMRF net pension liability	9,266,026
TRS net pension liability	13,786,130
Other postemployment benefits obligations	<u>803,885</u>
 Net adjustment to reduce fund balance - total governmental funds to arrive at net position – governmental activities	 <u><u>\$ 189,772,682</u></u>

**Community Unit School District 200**  
 NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS  
 (Continued)

2. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental funds statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net change in fund balance - total governmental funds and change in net position - governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Capital outlay	\$ 1,584,266
Depreciation expense	<u>(8,677,182)</u>
Net adjustment to increase net change in fund balance - total governmental funds to arrive at change in net position - governmental activities	<u>\$ (7,092,916)</u>

Another element of that reconciliation states that "The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences." The details of this difference are as follows:

Principal repayments	
General obligation bonds	\$ 16,695,000
Capital leases	222,523
Proceeds from bond issuance	(6,140,000)
Compensated absences, net	24,441
Unamortized premium	303,207
IMRF pension expense, net	(4,777,957)
TRS pension expense, net	(1,077,049)
Other postemployment benefits, net	<u>183,205</u>
Net adjustment to decrease net change in fund balances – total governmental funds to arrive at change in net position of governmental activities	<u>\$ 5,433,370</u>

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

**NOTE C - DEPOSITS AND INVESTMENTS**

The District's investment policy is in line with State Statutes. The investments that the District may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) interest-bearing savings accounts, interest-bearing certificates of deposit or time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; (4) short-term discount obligations of corporations organized in the United States with assets exceeding \$500,000,000; (5) interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation or school district; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

At June 30, 2016, the District's cash and investments consisted of the following:

	Governmental	Fiduciary	Total
Cash and investments	\$ 64,547,996	\$ 1,288,314	\$ 65,836,310

For disclosure purposes, this amount is classified into three components as follows:

	Total
Deposits with financial institutions*	\$ 20,141,788
Illinois School District Liquid Asset	23,954,327
Illinois Institutional Investors Trust	21,740,195
	\$ 65,836,310

\* Includes accounts held on demand, savings accounts, certificates of deposits, and money market savings accounts which are valued at cost.

1. Interest Rate Risk

The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. The highest return on investments is sought, consistent with the preservation of principal and prudent investment principles. The investment portfolio is required to provide sufficient liquidity to pay District obligations as they come due, considering maturity and marketability. The investment portfolio is also required to be diversified as to maturities and investments, as appropriate to the nature, purpose, and amount of funds.

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE C - DEPOSITS AND INVESTMENTS (Continued)

2. Credit Risk

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a qualified external investment pool formed pursuant to the Illinois School Code and managed by a Board of Trustees, elected from participating members. Investments are measured at NAV per share using the amortized cost basis provided by the pool, which is the price for which the investment could be sold. The Annual Report for ISDLAF+ can be obtained from its office at 2135 CityGate Lane, 7th Floor, Naperville, Illinois 60563. There were no unfunded commitments and no redemption limitations or notice periods.

The Illinois Institutional Investors Trust (IIIT) is a qualified external investment pool formed pursuant to the Illinois School Code and managed by a Board of Trustees, elected from participating members. Investments are measured at NAV per share using the amortized cost basis provided by the pool, which is the price for which the investment could be sold. The Annual Report for the IIIT can be obtained from <https://www.iiit.us/forms-and-documents/>. There were no unfunded commitments and no redemption limitations or notice periods.

3. Concentration of Credit Risk

The District's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity, and rate of return.

4. Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At June 30, 2016, the bank balances of the District's deposits with financial institutions totaled \$21,328,512, all of which was fully insured or collateralized.

NOTE D - PROPERTY TAXES RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2015 tax levy resolution was approved by the Board on November 11, 2015. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year. The District's annual property tax levy is subject to two statutory limitations, individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELA).

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE D - PROPERTY TAXES RECEIVABLE (Continued)

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

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

The portion of the 2015 property tax levy not received by June 30 is recorded as a receivable, net of estimate uncollectibles of 1%. The receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, are recognized as revenue. Net taxes receivable less the amount expected to be collected within 60 days are reflected as deferred inflow - property taxes levied for a future period.

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

**NOTE E - CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2016 was as follows:

	<u>Balance</u> <u>July 1, 2015</u>	<u>Transfer/</u> <u>Increases</u>	<u>Transfer/</u> <u>Decreases</u>	<u>Balance</u> <u>June 30, 2016</u>
Capital assets, not being depreciated				
Land	\$ 8,098,223	\$ -	\$ -	\$ 8,098,223
Construction in progress	138,374	34,502	138,374	34,502
Total capital assets not being depreciated	<u>8,236,597</u>	<u>34,502</u>	<u>138,374</u>	<u>8,132,725</u>
Capital assets, being depreciated				
Buildings	310,237,364	359,183	-	310,596,547
Land improvements	8,419,831	814,519	343,950	8,890,400
Equipment	21,633,374	514,436	8,429,578	13,718,232
Vehicles	520,622	-	-	520,622
Total capital assets being depreciated	<u>340,811,191</u>	<u>1,688,138</u>	<u>8,773,528</u>	<u>333,725,801</u>
Less accumulated depreciation for:				
Buildings	124,540,340	6,899,754	-	131,440,094
Land improvements	4,378,843	461,718	343,950	4,496,611
Equipment	19,149,881	1,301,808	8,429,578	12,022,111
Vehicles	479,427	13,902	-	493,329
Total accumulated depreciation	<u>148,548,491</u>	<u>8,677,182</u>	<u>8,773,528</u>	<u>148,452,145</u>
Total capital assets being depreciated, net	<u>192,262,700</u>	<u>(6,989,044)</u>	<u>-</u>	<u>185,273,656</u>
Governmental activities capital assets, net	<u>\$ 200,499,297</u>	<u>\$ (6,954,542)</u>	<u>\$ 138,374</u>	<u>\$ 193,406,381</u>



**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

**NOTE E - CAPITAL ASSETS** (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Regular programs	\$	4,094,221
Special programs		1,484,482
Pupils		761,925
Instructional staff		260,809
General administration		131,225
School administration		548,685
Business		708,544
Operations and maintenance		<u>687,291</u>
 Total depreciation expense - governmental activities	 \$	 <u><u>8,677,182</u></u>

**NOTE F - LONG-TERM LIABILITIES**

1. Changes in General Long-term Liabilities

During the year ended June 30, 2016, changes in long-term liabilities were as follows:

		<u>Balance</u>		<u>Additions</u>		<u>Reductions</u>		<u>Balance</u>
		<u>July 1, 2015</u>						<u>June 30, 2016</u>
General obligation bonds	\$	173,690,000	\$	6,140,000	\$	16,695,000	\$	163,135,000
Unamortized premium		1,794,568		-		303,207		1,491,361
Capital leases		917,930		-		222,523		695,407
Compensated absences		619,314		753,492		777,933		594,873
IMRF net pension liability		4,488,069		10,890,899		6,112,942		9,266,026
TRS net pension liability		12,709,081		2,377,434		1,300,385		13,786,130
Other postemployment benefit obligations		<u>987,090</u>		<u>285,885</u>		<u>469,090</u>		<u>803,885</u>
 Total long-term liabilities - governmental activities	 \$	 <u><u>195,206,052</u></u>	 \$	 <u><u>20,447,710</u></u>	 \$	 <u><u>25,881,080</u></u>	 \$	 <u><u>189,772,682</u></u>

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

NOTE F - LONG-TERM LIABILITIES (Continued)

1. Changes in General Long-term Liabilities (Continued)

	Due Within One Year
General obligation bonds	\$ 11,720,000
Capital leases	226,636
Compensated absences	594,873
	\$ 12,541,509

2. General Obligation Bonds

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

	Interest Rates	Amount
Series 2006 Refunding Bonds	4.00% - 4.25%	\$ 36,095,000
Series 2008A Refunding and Building Bonds	3.75% - 5.00%	40,830,000
Series 2009A Refunding and Working Cash Bonds	2.00% - 5.45%	6,515,000
Series 2009B Refunding and Working Cash Bonds	2.00% - 5.45%	5,165,000
Series 2009C Refunding Bonds	2.00% - 5.45%	5,235,000
Series 2009D Refunding and Working Cash Bonds	2.00% - 5.45%	43,515,000
Series 2012 Refunding and Building Bonds	0.50% - 3.50%	10,350,000
Series 2014 Working Cash Bonds	3.00%	9,540,000
Series 2015 Refunding Bonds	0.48% - 1.34%	5,890,000
		\$ 163,135,000

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds (Continued)

At June 30, 2016, the District's future cash flow requirements for retirement of bond principal and interest was as follows:

Year Ending		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
June 30				
2017	\$	11,720,000	\$ 6,895,393	\$ 18,615,393
2018		13,200,000	6,435,202	19,635,202
2019		14,660,000	5,890,165	20,550,165
2020		18,150,000	5,210,175	23,360,175
2021		21,735,000	4,355,378	26,090,378
2022 - 2025		<u>83,670,000</u>	<u>6,924,181</u>	<u>90,594,181</u>
Total	\$	<u>163,135,000</u>	\$ <u>35,710,494</u>	\$ <u>198,845,494</u>

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$11,317,852 in the Debt Service Fund to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the bond indebtedness to 13.80% of the most recent available equalized assessed valuation of the District. As of June 30, 2016, the statutory debt limit for the District was \$379,198,701, of which \$215,368,294 is fully available.

During the fiscal year ended June 30, 2016, the District issued \$6,140,000 of General Obligation Refunding Bonds, Series 2015. The bond issuance was used to refund certain principal and interest maturities on the District's Series 2005 bonds and to restructure the District's debt. This transaction resulted in a theoretical economic gain (difference between the present value of the debt service payments on the old and new debt) of \$351,878. This transaction also resulted in a \$200,000 deferred loss on the refunding, which was recognized in the current year.

The District has defeased certain general obligations bonds and other bonds by placing proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old certificates. Accordingly, the trust account assets and the liability for the defeased debt are not included in the District's financial statements. At June 30, 2016, \$95,170,000 of bond principal outstanding are considered defeased.

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

NOTE F - LONG-TERM LIABILITIES (Continued)

3. Capital Lease

The District currently has a lease agreement for financing the acquisition of technology equipment. The obligations for these loans will be repaid from the Debt Service Fund with accumulated interest earned in the fund. The future cash flow requirements for the lease are as follows:

Year ending June 30,	Principal	Interest	Total
2017	\$ 226,637	\$ 11,705	\$ 238,342
2018	230,826	7,516	238,342
2019	237,944	3,249	241,193
Total	\$ 695,407	\$ 22,470	\$ 717,877

NOTE G - OPERATING LEASE AGREEMENTS

The District leases various equipment and vehicles under noncancelable operating leases with unrelated parties. Total cost for such leases was approximately \$819,600 for the year ended June 30, 2016. The future minimum lease payments under this agreement is as follows:

<u>Future Maturities</u>	
Year Ending June 30,	Total
2017	\$ 727,739
2018	450,706
2019	225,786
2020	116,181
Total	\$ 1,520,412

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

**NOTE H - RISK MANAGEMENT**

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. The District purchases coverage against such risks and participates in the following public entity risk pools: School Employee Loss Fund (SELF) for worker's compensation claims; and Collective Liability Insurance Cooperative (CLIC) for property damage and injury claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that the pools will be self-sustaining through member premiums, and will reinsure through commercial companies for claims in excess of certain levels established by the pools. Settlements have not exceeded coverages for each of the past three fiscal years. Complete financial statements for SELF can be obtained from its Pool Administrator, 2 Pierce Place, Itasca, Illinois 60134. Complete financial statements for CLIC can be obtained from its Treasurer, 624 Kenilworth, Grayslake, Illinois 60030.

