

Community Unit School District No. 201

Westmont, Illinois

Comprehensive Annual Financial Report
For the Fiscal Year Ended
June 30, 2017



Comprehensive Annual Financial Report

of

**Community Unit School
District No. 201**

Westmont, Illinois

For the Fiscal Year Ended June 30, 2017

Official Issuing Report

Kimberly Anderson, Business Manager / CSBO

Department Issuing Report

Business Office

Community Unit School District No. 201
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2017

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(Concluded)

INTRODUCTORY SECTION (UNAUDITED)



Community Unit School District 201

Serving families of Westmont, Clarendon Hills and Downers Grove since 1972

October 16, 2017

Citizens of Community Unit School District 201
President and Members of the Board of Education
Community Unit School District No. 201
133 S. Grant
Westmont, Illinois 60559

The Comprehensive Annual Financial Report of Community Unit School District 201 (the "District") for the fiscal year ended June 30, 2017 is submitted herewith. This report was prepared by the District's Business Office. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation including all disclosures rests with the District. We believe the data as presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

Basis of Accounting and Reporting

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The introductory section includes the table of contents, a list of principal officers and officials, the District's organizational chart, and this transmittal letter. The financial section begins with the Independent Auditor's Report and includes Management's Discussion and Analysis, the Basic Financial Statements, and Notes to the Financial Statements that provide an overview of the District's financial position and operating results, Required Supplementary Information, the Combining Balance Sheet and Schedule of Revenues, Expenditures, and Changes in Fund Balance for the General Fund, and other schedules that provide detailed information relative to the Basic Financial Statements. The Statistical Section includes a number of tables of unaudited data depicting the financial history of the District, demographics, and the fiscal capacity of the District.

Community Unit School District No. 201 is required to undergo an annual single audit performed by an independent auditor in conformity with the provisions of the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including the schedule of expenditures of federal awards, findings and recommendations, and reports of the internal control structure and compliance with applicable laws and regulations related to major federal programs, are included in a separate report.

Administrative Offices
Early Childhood Center
133 South Grant Street
Westmont, Illinois 60559
Phone: 630.468.8000
Fax: 630.969.9022

Manning
Elementary School
200 North Linden Avenue
Westmont, Illinois 60559
Phone: 630.468.8050
Fax: 630.969.2492

Miller
Elementary School
125 West Traube Avenue
Westmont, Illinois 60559
Phone: 630.468.8300
Fax: 630.969.5401

Westmont
Junior High School
944 North Oakwood Dr.
Westmont, Illinois 60559
Phone: 630.468.8200
Fax: 630.654.2203

Westmont
High School
909 North Oakwood Dr.
Westmont, Illinois 60559
Phone: 630.468.8100
Fax: 630.654.2758

The Reporting Entity and its Services

The District is a unit (K-12) school district, in DuPage County, Illinois. The governing body consists of a seven member Board of Education elected by the registered voters of the District, on a staggered four-year term basis. The District includes small portions of Clarendon Hills and Downers Grove, with the majority of students residing in Westmont. The District is located in York and Downers Grove townships within DuPage County. Based on the legislative authority codified in *The School Code of Illinois*, the Board of Education has the following powers:

- a. the corporate power to sue and be sued in all courts;
- b. the power to levy and collect taxes and to issue bonds;
- c. the power to contract for appointed administrators, teachers, and other personnel as well as for goods and services.

The District defines its reporting entity by applying the criteria set forth in the Governmental Accounting Standards Board's *Codification of Governmental Accounting and Financial Reporting Standards*.

Using these criteria, management has determined that the District has no component units, nor is it a component unit of any other organization.

The District's accounts are organized as separate accounting entities called funds. District resources are allocated to and accounted for in individual funds as required by the State of Illinois. Each fund has specific functions based upon the purposes for which the District's resources are to be expended. This allows for a more controlled process of spending activities. The following describes the fund types used by District 201:

- 1) **General Fund** - accounts for the revenues and expenditures which are used in providing the educational program for the children of the District (Educational, Tort Immunity and Judgment, and Working Cash Accounts).
- 2) **Special Revenue Funds** - account for specific revenue sources that are legally restricted to expenditures for specified purposes (Operations and Maintenance, Transportation, and Municipal Retirement/Social Security Funds).
- 3) **Debt Service Fund** - accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. All general obligation bond issues are maintained through the Debt Service Fund.
- 4) **Capital Projects Fund** - accounts for financial resources to be used for the acquisition, construction, and/or additions to school facilities. Costs related to capital projects that are not life safety related are accounted for in the Capital Projects Fund. Costs related to qualifying fire prevention and safety projects are accounted for in the Fire Prevention and Safety Fund.