The District is self-insured for health and medical coverage that is provided to District personnel. A third-party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third-party administrator for payment of employee health claims and administration fees. The stop-loss coverage limits for the year ended June 30, 2016 were \$225,000 for individual claims and \$17,060,000 for aggregate claims.

At June 30, 2016, total unpaid claims, including an estimate of claims that have been incurred but not reported (IBNRs) to the administrative agent, totaled \$566,535. These estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability.

Claims liabilities during the past two year are as follows:

	June 30, 2016	June 30, 2015
Unpaid claims, beginning of fiscal year	\$ 569,244	\$ 2,181,303
Incurred claims (including IBNRs)	11,243,611	10,431,125
Claim payments	(11,246,320)	(12,043,184)
Unpaid claims, end of fiscal year	\$ 566,535	\$ 569,244

# Community Unit School District 200

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2016

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### NOTE I - PENSION LIABILITIES

#### 1. Teachers' Retirement System of the State of Illinois

##### **General Information about the Pension Plan**

###### *Plan Description*

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

TRS issues a publicly available financial report that can be obtained at <http://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.

###### *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.

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE I - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

*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 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 employer. 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 net pension liability associated with the District, and the District recognized revenue and expenditures of \$45,811,720 in pension contributions from the state of Illinois.

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2016, were \$509,727 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 \$773,514 were paid from federal and special trust funds that required employer contributions of \$278,929. These contributions are deferred because they were paid after the June 30, 2015 measurement date.

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

NOTE I - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

*Contributions (Continued)*

Early 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 \$459,512 to TRS for employer ERO contributions.

The District is also required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. 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 \$5,703 to TRS for employer contributions due on salary increases in excess of 6 percent and \$961 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 follow:

District's proportionate share of the net pension liability	\$ 13,786,130
State's proportionate share of the net pension liability associated with the District	<u>559,167,527</u>
Total	<u>\$ 572,953,657</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 District's proportion was 0.0210442907 percent, which was an increase of 0.0001612113 percent from its proportion measured as of June 30, 2014.



**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

NOTE I - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

For the year ended June 30, 2016, the District recognized pension expense of \$45,781,594 and revenue of \$45,811,720 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:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 5,123	\$ 15,111
Net difference between projected and actual earnings on pension plan investments	273,025	482,744
Changes of assumptions	190,648	-
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>82,099</u>	<u>3,617,675</u>
 Total deferred amount to be recognized in pension expense in the future period	 550,895	 4,115,530
 District contributions subsequent to the measurement date	 <u>788,656</u>	 <u>-</u>
 Total	 <u>\$ 1,339,551</u>	 <u>\$ 4,115,530</u>

The District reported \$788,656 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:

<u>Year ended June 30,</u>	<u>Net Deferred Inflows of Resources</u>
2017	\$ 1,184,972
2018	1,184,972
2019	1,184,972
2020	9,719
Thereafter	<u>-</u>
Total	<u>\$ 3,564,635</u>

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

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NOTE I - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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, and salary increase assumptions were lowered, retirement rates were increased, mortality updates were made, and other assumptions 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:

**Community Unit School District 200**

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2016

NOTE I - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

Actuarial Assumptions (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. large cap	18 %	7.53 %
Global equity (excluding U.S.)	18	7.88
Aggregate bonds	16	1.57
U.S. TIPS	2	2.82
NCREIF	11	5.11
Opportunistic real estate	4	9.09
ARS	8	2.57
Risk parity	8	4.87
Diversified inflation strategy	1	3.26
Private equity	<u>14</u>	12.33
Total	<u><u>100 %</u></u>	

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.

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

NOTE I - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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:

	<u>1% Decrease</u> <u>(6.47%)</u>	<u>Current</u> <u>Discount</u> <u>(7.47%)</u>	<u>1% Increase</u> <u>(8.47%)</u>
District's proportionate share of the net pension liability	\$ <u>17,036,277</u>	\$ <u>13,786,130</u>	\$ <u>11,120,922</u>

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*.

2. Illinois Municipal Retirement Fund

**Plan Description**

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed with the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the Benefits Provided section below. 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. That report is available for download at [www.imrf.org](http://www.imrf.org).

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

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NOTE I - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

**Benefits Provided**

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP).

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.

**Employees Covered by Benefit Terms**

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

Retirees and beneficiaries currently receiving benefits	558
Inactive plan members entitled to but not yet receiving benefits	1,123
Active plan members	530
<b>Total</b>	<b>2,211</b>

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

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NOTE I - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

**Contributions**

As set by statute, the District's regular plan members are required to contribute 4.5 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2015 was 10.78%. For the fiscal year ended June 30, 2016 the District contributed \$1,608,839 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:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.75%
Salary Increases	3.75% to 14.50%
Investment Rate of Return	7.48%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

**Community Unit School District 200**

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2016

NOTE I - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

**Actuarial Assumptions (continued)**

**Mortality** For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale 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.

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

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	38%	7.39%
International Equity	17%	7.59%
Fixed Income	27%	3.00%
Real Estate	8%	6.00%
Alternative Investments	9%	2.75-8.15%
Cash Equivalents	1%	2.25%
Total	<u>100%</u>	

# Community Unit School District 200

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2016

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### NOTE I - PENSION LIABILITIES (Continued)

#### 2. Illinois Municipal Retirement Fund (Continued)

##### **Single Discount Rate**

A Single Discount Rate of 7.48% 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:

- a. 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
- b. 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 this valuation, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.57%; and the resulting single discount rate is 7.48%.



**Community Unit School District 200**

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2016

NOTE I - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

**Changes in Net Pension Liability**

The following table shows the components of the change in the District's net pension liability for the calendar year ended December 31, 2015:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2014	\$ 77,666,761	\$ 73,178,692	\$ 4,488,069
Changes for the year:			
Service cost	1,646,726	-	1,646,726
Interest on the total pension liability	5,758,452	-	5,758,452
Difference between expected and actual experience of the total pension liability	(316,741)	-	(316,741)
Changes of assumptions	92,014	-	92,014
Contributions - Employer	-	1,558,593	(1,558,593)
Contributions - Employee	-	657,701	(657,701)
Net Investment Income	-	363,393	(363,393)
Benefit payments, including refunds of employee contributions	(3,216,514)	(3,216,514)	-
Other (net transfer)	-	(177,193)	177,193
Net changes	<u>3,963,937</u>	<u>(814,020)</u>	<u>4,777,957</u>
Balances at December 31, 2015	\$ <u>81,630,698</u>	\$ <u>72,364,672</u>	\$ <u>9,266,026</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 7.48%, 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 than the current rate:

	1% Decrease (6.48%)	Current Discount Rate	1% Increase (8.48%)
Net pension liability	\$ <u>19,199,383</u>	\$ <u>9,266,026</u>	\$ <u>1,027,921</u>

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

NOTE I - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

**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 \$4,340,899. At June 30, 2016, the District reported deferred inflows and outflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 14,838	\$ 160,542
Change of assumptions	149,224	-
Net difference between projected and actual earnings on pension plan investments	<u>4,648,649</u>	<u>-</u>
	4,812,711	160,542
Pension contributions made subsequent to the measurement date	<u>928,429</u>	<u>-</u>
Total deferred amounts related to pensions	<u>\$ 5,741,140</u>	<u>\$ 160,542</u>

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

<u>Year ended June 30,</u>	<u>Net Deferred Outflows of Resources</u>
2016	\$ 1,217,427
2017	1,207,745
2018	1,210,825
2019	1,016,172
Thereafter	<u>-</u>
Total	<u>\$ 4,652,169</u>

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

NOTE I - PENSION LIABILITIES (Continued)

3. Summary of Pension Items

Below is a summary of the various pension items:

	TRS	IMRF	Total
Deferred outflows of resources:			
Employer contributions	\$ 788,656	\$ 928,429	\$ 1,717,085
Experience	5,123	14,838	19,961
Assumptions	190,648	149,224	339,872
Proportionate share	82,099	-	82,099
Investments	273,025	4,648,649	4,921,674
	\$ 1,339,551	\$ 5,741,140	\$ 7,080,691
Net pension liability	\$ 13,786,130	\$ 9,266,026	\$ 23,052,156
Deferred inflows of resources:			
Experience	15,111	160,542	175,653
Proportionate share	3,617,675	-	3,617,675
Investments	482,744	-	482,744
	\$ 4,115,530	\$ 160,542	\$ 4,276,072

4. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare. The District paid the total required contribution for the current fiscal year.

NOTE J - OTHER POSTEMPLOYMENT BENEFITS

1. Teachers' Health Insurance Security (THIS)

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.

**Community Unit School District 200**  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2016

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NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

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 \$940,359 and the District recognized revenue and expenditures of this amount during the year.

District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.80 percent during the year ended June 30, 2016. For the year ended June 30, 2016, the District paid \$703,072 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."

2. Retiree Health Plan

*Plan Description*

The District administers a single-employer defined benefit healthcare plan ("the Plan"). The plan provides benefits for eligible retirees and their spouses through the District's plan which covers both active and retired members. Benefit provisions are established through personnel policy guidelines and state that eligible retirees and their spouses receive coverage at established contribution rates. The Plan does not issue a publicly available financial report.

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

**NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)**

2. **Retiree Health Plan (Continued)**

*Plan Description (Continued)*

As of June 30, 2016, the following employees were covered by the benefit terms:

Actives not yet fully eligible to retire	57	
Retirees	14	
Total	71	

*Funding Policy*

Contribution requirements are established through personnel policy guidelines and may be amended by the action of the governing body. The District makes the same monthly health insurance contribution on behalf of the retiree as it makes on behalf of all other active employees during that year. The District contributes all of the current year premiums for both a family and a single plan, for eligible retired plan members and their spouses. For fiscal year 2016, the District contributed \$469,090 to the plan for retirees.

*Annual OPEB Cost and Net OPEB Obligation*

The District's annual other postemployment benefit (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 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 estimated OPEB obligation to the Retiree Health Plan:

		<u>June 30, 2016</u>
Annual required contribution	\$ 305,166	
Interest on net OPEB obligation	29,613	
Adjustment to annual required contribution	(48,894)	
Annual OPEB cost	285,885	
Contributions made	(469,090)	
Increase in net OPEB obligation	(183,205)	
Net OPEB obligation, beginning of year	987,090	
Net OPEB obligation, end of year	\$ 803,885	

# Community Unit School District 200

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2016

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### NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

#### 2. Retiree Health Plan (Continued)

##### *Annual OPEB Cost and Net OPEB Obligation (Continued)*

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2016 and the two preceding fiscal years were as follows:

<u>Actuarial Valuation Date</u>	<u>Annual OPEB Cost</u>	<u>Percentage Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
6/30/16	\$ 285,885	164.1%	\$ 803,885
6/30/15*	(173,017)	100.0%	987,090
6/30/14	313,424	56.4%	1,540,775

\* Annual OPEB cost estimated using ARC from most recent valuation information.

##### *Funding Status and Funding Progress*

As of June 30, 2016, the actuarial accrued liability for benefits was \$3,515,464, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$6,535,650 and the ratio of the unfunded actuarial accrued liability to the covered payroll was 54%.

The projection of future benefit payments for an ongoing plan involved 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 employer 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 required supplementary information following the notes to the financial statements, presents multiyear trend information that shows 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 understood by the employer 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 and the actuarial value of assets, consistent with the long-term perspective of the calculations.

**Community Unit School District 200**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2016

**NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)**

2. Retiree Health Plan (Continued)

*Methods and Assumptions (Continued)*

Actuarial methods and assumptions	
Actuarial valuation date	July 1, 2015
Investment rate of return	
Expected return on plan assets	N/A
Expected return on employer's assets	3.00%
Rate of compensation increase	N/A
Inflation rate	2.50%
Assumed health care trend rates	
Initial health care cost trend rate	
PPO plan	7.00%
HMO plan	5.50%
Dental plan	2.00%
Life insurance	0.00%
Ultimate health care cost trend rate	
PPO plan & HMO plan	5.00%
Dental plan & Life insurance	N/A
Fiscal year the ultimate rate is reached	Fiscal year 2026
Additional information	
Actuarial cost method	Projected Unit Credit
Amortization method	Level Dollar - Open
Amortization period (years)	30
Method used to determine actuarial value of assets	N/A
Mortality, turnover, disability, and retirement ages	Same rates as utilized for IMRF
Percentage of active employees assumed to elect benefit	
Administrators	100.00%

**NOTE K - JOINT AGREEMENTS**

The District is a member of the School Association for Special Education in DuPage County (SASED) and Cooperative Association for Special Education (CASE), joint agreements that provide certain special education services to residents of many school districts in DuPage County. The District believes that because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financial relationships exercised by the joint agreement governing boards, these should not be included as component units of the District.

# Community Unit School District 200

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2016

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### NOTE K - JOINT AGREEMENTS (Continued)

Complete financial statements for the School Association for Special Education in DuPage County (SASED) can be obtained from its business office at 6 S 331 Cornwall Road, Naperville, Illinois 60540.

Complete financial statements for the Cooperative Association for Special Education (CASE) can be obtained from its business office at 22W600 Butterfield Road, Glen Ellyn, Illinois 60137.

### NOTE L - CONTINGENCIES

#### 1. Litigation

The District is not involved in any significant litigation. With regard to other pending matters, the eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

#### 2. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. 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, although the District expects such amounts, if any, to be immaterial.

### NOTE M - CONSTRUCTION COMMITMENTS

The District has certain commitments in various funds for constructions projects which have been approved by the Board of Education at June 30, 2016. Commitments approximate \$1,564,000 at June 30, 2016.

### NOTE N - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 3, 2016, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the balance sheet/statement of net position date that require additional disclosure in the financial statements, other than the items described below.

Subsequent to year end the District entered into two lease agreements for financing the acquisition of technology equipment. The total value of these lease agreements is approximately \$1,450,000 and will expire through June 2021. The obligations of these leases will be repaid from the Debt Service Fund.

On July 7, 2016, the District issued \$32,635,000 of General Obligation Refunding School Bonds Series 2016 for the purpose of refunding prior bond issuances.



**REQUIRED SUPPLEMENTARY INFORMATION**  
**(Unaudited)**

**Community Unit School District 200**  
 SCHEDULES OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
 Illinois Municipal Retirement Fund  
June 30, 2016

**Calendar Year Ended December 31,**

	<u>2015</u>	<u>2014</u>
Total pension liability		
Service cost	\$ 1,646,726	\$ 1,763,955
Interest on the total pension liability	5,758,452	5,204,529
Difference between expected and actual experience of the total pension liability	(316,741)	459,748
Assumption changes	92,014	3,178,626
Benefit payments and refunds	<u>(3,216,514)</u>	<u>(2,903,690)</u>
Net change in total pension liability	3,963,937	7,703,168
Total pension liability, beginning	<u>77,666,761</u>	<u>69,963,593</u>
Total pension liability, ending	<u><u>\$ 81,630,698</u></u>	<u><u>\$ 77,666,761</u></u>
 Plan fiduciary net position		
Contributions, employer	\$ 1,558,593	\$ 1,567,218
Contributions, employee	657,701	676,535
Net investment income	363,393	4,218,375
Benefit payments, including refunds of employee contributions	(3,216,514)	(2,903,690)
Other (net transfer)	<u>(177,193)</u>	<u>136,596</u>
Net change in plan fiduciary net position	(814,020)	3,695,034
Plan fiduciary net position, beginning	<u>73,178,692</u>	<u>69,483,658</u>
Plan fiduciary net position, ending	<u><u>\$ 72,364,672</u></u>	<u><u>\$ 73,178,692</u></u>
 Net pension liability	<u><u>\$ 9,266,026</u></u>	<u><u>\$ 4,488,069</u></u>
 Plan fiduciary net position as a percentage of the total pension liability	88.65 %	94.22 %
 Covered Valuation Payroll	\$ 14,458,189	\$ 14,471,075
 Net pension liability as a percentage of covered valuation payroll	64.09 %	31.01 %

Note: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015; therefore, 10 years of information is not available.

**Community Unit School District 200**  
**SCHEDULE OF CONTRIBUTIONS**  
 Illinois Municipal Retirement Fund  
June 30, 2016

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<u>Calendar Year</u> Ending <u>December 31,</u>	<u>Actuarially</u> <u>Determined</u> <u>Contribution</u>	<u>Actual</u> <u>Contribution</u>	<u>Contribution</u> <u>Deficiency</u> <u>(Excess)</u>	<u>Covered</u> <u>Valuation</u> <u>Payroll</u>	<u>Actual Contribution</u> as a % of <u>Covered Valuation Payroll</u>
2015	\$ 1,558,593 *	\$ 1,558,593	-	\$ 14,458,189	10.78 %
2014	1,567,217	1,567,218	(1)	14,471,075	10.83

\* Estimated based on contribution rate of 10.78% and covered valuation payroll of \$14,458,189.

Note: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015; therefore, 10 years of information is not available.

**Community Unit School District 200**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE**  
**SHARE OF THE NET PENSION LIABILITY**  
**Teachers' Retirement System of the State of Illinois**  
June 30, 2016

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Fiscal year ended June 30,	<u>2015</u>	<u>2014</u>
District's proportion of the net pension liability	0.0210442907 %	0.0208830794
District's proportionate share of the net pension liability	\$ 13,786,130	\$ 12,709,081
State's proportionate share of the net pension liability associated with the District	<u>559,167,527</u>	<u>533,957,662</u>
Total	<u>\$ 572,953,657</u>	<u>\$ 546,666,743</u>
District's covered-employee payroll	\$ 86,354,938	\$ 86,569,776
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.159644953 %	0.146807368 %
Plan fiduciary net position as a percentage of the total pension liability	41.50 %	43.00 %

Note 1: The amounts presented were determined as of the prior fiscal-year end.

Note 2: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015; therefore, 10 years of information is not available.

**Community Unit School District 200**  
**SCHEDULE OF DISTRICT CONTRIBUTIONS**  
 Teachers' Retirement System of the State of Illinois  
June 30, 2016

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Fiscal year ended June 30,

	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 738,845	\$ 760,735
Contributions in relation to the contractually required contribution	<u>737,391</u>	<u>745,098</u>
Contribution deficiency (excess)	<u>\$ 1,454</u>	<u>\$ 15,637</u>
District's covered-employee payroll	\$ 86,354,938	\$ 86,569,776
Contributions as a percentage of covered-employee payroll	-0.00853907 %	-0.00860691 %

Note: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015; therefore, 10 years of information is not available.

**Community Unit School District 200**  
**SCHEDULE OF FUNDING PROGRESS**  
**OTHER POSTEMPLOYMENT BENEFITS**  
June 30, 2016

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll [(2)-(1)]/(5)
7/1/15	\$ -	\$ 3,515,464	0.00 %	\$ 3,515,464	\$ 6,535,650	54.00 %
7/1/14*	-	3,290,786	0.00	3,290,786	N/A	N/A
7/1/13	-	3,363,231	0.00	3,363,231	N/A	N/A

\* - estimated

N/A = Not available

**Community Unit School District 200**  
 General Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Revenues				
Local sources				
General levy	\$104,110,000	\$104,027,102	\$ (82,898)	\$102,124,570
Special education levy	2,165,500	2,183,376	17,876	1,747,492
Corporate personal property replacement taxes	1,950,000	1,515,110	(434,890)	1,965,322
Regular tuition from pupils or parents	25,000	31,558	6,558	24,505
Summer school tuition from pupils or parents	115,000	233,582	118,582	233,897
Special education tuition from pupils or parents	-	2,425	2,425	-
Interest on investments	67,900	73,558	5,658	71,173
Sales to pupils - lunch	1,000,000	874,820	(125,180)	875,387
Admissions - athletic	99,500	95,910	(3,590)	89,167
Book store sales	525,000	516,649	(8,351)	518,446
Other district/school activity revenue	30,000	22,329	(7,671)	31,019
Rentals - regular textbook	2,000,000	2,433,870	433,870	2,370,117
Sales - regular textbook	-	36,567	36,567	27,304
Other - textbooks	90,000	135,649	45,649	109,238
Contributions and donations from private sources	-	1,000	1,000	6,000
Services provided other districts	-	-	-	631
Refund of prior years' expenditures	400,000	305,475	(94,525)	422,395
Drivers' education fees	75,000	84,029	9,029	83,590
Other	<u>1,100,000</u>	<u>1,367,679</u>	<u>267,679</u>	<u>1,560,916</u>
 Total local sources	 <u>113,752,900</u>	 <u>113,940,688</u>	 <u>187,788</u>	 <u>112,261,169</u>

(Continued)

**Community Unit School District 200**  
 General Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
State sources				
General State Aid	\$ 6,375,000	\$ 6,405,138	\$ 30,138	\$ 6,195,676
Special Education - Private Facility Tuition	2,000,000	1,487,774	(512,226)	1,916,289
Special Education - Extraordinary	1,620,000	1,231,379	(388,621)	1,607,752
Special Education - Personnel	3,500,000	2,278,501	(1,221,499)	3,546,347
Special Education - Orphanage - Individual	13,000	55,877	42,877	38,476
Special Education - Orphanage - Summer Individual	1,000	1,739	739	5,843
Special Education - Summer School	20,000	20,413	413	17,076
CTE - Secondary Program Improvement (CTEI)	50,000	48,361	(1,639)	47,591
Bilingual Ed. - Downstate - T.P.I. and T.P.E.	500,000	323,799	(176,201)	336,804
State Free Lunch and Breakfast	20,000	14,674	(5,326)	16,551
Driver Education	90,000	98,353	8,353	90,775
Other state sources	10,000	7,834	(2,166)	291,558
On Behalf Payments to TRS from the State	<u>43,000,000</u>	<u>46,752,079</u>	<u>3,752,079</u>	<u>43,870,080</u>
 Total state sources	 <u>57,199,000</u>	 <u>58,725,921</u>	 <u>1,526,921</u>	 <u>57,980,818</u>

(Continued)



**Community Unit School District 200**  
 General Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Federal sources				
National School Lunch Program	\$ 1,200,000	\$ 1,218,255	\$ 18,255	\$ 1,294,020
Special Breakfast Program	300,000	294,841	(5,159)	323,600
Title I - Low Income	1,150,000	1,274,065	124,065	1,087,404
Federal - Special Education - Pre-School Flow Through	67,000	59,581	(7,419)	79,795
Federal - Special Education - I.D.E.A. - Flow Through	3,100,000	2,642,877	(457,123)	2,676,590
Federal - Special Education - I.D.E.A. - Room and Board	300,000	612,192	312,192	335,665
CTE - Other	40,000	39,913	(87)	39,532
Emergency Immigrant Assistance	37,660	48,981	11,321	35,024
Title III - English Language Acquisition	250,000	161,411	(88,589)	224,234
Title II - Teacher Quality	400,000	250,368	(149,632)	309,455
Medicaid Matching Funds - Administrative Outreach	350,000	399,593	49,593	417,464
Medicaid Matching Funds - Fee-For-Service-Program	710,000	830,736	120,736	760,762
Other federal sources	<u>65,500</u>	<u>28,680</u>	<u>(36,820)</u>	<u>61,851</u>
Total federal sources	<u>7,970,160</u>	<u>7,861,493</u>	<u>(108,667)</u>	<u>7,645,396</u>
Total revenues	<u>178,922,060</u>	<u>180,528,102</u>	<u>1,606,042</u>	<u>177,887,383</u>

(Continued)