History of the District

The current Community Unit School District No. 201, which was established in 1972, is relatively young at only 45 years old. Westmont Elementary District was numbered 57 in 1911, a designation it would retain until 1972. Until April 1923, the District was relatively small and was governed by a board of three school directors elected to three-year terms. When the Village of Westmont incorporated in 1921, the school population grew quickly. Meanwhile, McIntosh, a local land developer, donated land to build Central School in the summer of 1921. Central School was built with the help of donated labor and \$500 donated towards the cost of materials.

History of the District (Continued)

It was a wooden two-room structure that was located west of the current Manning School building. An election was held April 8, 1922 to vote on an additional school site. This site is south of the Chicago, Burlington & Quincy railroad tracks, at Grant and Dallas.

The earliest school identified in the area now served by District 201 was built in approximately 1874 at the corner of Cass and Traube. The school building was replaced sometime after the turn of the previous century and was known at that time as North Acre or North Division School. The school was one room and had a capacity of 13 students. Only five students attended in 1919. In 1957, North Acre School was replaced by a new school on Traube Avenue. Originally, a site north of Ogden Avenue, in Liberty Park was chosen, but the final site was at Washington Street and Traube Avenue. The school opened on August 28, 1957 and was named C. E. Miller School in honor of Clarence E. Miller who had died the previous year after serving the District as superintendent since 1931. He had created the county's first hot lunch program among other innovations.

Discussions regarding forming a high school in Westmont appear to have begun as early as 1933 in the midst of the Great Depression. However, it was nearly forty years until such plans began to make concrete progress. Notice of petition to organize a Community Unit School District was given by Merrill Gates, the DuPage Regional Superintendent of Schools on July 16, 1971. A hearing on the petition was held November 29, 1971. District 201 was officially formed on July 1, 1972 with the dissolution of Westmont Elementary School District #57 occurring simultaneously.

Until the District was able to build its own high school, it continued to send its high school students to Downers Grove North and Hinsdale Central on a tuition basis. Westmont Senior High School was opened in 1976 with an "open concept" design. Westmont High School's first graduating class crossed the stage in 1978.

Central School became an elementary only building in 1974 with the construction of Westmont Junior High School in the Oakwood subdivision. Central was renamed J.T. Manning School in 1983 in honor of James T. Manning who served as superintendent of schools from 1964 until 1983.

Geographically, the school district is small, covering just 3.5 square miles in area; bordered by Oak Brook to the north, Clarendon Hills and Hinsdale to the east, Darien to the south and Downers Grove to the west.

Economic Condition and Outlook

District 201's major revenue source continues to be local property taxes. The District is impacted by the 1991 Property Tax Extension Limitation Act. The legislation limits the tax levy increase to the lesser of 5% or the Consumer Price Index (CPI) for all Urban Consumers during the twelve-month calendar year prior to the levy. The CPI for the 2015 levy was 0.8% and for the 2016 levy was 0.7%. The use of the CPI in property tax calculations is intended to "slow down" the increases in a school district's levy request. The legislation permits exclusion of equalized assessed valuation attributable to new construction each year.

Economic Condition and Outlook (Continued)

The District tax base is predominantly residential at 68.88%. The commercial portion of the District consists of retail and office space and makes up another 27.73% of the property value in the District while industrial accounts for 3.30% and railroad for 0.09%. The 2016 total equalized assessed valuation (EAV) of properties within the District was \$476,716,412. Total EAV increased by \$27,316,865 or 6.08% for 2016. This is the second EAV increase after six consecutive years of EAV decline. Because the area has limited undeveloped space, the prospects for additional major developments are unlikely. In recent years, growth in the tax base occurred mainly through a growing trend of smaller, older homes being torn down and replaced by larger single-family units and some multi-family complexes. The steep decline in housing starts and the downturn in the housing market since 2008 have altered that trend and new growth as a percentage of EAV has been minimal. New growth for the 2016 levy was small at \$2,769,980, but we are starting to see older homes being torn down and new ones being built on those lots. The majority of new growth in the District is residential. We anticipate equalized assessed valuation to increase slowly over the next several years.