# Community Unit School District 200

## General Fund

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2016

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

	2016		Variance From Final Budget	2015 Actual
	Original			
	Final Budget	Actual		
<b>Expenditures</b>				
<b>Instruction</b>				
<b>Regular programs</b>				
Salaries	\$ 49,228,158	\$ 48,799,087	\$ 429,071	\$ 48,795,923
Employee benefits	8,294,411	6,929,604	1,364,807	5,288,860
On-behalf payments to TRS from the state	43,000,000	46,752,079	(3,752,079)	43,870,080
Purchased services	109,800	99,575	10,225	72,498
Supplies and materials	2,126,818	1,948,749	178,069	1,572,484
Capital outlay	72,393	111,922	(39,529)	279,473
Other objects	10,800	11,408	(608)	11,945
Non-capitalized equipment	<u>9,000</u>	<u>5,222</u>	<u>3,778</u>	<u>10,538</u>
Total	<u>102,851,380</u>	<u>104,657,646</u>	<u>(1,806,266)</u>	<u>99,901,801</u>
<b>Pre-K programs</b>				
Salaries	201,500	248,363	(46,863)	199,487
Employee benefits	21,360	31,163	(9,803)	19,986
Purchased services	1,650	-	1,650	174
Supplies and materials	<u>4,000</u>	<u>4,062</u>	<u>(62)</u>	<u>4,896</u>
Total	<u>228,510</u>	<u>283,588</u>	<u>(55,078)</u>	<u>224,543</u>
<b>Special education programs</b>				
Salaries	15,213,775	15,191,286	22,489	15,071,988
Employee benefits	1,382,390	1,648,924	(266,534)	1,891,538
Purchased services	201,847	178,555	23,292	160,314
Supplies and materials	334,987	314,334	20,653	239,449
Capital outlay	26,120	8,288	17,832	15,526
Termination benefits	<u>1,500</u>	<u>1,450</u>	<u>50</u>	<u>-</u>
Total	<u>17,160,619</u>	<u>17,342,837</u>	<u>(182,218)</u>	<u>17,378,815</u>

(Continued)

## Community Unit School District 200

General Fund

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2016

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

	2016			2015 Actual
	Original Final Budget	Actual	Variance From Final Budget	
Special education programs pre-K				
Salaries	\$ 1,119,675	\$ 1,411,758	\$ (292,083)	\$ 1,116,955
Employee benefits	157,970	199,991	(42,021)	146,218
Purchased services	3,400	44,136	(40,736)	-
Supplies and materials	11,775	16,127	(4,352)	34,657
Capital outlay	5,000	850	4,150	-
Termination benefits	-	900	(900)	-
	<u>1,297,820</u>	<u>1,673,762</u>	<u>(375,942)</u>	<u>1,297,830</u>
 CTE programs				
Salaries	1,471,900	1,616,716	(144,816)	1,459,790
Employee benefits	209,595	202,977	6,618	194,911
Purchased services	-	16,872	(16,872)	1,691
Supplies and materials	27,600	54,723	(27,123)	69,258
Capital outlay	-	1,628	(1,628)	808
Other objects	450	415	35	385
	<u>1,709,545</u>	<u>1,893,331</u>	<u>(183,786)</u>	<u>1,726,843</u>
 Interscholastic programs				
Salaries	1,576,700	1,563,406	13,294	1,509,265
Employee benefits	204,280	175,421	28,859	189,288
Purchased services	272,800	204,906	67,894	284,568
Supplies and materials	31,100	47,610	(16,510)	43,606
Capital outlay	-	-	-	3,295
Other objects	52,000	53,059	(1,059)	53,159
	<u>2,136,880</u>	<u>2,044,402</u>	<u>92,478</u>	<u>2,083,181</u>

(Continued)

# Community Unit School District 200

## General Fund

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2016

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

	2016			2015 Actual
	Original Final Budget	Actual	Variance From Final Budget	
Summer school programs				
Salaries	\$ 389,200	\$ 479,997	\$ (90,797)	\$ 389,755
Employee benefits	4,840	4,434	406	3,423
Purchased services	1,800	5,685	(3,885)	725
Supplies and materials	<u>4,100</u>	<u>20,284</u>	<u>(16,184)</u>	<u>19,502</u>
Total	<u>399,940</u>	<u>510,400</u>	<u>(110,460)</u>	<u>413,405</u>
Gifted programs				
Salaries	875,000	865,346	9,654	865,745
Employee benefits	<u>155,360</u>	<u>119,997</u>	<u>35,363</u>	<u>144,096</u>
Total	<u>1,030,360</u>	<u>985,343</u>	<u>45,017</u>	<u>1,009,841</u>
Drivers education programs				
Salaries	409,295	417,686	(8,391)	405,448
Employee benefits	74,070	63,047	11,023	68,681
Purchased services	12,000	8,708	3,292	11,683
Supplies and materials	<u>-</u>	<u>2,900</u>	<u>(2,900)</u>	<u>2,312</u>
Total	<u>495,365</u>	<u>492,341</u>	<u>3,024</u>	<u>488,124</u>
Bilingual programs				
Salaries	4,072,900	4,075,103	(2,203)	4,017,837
Employee benefits	608,147	486,900	121,247	524,665
Purchased services	10,500	2,277	8,223	5,554
Supplies and materials	<u>84,737</u>	<u>101,747</u>	<u>(17,010)</u>	<u>73,374</u>
Total	<u>4,776,284</u>	<u>4,666,027</u>	<u>110,257</u>	<u>4,621,430</u>
Special education programs K-12 - private tuition	<u>5,185,855</u>	<u>5,408,984</u>	<u>(223,129)</u>	<u>5,058,281</u>
Total instruction	<u>137,272,558</u>	<u>139,958,661</u>	<u>(2,686,103)</u>	<u>134,204,094</u>

(Continued)

**Community Unit School District 200**  
General Fund  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Support services				
Pupils				
Attendance and social work services				
Salaries	\$ 2,232,300	\$ 2,285,205	\$ (52,905)	\$ 2,213,028
Employee benefits	368,120	261,774	106,346	341,735
Purchased services	1,200	700	500	500
Supplies and materials	<u>9,050</u>	<u>13,763</u>	<u>(4,713)</u>	<u>5,326</u>
Total	<u>2,610,670</u>	<u>2,561,442</u>	<u>49,228</u>	<u>2,560,589</u>
Guidance services				
Salaries	2,192,200	2,205,277	(13,077)	2,169,961
Employee benefits	342,520	251,203	91,317	318,254
Purchased services	14,000	13,045	955	13,198
Supplies and materials	<u>1,400</u>	<u>865</u>	<u>535</u>	<u>1,426</u>
Total	<u>2,550,120</u>	<u>2,470,390</u>	<u>79,730</u>	<u>2,502,839</u>
Health services				
Salaries	1,631,275	1,661,227	(29,952)	1,612,362
Employee benefits	244,260	213,023	31,237	226,297
Purchased services	151,550	257,337	(105,787)	190,550
Supplies and materials	44,119	35,099	9,020	35,079
Capital outlay	<u>6,200</u>	<u>931</u>	<u>5,269</u>	<u>931</u>
Total	<u>2,077,404</u>	<u>2,167,617</u>	<u>(90,213)</u>	<u>2,065,219</u>

(Continued)

## Community Unit School District 200

### General Fund

#### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2016

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

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Psychological services				
Salaries	\$ 2,191,900	\$ 2,149,594	\$ 42,306	\$ 2,169,247
Employee benefits	318,430	269,874	48,556	296,178
Purchased services	2,000	2,000	-	400
Supplies and materials	<u>60,679</u>	<u>67,432</u>	<u>(6,753)</u>	<u>64,061</u>
Total	<u>2,573,009</u>	<u>2,488,900</u>	<u>84,109</u>	<u>2,529,886</u>
Speech pathology and audiology services				
Salaries	2,417,200	2,453,935	(36,735)	2,393,359
Employee benefits	392,550	349,096	43,454	364,564
Purchased services	5,752	7,201	(1,449)	4,437
Supplies and materials	21,771	22,974	(1,203)	19,551
Capital outlay	<u>109,514</u>	<u>65,521</u>	<u>43,993</u>	<u>39,257</u>
Total	<u>2,946,787</u>	<u>2,898,727</u>	<u>48,060</u>	<u>2,821,168</u>
Other support services - pupils				
Salaries	12,700	20,320	(7,620)	11,436
Employee benefits	490	1,067	(577)	459
Purchased services	185,350	202,727	(17,377)	191,883
Supplies and materials	69,445	79,903	(10,458)	85,052
Capital outlay	48,075	15,042	33,033	27,747
Other objects	<u>1,000</u>	<u>1,782</u>	<u>(782)</u>	<u>2,160</u>
Total	<u>317,060</u>	<u>320,841</u>	<u>(3,781)</u>	<u>318,737</u>
Total pupils	<u>13,075,050</u>	<u>12,907,917</u>	<u>167,133</u>	<u>12,798,438</u>

(Continued)

**Community Unit School District 200**  
General Fund  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Instructional staff				
Improvement of instruction services				
Salaries	\$ 1,639,537	\$ 1,647,221	\$ (7,684)	\$ 1,540,499
Employee benefits	338,344	375,506	(37,162)	289,196
Purchased services	393,004	210,818	182,186	226,720
Supplies and materials	21,872	12,308	9,564	10,347
Other objects	5,070	4,324	746	1,301
Non-capitalized equipment	-	-	-	1,459
Termination benefits	6,550	643	5,907	-
Total	<u>2,404,377</u>	<u>2,250,820</u>	<u>153,557</u>	<u>2,069,522</u>
Educational media services				
Salaries	1,465,700	1,517,889	(52,189)	1,451,253
Employee benefits	238,930	205,198	33,732	221,770
Purchased services	-	173	(173)	123
Supplies and materials	156,690	142,411	14,279	148,820
Capital outlay	500	500	-	-
Total	<u>1,861,820</u>	<u>1,866,171</u>	<u>(4,351)</u>	<u>1,821,966</u>
Assessment and testing				
Salaries	20,200	14,278	5,922	14,943
Employee benefits	-	-	-	8
Purchased services	248,849	108,179	140,670	169,581
Supplies and materials	206,747	143,444	63,303	94,221
Total	<u>475,796</u>	<u>265,901</u>	<u>209,895</u>	<u>278,753</u>
Total instructional staff	<u>4,741,993</u>	<u>4,382,892</u>	<u>359,101</u>	<u>4,170,241</u>

(Continued)

**Community Unit School District 200**  
 General Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
General administration				
Board of education services				
Employee benefits	\$ -	\$ -	\$ -	\$ 207
Purchased services	90,200	81,832	8,368	69,520
Supplies and materials	1,000	804	196	833
Capital outlay	3,000	-	3,000	-
Other objects	<u>30,000</u>	<u>11,660</u>	<u>18,340</u>	<u>26,699</u>
Total	<u>124,200</u>	<u>94,296</u>	<u>29,904</u>	<u>97,259</u>
Executive administration services				
Salaries	320,650	320,607	43	284,104
Employee benefits	78,660	78,959	(299)	77,236
Purchased services	15,100	12,194	2,906	8,103
Supplies and materials	7,000	882	6,118	976
Capital outlay	1,700	-	1,700	-
Other objects	<u>6,000</u>	<u>8,652</u>	<u>(2,652)</u>	<u>3,046</u>
Total	<u>429,110</u>	<u>421,294</u>	<u>7,816</u>	<u>373,465</u>
Special area administrative services				
Salaries	1,134,870	1,085,247	49,623	1,114,719
Employee benefits	210,770	256,773	(46,003)	311,294
Purchased services	17,000	15,064	1,936	28,302
Supplies and materials	-	2,760	(2,760)	2,586
Termination benefits	<u>750</u>	<u>1,500</u>	<u>(750)</u>	<u>-</u>
Total	<u>1,363,390</u>	<u>1,361,344</u>	<u>2,046</u>	<u>1,456,901</u>
Total general administration	<u>1,916,700</u>	<u>1,876,934</u>	<u>39,766</u>	<u>1,927,625</u>

(Continued)



**Community Unit School District 200**  
 General Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
School administration				
Office of the principal services				
Salaries	\$ 7,424,170	\$ 7,426,043	\$ (1,873)	\$ 7,296,442
Employee benefits	1,800,463	1,627,668	172,795	1,707,751
Purchased services	29,425	33,270	(3,845)	31,814
Supplies and materials	41,260	52,001	(10,741)	49,504
Capital outlay	9,000	2,119	6,881	1,377
Other objects	6,190	6,735	(545)	6,112
Termination benefits	<u>10,200</u>	<u>21,883</u>	<u>(11,683)</u>	<u>154,733</u>
Total	<u>9,320,708</u>	<u>9,169,719</u>	<u>150,989</u>	<u>9,247,733</u>
Total school administration	<u>9,320,708</u>	<u>9,169,719</u>	<u>150,989</u>	<u>9,247,733</u>
Business				
Direction of business support services				
Salaries	523,650	523,351	299	513,931
Employee benefits	134,030	124,499	9,531	126,801
Purchased services	70,000	59,506	10,494	55,876
Supplies and materials	12,000	11,490	510	10,119
Capital outlay	3,448	-	3,448	-
Other objects	1,010	544	466	514
Termination benefits	<u>-</u>	<u>95</u>	<u>(95)</u>	<u>1,802</u>
Total	<u>744,138</u>	<u>719,485</u>	<u>24,653</u>	<u>709,043</u>

(Continued)

**Community Unit School District 200**  
 General Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
<b>Fiscal services</b>				
Salaries	\$ 103,650	\$ 104,703	\$ (1,053)	\$ 103,530
Employee benefits	38,450	34,732	3,718	35,949
Purchased services	1,020	1,064	(44)	449
Capital outlay	<u>-</u>	<u>2,006</u>	<u>(2,006)</u>	<u>-</u>
Total	<u>143,120</u>	<u>142,505</u>	<u>615</u>	<u>139,928</u>
<b>Operation and maintenance of plant services</b>				
Employee benefits	-	1,589	(1,589)	1,181
Purchased services	<u>235,000</u>	<u>245,976</u>	<u>(10,976)</u>	<u>175,573</u>
Total	<u>235,000</u>	<u>247,565</u>	<u>(12,565)</u>	<u>176,754</u>
<b>Pupil transportation services</b>				
Salaries	-	10,575	(10,575)	-
Employee benefits	-	1,052	(1,052)	25
Purchased services	<u>31,035</u>	<u>37,425</u>	<u>(6,390)</u>	<u>35,348</u>
Total	<u>31,035</u>	<u>49,052</u>	<u>(18,017)</u>	<u>35,373</u>
<b>Food services</b>				
Salaries	166,800	140,810	25,990	155,030
Employee benefits	3,040	2,861	179	2,784
Purchased services	2,240,000	1,961,274	278,726	2,091,290
Supplies and materials	20,000	26,355	(6,355)	11,689
Capital outlay	<u>50,000</u>	<u>15,675</u>	<u>34,325</u>	<u>24,735</u>
Total	<u>2,479,840</u>	<u>2,146,975</u>	<u>332,865</u>	<u>2,285,528</u>

(Continued)

**Community Unit School District 200**  
 General Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Internal services				
Purchased services	\$ -	\$ 3,637	\$ (3,637)	\$ 3,637
Supplies and materials	<u>151,904</u>	<u>114,053</u>	<u>37,851</u>	<u>122,077</u>
Total	<u>151,904</u>	<u>117,690</u>	<u>34,214</u>	<u>125,714</u>
Total business	<u>3,785,037</u>	<u>3,423,272</u>	<u>361,765</u>	<u>3,472,340</u>
Central				
Planning, research, development and evaluation services				
Salaries	58,000	59,157	(1,157)	57,921
Employee benefits	<u>16,600</u>	<u>19,497</u>	<u>(2,897)</u>	<u>21,046</u>
Total	<u>74,600</u>	<u>78,654</u>	<u>(4,054)</u>	<u>78,967</u>
Information services				
Salaries	264,300	267,386	(3,086)	252,687
Employee benefits	67,220	63,788	3,432	64,467
Purchased services	297,750	266,628	31,122	237,990
Supplies and materials	21,700	19,892	1,808	16,265
Capital outlay	750	-	750	-
Other objects	<u>5,500</u>	<u>6,014</u>	<u>(514)</u>	<u>7,165</u>
Total	<u>657,220</u>	<u>623,708</u>	<u>33,512</u>	<u>578,574</u>

(Continued)

**Community Unit School District 200**  
 General Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Staff services				
Salaries	\$ 455,700	\$ 432,484	\$ 23,216	\$ 469,371
Employee benefits	168,340	133,953	34,387	157,637
Purchased services	44,100	33,761	10,339	44,760
Supplies and materials	24,750	38,451	(13,701)	19,999
Capital outlay	1,500	-	1,500	-
Other objects	<u>2,000</u>	<u>1,130</u>	<u>870</u>	<u>2,050</u>
Total	<u>696,390</u>	<u>639,779</u>	<u>56,611</u>	<u>693,817</u>
Data processing services				
Salaries	1,002,795	1,018,108	(15,313)	978,009
Employee benefits	188,930	168,086	20,844	180,553
Purchased services	1,330,875	903,005	427,870	1,859,477
Supplies and materials	694,425	723,526	(29,101)	536,294
Capital outlay	171,000	116,365	54,635	139,949
Termination benefits	<u>6,000</u>	<u>1,501</u>	<u>4,499</u>	<u>10,486</u>
Total	<u>3,394,025</u>	<u>2,930,591</u>	<u>463,434</u>	<u>3,704,768</u>
Total central	<u>4,822,235</u>	<u>4,272,732</u>	<u>549,503</u>	<u>5,056,126</u>
Other supporting services				
Employee benefits	120,000	-	120,000	46,871
Purchased services	1,306,400	1,253,907	52,493	1,418,135
Supplies and materials	<u>500</u>	<u>-</u>	<u>500</u>	<u>-</u>
Total	<u>1,426,900</u>	<u>1,253,907</u>	<u>172,993</u>	<u>1,465,006</u>
Total support services	<u>39,088,623</u>	<u>37,287,373</u>	<u>1,801,250</u>	<u>38,137,509</u>

(Continued)

## Community Unit School District 200

### General Fund

#### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2016

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

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Community services				
Salaries	\$ 591,800	\$ 597,310	\$ (5,510)	\$ 577,183
Employee benefits	72,430	63,342	9,088	66,361
Purchased services	66,193	66,468	(275)	43,035
Supplies and materials	145,956	116,325	29,631	122,388
Capital outlay	20,000	554	19,446	17,033
Total	896,379	843,999	52,380	826,000
Payments to other districts and government units				
Payments for regular programs				
Purchased services	19,000	5,130	13,870	13,624
Other objects	-	12,296	(12,296)	4,182
Total	19,000	17,426	1,574	17,806
Payments for special education programs				
Purchased services	-	2,250	(2,250)	-
Total	-	2,250	(2,250)	-
Other payments to in-state governmental units				
Other objects	-	24,020	(24,020)	1,320
Total	-	24,020	(24,020)	1,320
Payments for special education programs - tuition				
Other objects	800,000	778,292	21,708	819,875
Payments for CTE programs - tuition				
Other objects	790,500	575,077	215,423	731,228

(Continued)

**Community Unit School District 200**  
 General Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Total payments to other districts and other government units	\$ 1,609,500	\$ 1,397,065	\$ 212,435	\$ 1,570,229
Total expenditures	<u>178,867,060</u>	<u>179,487,098</u>	<u>(620,038)</u>	<u>174,737,832</u>
Excess of revenues over expenditures	<u>55,000</u>	<u>1,041,004</u>	<u>986,004</u>	<u>3,149,551</u>
Other financing uses				
Permanent transfer from Working Cash Account - abatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,840,734)</u>
Total other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,840,734)</u>
Net change to fund balance	<u>\$ 55,000</u>	1,041,004	<u>\$ 986,004</u>	(6,691,183)
Fund balance, beginning of year		<u>32,538,411</u>		<u>39,229,594</u>
Fund balance, end of year		<u>\$ 33,579,415</u>		<u>\$ 32,538,411</u>

(Concluded)

**Community Unit School District 200**  
Operations and Maintenance Fund  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 11,470,000	\$ 11,620,083	\$ 150,083	\$ 11,447,196
Interest on investments	25,000	46,467	21,467	30,514
Rentals	157,000	170,288	13,288	182,051
Refund of prior years' expenditures	500	38,769	38,269	14,825
Other	<u>-</u>	<u>150,497</u>	<u>150,497</u>	<u>169,846</u>
Total local sources	<u>11,652,500</u>	<u>12,026,104</u>	<u>373,604</u>	<u>11,844,432</u>
State sources				
General State Aid	130,000	130,000	-	-
Other	<u>300,000</u>	<u>-</u>	<u>(300,000)</u>	<u>-</u>
Total state sources	<u>430,000</u>	<u>130,000</u>	<u>(300,000)</u>	<u>-</u>
Total revenues	<u>12,082,500</u>	<u>12,156,104</u>	<u>73,604</u>	<u>11,844,432</u>

(Continued)

**Community Unit School District 200**  
Operations and Maintenance Fund  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Expenditures				
Support services				
Business				
Facilities acquisition and construction services				
Capital outlay	\$ -	\$ -	\$ -	\$ 18,390
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,390</u>
Operation and maintenance of plant services				
Salaries	2,338,000	2,261,693	76,307	2,270,616
Employee benefits	953,000	950,091	2,909	842,599
Purchased services	4,910,500	4,727,181	183,319	4,926,458
Supplies and materials	3,000,000	2,971,240	28,760	2,779,658
Capital outlay	880,000	455,328	424,672	377,923
Other objects	1,000	1,894	(894)	687
Termination benefits	-	2,355	(2,355)	29,322
Total	<u>12,082,500</u>	<u>11,369,782</u>	<u>712,718</u>	<u>11,227,263</u>
Total business	<u>12,082,500</u>	<u>11,369,782</u>	<u>712,718</u>	<u>11,245,653</u>
Total support services	<u>12,082,500</u>	<u>11,369,782</u>	<u>712,718</u>	<u>11,245,653</u>
Total expenditures	<u>12,082,500</u>	<u>11,369,782</u>	<u>712,718</u>	<u>11,245,653</u>
Excess of revenues over expenditures	<u>-</u>	<u>786,322</u>	<u>786,322</u>	<u>598,779</u>

(Continued)



**Community Unit School District 200**  
Operations and Maintenance Fund  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016			2015 Actual
	Original Final Budget	Actual	Variance From Final Budget	
Other financing sources (uses)				
Permanent transfer from Working Cash Fund - abatement	\$ -	\$ -	\$ -	\$ 9,840,734
Permanent transfer	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,840,734)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	786,322	<u>\$ 786,322</u>	598,779
Fund balance, beginning of year		<u>12,702,917</u>		<u>12,104,138</u>
Fund balance, end of year		<u>\$ 13,489,239</u>		<u>\$ 12,702,917</u>

(Concluded)

**Community Unit School District 200**  
Transportation Fund  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 4,720,000	\$ 4,747,981	\$ 27,981	\$ 4,314,706
Special education transportation fees from other districts	170,000	232,469	62,469	173,140
Interest on investments	2,500	3,269	769	2,796
Other	<u>11,000</u>	<u>10,729</u>	<u>(271)</u>	<u>11,123</u>
Total local sources	<u>4,903,500</u>	<u>4,994,448</u>	<u>90,948</u>	<u>4,501,765</u>
<b>State sources</b>				
General State Aid	-	-	-	150,000
Transportation - Regular/Vocational	200,000	322,837	122,837	213,284
Transportation - Special Education	<u>3,250,000</u>	<u>2,393,829</u>	<u>(856,171)</u>	<u>3,218,616</u>
Total state sources	<u>3,450,000</u>	<u>2,716,666</u>	<u>(733,334)</u>	<u>3,581,900</u>
Total revenues	<u>8,353,500</u>	<u>7,711,114</u>	<u>(642,386)</u>	<u>8,083,665</u>