The District and the Village of Westmont reached a settlement agreement in May 2013 regarding the creation of the Westmont Central Business District Tax Increment Finance District (TIF). The agreement will provide for up to \$15,000,000 in TIF revenues for renovations at Manning Elementary School which is located in the TIF district. The District will receive payments annually of 25% of the incremental taxes received by the Village on property within the Project Area once the Village begins to receive incremental taxes on the property within the TIF district. The TIF payments will continue annually until the TIF payments total \$15 million or the TIF District is terminated or dissolved. The TIF is in effect for a period of 23 years. The District has received payments for three years totaling \$38,148. The District's EAV including the TIF District is \$479,426,238 of which \$2,709,826 represents the TIF area.

TIF is a program designed to create economic growth in areas of a community where redevelopment likely would not occur without public investment. When a TIF is created, the Equalized Assessed Value (EAV) of the TIF district is frozen, and the school district does not receive additional tax dollars produced within the TIF district during the duration of the TIF. Therefore, incremental EAV accumulates within the TIF district and tax revenue generated is redirected to the respective village for economic development purposes. The Central Business District TIF was created to attract development projects that will enhance the Village's tax base and promote redevelopment in the downtown area of Westmont.

The District continues to receive property assessment objections which we believe are related to overall economic conditions. The majority of assessment objections are filed by businesses. When a business is awarded an appeal, the current year collections are negatively impacted and the District loses that money in perpetuity. Furthermore, the appeals contribute to the restructuring of the tax base as the remaining taxpayers in the District are forced to pick up the amount of the appeal in subsequent years.

Salaries and related benefits represent the largest portion of the District's expenditures. The District has negotiated salary agreements with certified staff and other union employees that are based on a percentage of CPI increases. The District follows the policy of fiscal conservatism when creating the budget.

Economic Condition and Outlook (Continued)

The District's overall enrollment has declined over the past ten years but has remained relatively steady for the past 4 years. The Fall Housing report shows 1,368 students enrolled for the 2016-2017 school year compared to 1,345 for the 2015-2016 school year. This represents an increase of 23 students which is a 1.7% increase from the prior year. The demographic study indicates that enrollment will show a modest decrease for 2017-2018.

The District has five schools: two elementary schools, a junior high school, and a high school. The fifth school underwent renovations during 2012 and 2013 and now houses the District's Early Childhood Center and the District's Administrative Offices. The District began short-term facility upgrades during the summer of 2012 at the two elementary schools and the high school. During the summer of 2016, the District began safety and security renovations at Manning and Miller Elementary Schools, Westmont Junior High School and Westmont High School. The newest building was constructed in 1975 and the oldest in 1930.

Major Initiatives

Curriculum Development:

District 201 curriculum is our roadmap for teaching and learning. Over the past few years, our teachers have been working collaboratively to develop curriculum maps that lay out the concepts, skills, assessments, and materials used for teaching and learning based on the Common Core State Standards. The curriculum mapping process requires a review of the Common Core State Standards to develop new instructional units as well as a comparison to current instructional units to identify gaps and redundancies. Implications for Special Education and ELL students have been examined and articulation between grade levels and departments continues. Instructional Coaches play an integral role in this process. The curriculum mapping process is ongoing. Teachers continue to refine the content based on the needs of our students and are using technology to post their curriculum maps to digital folders to facilitate collaboration and to support the "dynamic" nature of the process.

With the release of the Next Generation Science Standards (NGSS), the District increased its focus on science, technology, engineering and math (STEM) education. Promoting STEM helps our students become logical thinkers and skilled problem-solvers. STEM was integrated into the curriculum across all grade levels, engaging our students in exploration and inquiry as they gained hands-on experience to develop solutions to real-world problems. The District purposefully designed increased opportunities for students to "think like scientists" as they engaged in activities that required higher-order thinking skills.

The teachers continue to meet in Professional Learning Communities (PLC). The PLC's are organized by grade level at the elementary level and by subject area at the secondary level. PLC's have been instrumental in the curriculum development process. The teachers also review data from formative assessments which in turns drives instruction.

Major Initiatives (Continued)

Professional Development:

As educators, we are in times of extraordinary change. With new performance standards, teacher evaluation systems, and standardized assessments we find ourselves meeting those challenges with collaborative approaches to professional learning. Research tells us that in order to see significant and sustainable change in instructional practices, teachers need ongoing support to guide them through the complex process. District 201 has embarked on a research-based method of professional development that is job-embedded, collaborative, and relevant to individual teacher's needs. Our Instructional Coaches collaborate with teachers to create lesson plans that are differentiated, explore new materials, and implement new instructional practices. They work closely with our staff and administration, focusing on the District goal of providing high quality instruction that is student centered and meets the needs of all learners.