(Continued)

**Community Unit School District 200**  
Transportation Fund  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Expenditures				
Support services				
Business				
Pupil transportation services				
Salaries	\$ 75,000	\$ 66,322	\$ 8,678	\$ 75,256
Employee benefits	26,200	19,092	7,108	19,468
Purchased services	7,926,300	7,876,239	50,061	7,806,909
Supplies and materials	1,000	1,251	(251)	1,473
Other objects	<u>325,000</u>	<u>4,213</u>	<u>320,787</u>	<u>197,360</u>
Total support services	<u>8,353,500</u>	<u>7,967,117</u>	<u>386,383</u>	<u>8,100,466</u>
Total expenditures	<u>8,353,500</u>	<u>7,967,117</u>	<u>386,383</u>	<u>8,100,466</u>
Deficiency of revenues over expenditures	<u>\$ -</u>	<u>(256,003)</u>	<u>\$ (256,003)</u>	<u>(16,801)</u>
Fund balance, beginning of year		<u>441,953</u>		<u>458,754</u>
Fund balance, end of year		<u>\$ 185,950</u>		<u>\$ 441,953</u>

(Concluded)

**Community Unit School District 200**  
Municipal Retirement / Social Security Fund  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016			2015 Actual
	Original Final Budget	Actual	Variance From Final Budget	
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 895,000	\$ 892,788	\$ (2,212)	\$ 900,824
Social security/Medicare only levy	2,590,000	2,605,031	15,031	2,706,586
Corporate personal property replacement taxes	275,000	275,000	-	275,000
Interest on investments	<u>500</u>	<u>1,064</u>	<u>564</u>	<u>613</u>
Total local sources	<u>3,760,500</u>	<u>3,773,883</u>	<u>13,383</u>	<u>3,883,023</u>
Total revenues	<u>3,760,500</u>	<u>3,773,883</u>	<u>13,383</u>	<u>3,883,023</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Regular programs	705,690	725,447	(19,757)	737,164
Pre-K programs	2,620	3,370	(750)	2,762
Special education programs	1,174,080	1,124,833	49,247	1,154,731
Special education programs pre-K	72,690	133,086	(60,396)	71,725
Vocational educational programs	17,520	20,190	(2,670)	18,502
Interscholastic programs	41,150	44,902	(3,752)	42,791
Summer school programs	22,480	23,654	(1,174)	21,390
Gifted programs	11,070	11,657	(587)	11,676
Drivers education programs	5,260	5,710	(450)	5,544
Bilingual programs	<u>57,830</u>	<u>59,372</u>	<u>(1,542)</u>	<u>60,534</u>
Total instruction	<u>2,110,390</u>	<u>2,152,221</u>	<u>(41,831)</u>	<u>2,126,819</u>

(Continued)

**Community Unit School District 200**  
Municipal Retirement / Social Security Fund  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016			2015 Actual
	Original Final Budget	Actual	Variance From Final Budget	
Support services				
Pupils				
Attendance and social work services	\$ 28,180	\$ 30,022	\$ (1,842)	\$ 29,705
Guidance services	27,050	29,213	(2,163)	28,522
Health services	104,280	109,152	(4,872)	102,837
Psychological services	29,110	29,780	(670)	30,707
Speech pathology and audiology services	29,600	31,869	(2,269)	31,134
Other support services -pupils	<u>1,195</u>	<u>61,919</u>	<u>(60,724)</u>	<u>1,175</u>
Total pupils	<u>219,415</u>	<u>291,955</u>	<u>(72,540)</u>	<u>224,080</u>
Instructional staff				
Improvement of instruction services	53,870	53,421	449	53,935
Educational media services	28,900	30,859	(1,959)	29,693
Assessment and testing	<u>355</u>	<u>315</u>	<u>40</u>	<u>339</u>
Total instructional staff	<u>83,125</u>	<u>84,595</u>	<u>(1,470)</u>	<u>83,967</u>
General administration				
Executive administration services	8,540	9,204	(664)	8,695
Special area administrative services	<u>81,110</u>	<u>12,146</u>	<u>68,964</u>	<u>79,789</u>
Total general administration	<u>89,650</u>	<u>21,350</u>	<u>68,300</u>	<u>88,484</u>

(Continued)

**Community Unit School District 200**  
Municipal Retirement / Social Security Fund  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016			2015 Actual
	Original Final Budget	Actual	Variance From Final Budget	
<b>School administration</b>				
Office of the principal services	\$ 461,290	\$ 456,999	\$ 4,291	\$ 455,649
Total school administration	<u>461,290</u>	<u>456,999</u>	<u>4,291</u>	<u>455,649</u>
<b>Business</b>				
Direction of business support services	55,540	54,413	1,127	54,521
Fiscal services	7,640	7,755	(115)	7,660
Operation and maintenance of plant services	381,205	366,985	14,220	372,836
Pupil transportation services	4,580	4,810	(230)	4,525
Food services	<u>14,600</u>	<u>12,747</u>	<u>1,853</u>	<u>14,544</u>
Total business	<u>463,565</u>	<u>446,710</u>	<u>16,855</u>	<u>454,086</u>
<b>Central</b>				
Planning, research, development and evaluation services	780	839	(59)	823
Information services	12,350	13,275	(925)	12,327
Staff services	61,690	58,289	3,401	60,554
Data processing services	<u>163,870</u>	<u>163,025</u>	<u>845</u>	<u>159,856</u>
Total central	<u>238,690</u>	<u>235,428</u>	<u>3,262</u>	<u>233,560</u>
Other support services	<u>-</u>	<u>307</u>	<u>(307)</u>	<u>297</u>
Total support services	<u>1,555,735</u>	<u>1,537,344</u>	<u>18,391</u>	<u>1,540,123</u>

(Continued)

**Community Unit School District 200**  
Municipal Retirement / Social Security Fund  
**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016			2015 Actual
	Original Final Budget	Actual	Variance From Final Budget	
Community services	\$ 94,375	\$ 94,803	\$ (428)	\$ 92,382
Total expenditures	<u>3,760,500</u>	<u>3,784,368</u>	<u>(23,868)</u>	<u>3,759,324</u>
Excess of revenues over expenditures	<u>\$ -</u>	(10,485)	<u>\$ (10,485)</u>	123,699
Fund balance, beginning of year		<u>206,425</u>		<u>82,726</u>
Fund balance, end of year		<u>\$ 195,940</u>		<u>\$ 206,425</u>

(Concluded)

# Community Unit School District 200

Notes to the Required Supplementary Information

June 30, 2016

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## 1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

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

- a) 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.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy resolution is filed with the county clerk to obtain tax revenues.
- d) Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements are as originally adopted by the Board of Education on September 16, 2015.
- g) All budgets lapse at the end of the fiscal year.

## 2. EXPENDITURES IN EXCESS OF BUDGETS

The following funds had expenditures in excess of budgets at June 30, 2016:

<u>Fund</u>	<u>Amount</u>
General	\$ 620,038
Municipal Retirement/Social Security	23,868
Capital Projects	15,157

The expenditures in excess of budget in the General Fund is a result of higher than anticipated on-behalf payments to TRS from the state of Illinois.



# Community Unit School District 200

Notes to the Required Supplementary Information  
June 30, 2016

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### 3. TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

#### Changes of Assumptions

Amounts reported in 2015 reflect an investment rate of return of 7.50 percent, an inflation rate of 3.00 percent and real return of 4.50 percent, and salary increases that vary by service credit. In 2014, assumptions used were an investment rate of return of 7.50 percent, an inflation rate of 3.00 percent and real return of 4.50 percent, and salary increases of 5.75 percent.

### 4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2015 IMRF 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.

**Community Unit School District 200**  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
June 30, 2016

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4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2015 IMRF CONTRIBUTION RATE\* (Continued)

**Methods and Assumptions Used to Determine the 2015 Contribution Rate:**

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular members): 28-year closed period until remaining period reaches 15 years (then 15-year rolling period). Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset Valuation Method	SLEP supplemental liabilities attributable to Pubic Act 94-712 were financed over 23 years for most employers (two employers were financed over 32 years)
Wage Growth	5-year smoothed market; 20% corridor
Price Inflation	4.00%
Salary Increases	3.0% - approximate; no explicit price inflation assumption is used in this valuation.
Investment Rate of Return	4.40% to 16.00%, including inflation
Retirement Age	7.50%
Mortality	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, 2014 actuarial valuation.

**SUPPLEMENTARY FINANCIAL INFORMATION**

# Community Unit School District 200

General Fund

## COMBINING BALANCE SHEET

June 30, 2016

	Educational Account	Working Cash Account	Total
<b>ASSETS</b>			
Cash and investments	\$ 9,446,036	\$ 27,156,610	\$ 36,602,646
Receivables (net of allowance for uncollectibles):			
Property taxes	52,656,657	-	52,656,657
Replacement taxes	369,278	-	369,278
Intergovernmental	<u>2,628,598</u>	<u>-</u>	<u>2,628,598</u>
Total assets	<u>\$ 65,100,569</u>	<u>\$ 27,156,610</u>	<u>\$ 92,257,179</u>
<b>LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 1,854,189	\$ -	\$ 1,854,189
Salaries and wages payable	146,989	-	146,989
Payroll deductions payable	294,580	-	294,580
Claims payable	566,535	-	566,535
Due to other governments	260,877	-	260,877
Unearned revenue	<u>1,233,220</u>	<u>-</u>	<u>1,233,220</u>
Total liabilities	<u>4,356,390</u>	<u>-</u>	<u>4,356,390</u>
<b>DEFERRED INFLOWS</b>			
Unavailable grant revenue	1,664,717	-	1,664,717
Property taxes levied for a future period	<u>52,656,657</u>	<u>-</u>	<u>52,656,657</u>
Total deferred inflows	<u>54,321,374</u>	<u>-</u>	<u>54,321,374</u>
<b>FUND BALANCES</b>			
Unassigned	<u>6,422,805</u>	<u>27,156,610</u>	<u>33,579,415</u>
Total fund balance	<u>6,422,805</u>	<u>27,156,610</u>	<u>33,579,415</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 65,100,569</u>	<u>\$ 27,156,610</u>	<u>\$ 92,257,179</u>

# Community Unit School District 200

## General Fund

### COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES For the Year Ended June 30, 2016

	Educational Account	Working Cash Account	Total
<b>Revenues</b>			
Property taxes	\$ 106,210,478	\$ -	\$ 106,210,478
Replacement taxes	1,515,110	-	1,515,110
State aid	58,725,921	-	58,725,921
Federal aid	7,861,493	-	7,861,493
Interest	25,313	48,245	73,558
Other	6,141,542	-	6,141,542
<b>Total revenues</b>	<b>180,479,857</b>	<b>48,245</b>	<b>180,528,102</b>
<b>Expenditures</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular programs	57,793,645	-	57,793,645
Special programs	24,416,445	-	24,416,445
Other instructional programs	10,873,804	-	10,873,804
State retirement contributions	46,752,079	-	46,752,079
<b>Support services:</b>			
Pupils	12,826,423	-	12,826,423
Instructional staff	4,382,392	-	4,382,392
General administration	1,876,934	-	1,876,934
School administration	9,167,600	-	9,167,600
Business	3,108,974	-	3,108,974
Transportation	49,052	-	49,052
Operations and maintenance	247,565	-	247,565
Central	4,156,367	-	4,156,367
Other supporting services	1,253,907	-	1,253,907
Community services	843,445	-	843,445
Nonprogrammed charges	1,397,065	-	1,397,065
Capital outlay	341,401	-	341,401
<b>Total expenditures</b>	<b>179,487,098</b>	<b>-</b>	<b>179,487,098</b>
<b>Excess of revenues over expenditures</b>	<b>992,759</b>	<b>48,245</b>	<b>1,041,004</b>
<b>Fund balance, beginning of year</b>	<b>5,430,046</b>	<b>27,108,365</b>	<b>32,538,411</b>
<b>Fund balance, end of year</b>	<b>\$ 6,422,805</b>	<b>\$ 27,156,610</b>	<b>\$ 33,579,415</b>

**Community Unit School District 200**  
Debt Service Fund  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 18,325,500	\$ 18,514,275	\$ 188,775	\$ 17,762,108
Interest on investments	<u>16,000</u>	<u>13,601</u>	<u>(2,399)</u>	<u>16,519</u>
Total local sources	<u>18,341,500</u>	<u>18,527,876</u>	<u>186,376</u>	<u>17,778,627</u>
Total revenues	<u>18,341,500</u>	<u>18,527,876</u>	<u>186,376</u>	<u>17,778,627</u>
Expenditures				
Bonds - interest	<u>7,818,850</u>	<u>7,334,544</u>	<u>484,306</u>	<u>8,023,295</u>
Total debt service - interest	<u>7,818,850</u>	<u>7,334,544</u>	<u>484,306</u>	<u>8,023,295</u>
Principal payments on long-term debt	<u>10,505,000</u>	<u>10,977,523</u>	<u>(472,523)</u>	<u>9,513,484</u>
Other debt service				
Other objects	<u>49,620</u>	<u>54,395</u>	<u>(4,775)</u>	<u>6,275</u>
Total	<u>49,620</u>	<u>54,395</u>	<u>(4,775)</u>	<u>6,275</u>
Total debt service	<u>18,373,470</u>	<u>18,366,462</u>	<u>7,008</u>	<u>17,543,054</u>
Total expenditures	<u>18,373,470</u>	<u>18,366,462</u>	<u>7,008</u>	<u>17,543,054</u>
Excess (deficiency) of revenues over expenditures	<u>(31,970)</u>	<u>161,414</u>	<u>193,384</u>	<u>235,573</u>

(Continued)

**Community Unit School District 200**  
Debt Service Fund  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2016  
With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016		Variance From Final Budget	2015 Actual
	Original Final Budget	Actual		
Other financing sources (uses)				
Debt issuances	\$ 6,140,000	\$ 6,140,000	\$ -	\$ -
Deposit with escrow agent	<u>(6,088,500)</u>	<u>(6,088,500)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>51,500</u>	<u>51,500</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 19,530</u>	212,914	<u>\$ 193,384</u>	235,573
Fund balance, beginning of year		<u>11,104,938</u>		<u>10,869,365</u>
Fund balance, end of year		<u>\$ 11,317,852</u>		<u>\$ 11,104,938</u>

(Concluded)

**Community Unit School District 200**  
 Capital Projects Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016			2015 Actual
	Original Final Budget	Actual	Variance From Final Budget	
<b>Revenues</b>				
<b>Local sources</b>				
Interest on investments	\$ 1,000	\$ 289	\$ (711)	\$ 3,856
Impact fees from municipal or county governments	<u>310,000</u>	<u>352,073</u>	<u>42,073</u>	<u>-</u>
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,846</u>
Total local sources	<u>311,000</u>	<u>352,362</u>	<u>41,362</u>	<u>21,702</u>
Total revenues	<u>311,000</u>	<u>352,362</u>	<u>41,362</u>	<u>21,702</u>
<b>Expenditures</b>				
<b>Support services</b>				
Purchased services	-	-	-	11,433
Supplies and materials	-	-	-	17,278
Capital outlay	<u>810,000</u>	<u>825,157</u>	<u>(15,157)</u>	<u>6,301,724</u>
Total support services	<u>810,000</u>	<u>825,157</u>	<u>(15,157)</u>	<u>6,330,435</u>
Total expenditures	<u>810,000</u>	<u>825,157</u>	<u>(15,157)</u>	<u>6,330,435</u>
Excess (deficiency) of revenues over expenditures	<u>(499,000)</u>	<u>(472,795)</u>	<u>26,205</u>	<u>(6,308,733)</u>

(Continued)



**Community Unit School District 200**  
 Capital Projects Fund  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2016  
 With Comparative Actual Amounts for the Year Ended June 30, 2015

	2016			2015 Actual
	Original Final Budget	Actual	Variance From Final Budget	
Other financing sources				
Permanent transfer from Operations and Maintenance Fund	\$ -	\$ -	\$ -	\$ 9,840,734
Total other financing sources	-	-	-	9,840,734
Net change in fund balance	<u>\$ (499,000)</u>	(472,795)	<u>\$ 26,205</u>	3,532,001
Fund balance (deficit), beginning of year		<u>491,016</u>		<u>(3,040,985)</u>
Fund balance, end of year		<u>\$ 18,221</u>		<u>\$ 491,016</u>

(Concluded)

**Community Unit School District 200**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUND - ACTIVITY FUNDS**  
Year Ended June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
<b>Assets</b>				
Cash and investments	\$ 1,289,836	\$ 3,939,782	\$ 3,941,304	\$ 1,288,314
<b>Liabilities</b>				
Due to student groups				
Edison Middle School	\$ 60,291	\$ 133,773	\$ 140,277	\$ 53,787
Franklin Middle School	59,586	137,764	146,832	50,518
Hubble Middle School	99,309	125,803	132,107	93,005
Monroe Middle School	55,369	267,512	267,698	55,183
Wheaton-Warrenville South High School	717,028	1,693,302	1,629,740	780,590
Wheaton North High School	298,253	1,581,628	1,624,650	255,231
Total liabilities	\$ 1,289,836	\$ 3,939,782	\$ 3,941,304	\$ 1,288,314

**OTHER SUPPLEMENTARY INFORMATION**  
**(Unaudited)**

**Community Unit School District 200**  
**PROPERTY TAX RATES - LEVIES AND COLLECTIONS**  
**LAST FIVE TAX LEVY YEARS**

	2015	2014	2013	2012	2011
Winfield Township	\$ 337,497,254	\$ 325,021,334	\$ 335,785,388	\$ 370,590,973	\$ 402,964,547
Milton Township	2,357,586,958	2,286,668,990	2,308,313,586	2,403,144,490	2,559,226,713
Naperville Township	52,732,460	50,162,508	49,176,488	49,092,309	52,891,978
Assessed valuation	\$2,747,816,672	\$2,661,852,832	\$2,693,275,462	\$2,822,827,772	\$3,015,083,238
<b>Rates Extended</b>					
Educational	3.8100	3.8900	3.7834	3.5900	3.2494
Special Education	0.0900	0.0714	0.0600	0.0300	0.0201
Operations and Maintenance	0.4300	0.4300	0.4300	0.3900	0.3477
Debt Service	0.6843	0.6860	0.6488	0.5970	0.5467
Transportation	0.1770	0.1744	0.1500	0.1400	0.1173
Municipal Retirement	0.0360	0.0300	0.0376	0.0200	0.0246
Social Security	0.0835	0.1097	0.0938	0.0804	0.0754
Total rates extended	5.3108	5.3915	5.2036	4.8474	4.3812
<b>Levies Extended</b>					
Educational	\$ 104,691,815	\$ 103,546,075	\$ 102,124,570	\$ 101,339,517	\$ 97,972,115
Special Education	2,473,035	1,900,563	1,747,492	846,848	606,032
Operations and Maintenance	11,815,612	11,445,967	11,447,196	11,009,028	10,483,444
Debt Service	18,803,309	18,260,311	17,762,108	16,852,282	16,483,460
Transportation	4,863,636	4,642,271	4,039,913	3,951,959	3,536,693
Municipal Retirement	989,214	798,556	1,012,672	564,566	741,710
Social Security	2,294,427	2,920,053	2,526,292	2,269,554	2,273,373
Total levies extended	\$ 145,931,048	\$ 143,513,796	\$ 140,660,243	\$ 136,833,754	\$ 132,096,827
Total Collections	\$ 72,766,871	\$ 142,498,376	\$ 139,271,693	\$ 136,334,342	\$ 131,279,843
Percentage of extensions collected	49.86%	99.29%	99.01%	99.64%	99.38%

Note: Tax Rates are expressed in dollars per \$100 of assessed valuation.

N/A - not available

**Community Unit School District 200**  
**OPERATING COSTS AND TUITION CHARGE**  
June 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<b>Operating costs per pupil</b>		
Average Daily Attendance (ADA):	<u>11,772.63</u>	<u>11,974.90</u>
Operating costs:		
Educational	\$ 132,735,019	\$ 130,867,752
Operations and Maintenance	11,369,782	11,245,653
Debt Service	18,366,462	17,543,054
Transportation	7,967,117	8,100,466
Municipal Retirement/Social Security	<u>3,784,368</u>	<u>3,759,324</u>
Subtotal	<u>174,222,748</u>	<u>171,516,249</u>
Less Revenues/Expenditures of Nonregular Programs:		
Tuition	5,408,984	5,058,281
Pre-K programs	2,092,956	1,596,860
Summer school	534,054	434,795
Capital Outlay	796,729	946,444
Non-capitalized equipment	5,222	11,997
Debt Principal Retired	10,977,523	9,513,484
Community services	938,248	901,349
Payments to other districts and governmental units	<u>1,629,534</u>	<u>1,743,369</u>
Subtotal	<u>22,383,250</u>	<u>20,206,579</u>
Operating costs	<u>\$ 151,839,498</u>	<u>\$ 151,309,670</u>
Operating costs per pupil - based on ADA	<u>\$ 12,898</u>	<u>\$ 12,636</u>
<b>Tuition Charge</b>		
Operating costs	\$ 151,839,498	\$ 151,309,670
Less - revenues from specific programs, such as special education or lunch programs	<u>20,373,364</u>	<u>23,115,923</u>
Net operating costs	131,466,134	128,193,747
Depreciation allowance	<u>8,677,704</u>	<u>8,595,324</u>
Allowance tuition costs	<u>\$ 140,143,838</u>	<u>\$ 136,789,071</u>
Tuition charge per pupil - based on ADA	<u>\$ 11,904</u>	<u>\$ 11,423</u>

Source of information: Annual Financial Reports

**Community Unit School District 200**  
**BONDS PAYABLE BY YEAR OF PAYMENT**  
June 30, 2016

Maturing During Year Ending June 30,	Total Debt Service Required	Interest Payable	Total Principal Payable	May 15, 2003 A	September 1, 2004 A	April 1, 2005	February 1, 2006
2017	\$ 18,615,393	\$ 6,895,393	\$ 11,720,000	-	-	-	\$ 1,230,000
2018	19,635,202	6,435,202	13,200,000	-	-	-	1,125,000
2019	20,550,165	5,890,165	14,660,000	-	-	-	4,640,000
2020	23,360,175	5,210,175	18,150,000	-	-	-	7,005,000
2021	26,090,378	4,355,378	21,735,000	-	-	-	7,565,000
2022	27,398,817	3,368,817	24,030,000	-	-	-	7,905,000
2023	24,781,676	2,336,676	22,445,000	-	-	-	6,625,000
2024	31,236,438	1,066,438	30,170,000	-	-	-	-
2025	7,177,250	152,250	7,025,000	-	-	-	-
<b>Total</b>	<b>\$ 198,845,494</b>	<b>\$ 35,710,494</b>	<b>\$ 163,135,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>\$ 36,095,000</b>
Balance outstanding at June 30, 2015			\$ 173,690,000	\$ 400,000	\$ 1,600,000	\$ 8,390,000	\$ 37,225,000
Issued during the year ended June 30, 2016			6,140,000	-	-	-	-
Retired during the year ended June 30, 2016			(10,755,000)	(400,000)	(1,600,000)	(2,450,000)	(1,130,000)
Defeased during the year ended, June 30, 2016			(5,940,000)	-	-	(5,940,000)	-
Balance outstanding at June 30, 2016			<u>\$ 163,135,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 36,095,000</u>
Interest paid during the year ended June 30, 2016			<u>\$ 7,318,726</u>	<u>\$ 8,000</u>	<u>\$ 40,000</u>	<u>\$ 61,250</u>	<u>\$ 1,533,383</u>
Interest rate				2.00 to 4.50%	2.00 to 5.00%	5.00%	4.00 to 4.25%
Payment dates							
Principal				November 1	October 1	November 1	November 1
Interest				May 1 and November 1	April 1 and October 1	May 1 and November 1	May 1 and November 1
Purpose of issue				Refunding	Refunding	Refunding	Refunding
Original amount of issue				<u>\$ 1,715,000</u>	<u>\$ 17,665,000</u>	<u>\$ 15,285,000</u>	<u>\$ 41,665,000</u>

March 31, 2008 A	May 1, 2009 A	May 1, 2009 B	May 1, 2009 C	May 1, 2009 D	May 9, 2012	March 26, 2014	August 4, 2015
\$ 4,405,000	\$ 2,745,000	\$ -	\$ 595,000	\$ -	\$ -	\$ -	\$ 2,745,000
6,490,000	2,875,000	-	925,000	-	-	-	1,785,000
5,410,000	895,000	2,115,000	-	-	240,000	-	1,360,000
5,250,000	-	3,050,000	775,000	-	2,070,000	-	-
7,245,000	-	-	2,940,000	-	2,190,000	1,795,000	-
12,030,000	-	-	-	-	2,245,000	1,850,000	-
-	-	-	-	11,215,000	2,700,000	1,905,000	-
-	-	-	-	27,300,000	905,000	1,965,000	-
-	-	-	-	5,000,000	-	2,025,000	-
<u>\$ 40,830,000</u>	<u>\$ 6,515,000</u>	<u>\$ 5,165,000</u>	<u>\$ 5,235,000</u>	<u>\$ 43,515,000</u>	<u>\$ 10,350,000</u>	<u>\$ 9,540,000</u>	<u>\$ 5,890,000</u>
\$ 41,645,000	\$ 8,740,000	\$ 5,165,000	\$ 7,120,000	\$ 43,515,000	\$ 10,350,000	\$ 9,540,000	\$ -
-	-	-	-	-	-	-	6,140,000
(815,000)	(2,225,000)	-	(1,885,000)	-	-	-	(250,000)
-	-	-	-	-	-	-	-
<u>\$ 40,830,000</u>	<u>\$ 6,515,000</u>	<u>\$ 5,165,000</u>	<u>\$ 5,235,000</u>	<u>\$ 43,515,000</u>	<u>\$ 10,350,000</u>	<u>\$ 9,540,000</u>	<u>\$ 5,890,000</u>
<u>\$ 1,877,906</u>	<u>\$ 354,329</u>	<u>\$ 237,100</u>	<u>\$ 309,051</u>	<u>\$ 2,265,788</u>	<u>\$ 301,603</u>	<u>\$ 286,200</u>	<u>\$ 44,116</u>
3.75 to 5.00%	4.15 to 5.00%	4.00 to 5.00%	2.90 to 5.45%	4.87 to 5.25%	0.50 to 3.50%	3.00%	0.48 to 1.34%
October 1	October 1	October 1	October 1	October 1	November 1	October 1	November 1
April 1 and October 1	April 1 and October 1	April 1 and October 1	April 1 and October 1	April 1 and October 1	May 1 and November 1	April 1 and October 1	May 1 and November 1
Refunding and Building	Refunding and Working Cash	Refunding and Working Cash	Refunding	Refunding and Working Cash	Refunding and Building	Working Cash	Refunding
<u>\$ 71,585,000</u>	<u>\$ 8,740,000</u>	<u>\$ 5,165,000</u>	<u>\$ 8,130,000</u>	<u>\$ 43,515,000</u>	<u>\$ 10,555,000</u>	<u>\$ 9,540,000</u>	<u>\$ 6,140,000</u>

**Community Unit School District 200**  
**PRESENTATION OF FUNDS ON A TAX LEVY YEAR BASIS**  
For the year ended June 30, 2016

Fund	July 1, 2015 Balance	(-) FY 15 Early Taxes	July 1, 2014 Balance	(+) 2015-2016 Revenues
General	\$ 32,538,411	\$ 52,196,085	\$ (19,657,674)	\$ 180,067,530
Operations and Maintenance	12,702,917	5,665,753	7,037,164	12,016,122
Debt Service	11,104,938	9,038,854	2,066,084	18,327,512
Transportation	441,953	2,297,923	(1,855,970)	7,619,234
IMRF	206,425	1,840,712	(1,634,287)	4,001,140
Capital Projects	491,016	-	491,016	352,362
	<u>\$ 57,485,660</u>	<u>\$ 71,039,327</u>	<u>\$ (13,553,667)</u>	<u>\$ 222,383,900</u>



Tax Levy Year Basis				
(-)	Net Other	June 30, 2016	(+)	June 30, 2016
2015-2016	Financing	Balance	FY 16	Balance
Expenditures	Sources / (Uses)	Balance	Early Taxes	Balance
\$ 179,487,098	\$ -	\$ (19,077,242)	\$ 52,656,657	\$ 33,579,415
11,369,782	-	7,683,504	5,805,735	13,489,239
18,366,462	51,500	2,078,634	9,239,218	11,317,852
7,967,117	-	(2,203,853)	2,389,803	185,950
3,784,368	-	(1,417,515)	1,613,455	195,940
825,157	-	18,221	-	18,221
<u>\$ 221,799,984</u>	<u>\$ 51,500</u>	<u>\$ (12,918,251)</u>	<u>\$ 71,704,868</u>	<u>\$ 58,786,617</u>

**Community Unit School District 200**  
**GENERAL AND SPECIAL REVENUE FUNDS BY SOURCE**  
**LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>Local Sources</b>				
Property taxes	\$ 126,076,361	\$ 123,241,374	\$ 120,888,188	\$ 117,075,815
Replacement taxes	1,790,110	2,240,322	2,083,125	2,059,198
Tuition *	265,140	258,402	2,486,335	2,525,160
Interest on investments	124,358	105,096	72,881	98,839
Other local revenue	<u>6,479,154</u>	<u>6,645,195</u>	<u>4,119,585</u>	<u>4,028,804</u>
<b>Total local sources</b>	<u>134,735,123</u>	<u>132,490,389</u>	<u>129,650,114</u>	<u>125,787,816</u>
<b>State sources</b>				
General state aid	6,535,138	6,345,676	6,446,835	6,320,387
Other state aid	<u>8,285,370</u>	<u>11,346,962</u>	<u>10,879,615</u>	<u>13,336,044</u>
<b>Total state sources</b>	<u>14,820,508</u>	<u>17,692,638</u>	<u>17,326,450</u>	<u>19,656,431</u>
<b>Federal sources</b>				
Restricted grants	<u>7,861,493</u>	<u>7,645,396</u>	<u>7,210,349</u>	<u>8,660,570</u>
<b>Total federal sources</b>	<u>7,861,493</u>	<u>7,645,396</u>	<u>7,210,349</u>	<u>8,660,570</u>
<b>Total</b>	<u>\$ 157,417,124</u>	<u>\$ 157,828,423</u>	<u>\$ 154,186,913</u>	<u>\$ 154,104,817</u>

Note: Excludes On-behalf payments.

\* Fiscal year 2014 and prior tuition amounts included textbook rentals as part of tuition, which has been included as part of other local revenue for fiscal year 2015 and fiscal year 2016.

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$	114,253,752	\$ 109,910,166	\$ 106,673,435	\$ 103,438,681	\$ 99,019,624	\$ 95,561,723
	2,015,376	2,190,795	1,689,362	2,088,229	2,387,176	2,232,313
	2,257,463	1,987,946	1,777,035	1,839,884	1,826,644	1,868,120
	81,175	111,257	129,701	751,598	1,634,383	1,933,685
	<u>4,118,727</u>	<u>3,924,304</u>	<u>4,531,904</u>	<u>4,634,886</u>	<u>4,320,830</u>	<u>4,534,469</u>
	<u>122,726,493</u>	<u>118,124,468</u>	<u>114,801,437</u>	<u>112,753,278</u>	<u>109,188,657</u>	<u>106,130,310</u>
	6,439,609	6,558,772	6,191,301	7,028,450	9,636,410	9,068,319
	<u>25,789,591</u>	<u>11,150,208</u>	<u>8,643,002</u>	<u>13,989,069</u>	<u>13,544,472</u>	<u>12,340,992</u>
	<u>32,229,200</u>	<u>17,708,980</u>	<u>14,834,303</u>	<u>21,017,519</u>	<u>23,180,882</u>	<u>21,409,311</u>
	<u>6,706,798</u>	<u>9,284,783</u>	<u>8,820,957</u>	<u>8,799,625</u>	<u>6,357,884</u>	<u>5,955,083</u>
	<u>6,706,798</u>	<u>9,284,783</u>	<u>8,820,957</u>	<u>8,799,625</u>	<u>6,357,884</u>	<u>5,955,083</u>
\$	<u><u>161,662,491</u></u>	<u><u>145,118,231</u></u>	<u><u>138,456,697</u></u>	<u><u>142,570,422</u></u>	<u><u>138,727,423</u></u>	<u><u>133,494,704</u></u>

**Community Unit School District 200**  
**EXPENDITURES BY OBJECT - GENERAL AND SPECIAL REVENUE FUNDS**  
**LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>Educational and Operations and Maintenance Funds</b>				
Salaries and employee benefits	\$ 118,189,789	\$ 115,654,713	\$ 117,962,263	\$ 114,304,725
Purchased services and supplies	18,178,980	18,573,799	18,429,977	17,851,367
Tuition	6,762,353	6,609,384	5,990,025	5,145,445
All other expenditures	973,679	1,275,509	1,479,893	2,627,807
<b>Total</b>	<u>144,104,801</u>	<u>142,113,405</u>	<u>143,862,158</u>	<u>139,929,344</u>
<b>Transportation and Illinois Municipal Retirement/ Social Security Funds</b>				
Salaries and employee benefits	3,866,707	3,854,048	3,966,902	3,885,469
Purchased services and supplies	7,880,565	7,808,382	7,640,456	7,594,325
All other expenditures	4,213	197,360	406,079	375,024
<b>Total</b>	<u>11,751,485</u>	<u>11,859,790</u>	<u>12,013,437</u>	<u>11,854,818</u>
<b>Total expenditures</b>	<u>\$ 155,856,286</u>	<u>\$ 153,973,195</u>	<u>\$ 155,875,595</u>	<u>\$ 151,784,162</u>

Note: Excludes On-behalf payments.

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$	112,184,267	\$ 109,640,331	\$ 114,029,167	\$ 113,559,473	\$ 106,800,046	\$ 102,346,950
	17,609,561	15,708,670	17,369,075	19,067,184	16,864,796	16,802,127
	4,657,290	4,691,197	4,890,334	5,062,367	5,154,253	4,811,291
	4,556,783	2,054,415	1,320,603	1,342,529	1,508,131	2,358,410
	<u>139,007,901</u>	<u>132,094,613</u>	<u>137,609,179</u>	<u>139,031,553</u>	<u>130,327,226</u>	<u>126,318,778</u>
	3,751,873	3,508,155	3,537,810	3,508,209	3,414,106	3,300,037
	7,357,463	7,199,279	7,214,015	7,423,677	7,290,309	6,860,841
	392,605	335,706	246,348	141,470	769,761	448,303
	<u>11,501,941</u>	<u>11,043,140</u>	<u>10,998,173</u>	<u>11,073,356</u>	<u>11,474,176</u>	<u>10,609,181</u>
\$	<u><u>150,509,842</u></u>	<u><u>143,137,753</u></u>	<u><u>148,607,352</u></u>	<u><u>150,104,909</u></u>	<u><u>141,801,402</u></u>	<u><u>136,927,959</u></u>