Teachers worked collaboratively throughout the year to learn new standards, teaching practices, and assessment methods. For the teachers at Manning and Miller Elementary Schools and Westmont Junior High, the focus was on literacy. We enlisted the help of researcher and literacy expert, Kellie Doubek, to support our efforts. She met with grade level teams and administrators several times during the year to help us learn how to effectively implement the English Language Arts (ELA) Common Core Standards as well as content area literacy standards. In addition, Westmont High School focused on increasing the rigor of the math program. The high school math team and teachers from the junior high school worked with Jessica McIntyre, a nationally known expert in Common Core math, to articulate across the grade 6-12 standards to ensure that we address any potential gaps as the District strives to implement an effective program that prepares our students for the future.

Technology:

During the 2016-17 school year, the District continued to focus on putting mobile devices into the hands of our students. Students in grades 5 through 9 are part of the one-to-one Chromebook program; primary and high school students have access to shared Chromebook carts. The one-to-one program will continue to expand next year to all high school students. The one-to-one program opens new learning opportunities for our students and provides powerful tools for teachers to lead, facilitate, and guide learning. It allows for collaboration using tools such as Google Docs (word processing) and Google Presentation (slides). The success of the instructional technology program provides student engagement, greater opportunities for collaboration and communication, and access to the most current instructional materials.

District Leadership Team (DLT):

Established in 2010, the District Leadership Team (DLT) is a committee composed of teachers and administrators. The DLT works collaboratively to keep the District focused on the Small Giant vision which emphasizes relationships and connections to communities. The DLT provides input into the agendas for school improvement days and institute days. The DLT works to transform the District into a system focused on high quality teaching and learning. The work of the DLT is instrumental in shaping the school district.

Major Initiatives (Continued)

Student Services:

The Office of Student Services worked in collaboration with Early Childhood teachers and the Business Office to apply for a competitive pre-school grant to support early intervening pre-school experiences for at-risk learners. The District was awarded the competitive grant for the 2011-12 school year. As a result of that competitive grant application, the State has awarded grant funds to the District to help offset costs associated with the pre-school program for at-risk learners for the past 6 years. If the District had not been awarded the competitive grant in 2011-12, state funding would have ceased.

The District is focused on supporting the early learning process and developed a tuition based pre-school program which was implemented at the start of the 2013-14 school year. The at-risk learner Early Childhood program and the tuition based program are blended to provide student learning opportunities.

District Initiatives:

The District has undertaken several initiatives in the past five years which focus on increasing learning opportunities for students and are shown to have a significant impact on student achievement. These programs include:

- All day kindergarten
- Dual Language Program for kindergarten through third grade students
- Structured academic focused summer school
- Embedded technology
- Enrichment programs through E-Period at Westmont Junior High
- Advanced Placement course and student access expansion
- Professional development with Instructional Coaches

One area of focus for the District this year was growth mindset. So often people believe that learning and intelligence are fixed - that some people are smarter or gifted, while others are not. You will hear people say, "I can't do fractions." or "I'm not good at science." or "I have not had success in school, therefore I will never be able to learn difficult material." This is referred to as a fixed mindset. Researchers have been able to show that learning is not fixed. It may take some individuals longer and some may need more practice to learn a concept. We remind students that if they continue to work at a concept, eventually they will master it. Our District focus is on helping our students develop a growth mindset.

Business Office:

The Business Office continually updates its long-term financial plan, presenting financial projections and possible strategies for addressing financial needs. Board members are made aware of emerging issues related to possible legislation and trends. The Business Office also prepares a comprehensive budget document. The budget and its supporting documents reflect the wide-scoped efforts to bring alignment to the District's financial and instructional goals.

The District seeks out grant opportunities through State and Federal sources with the assistance of the Business Office.

Major Initiatives (Continued)

Building Renovations:

The Facility Usage Committee was organized in January of 2008 to discuss the District's aging buildings and to draft a Facility Master Plan. The purpose of this Facility Master Plan is to provide the District's Board of Education, administration, and staff with a planning tool to guide future facility development with the primary focus being the improvement of the educational building environment which will meet the needs of students and staff. The committee was comprised of 23 members representing parents, community members, teachers, administrators, architects and one Board member. The committee's final Facility Master Plan was presented to the Board of Education in May of 2009. The committee was reconvened in 2010-11 and presented short-term, mid-term, and long-term projects to the Board during the 2011-12 school year. The Board issued Working Cash Bonds in July 2012 to finance the short-term projects which began during the summer of 2012. These projects included classroom and library renovations at Miller and Manning Elementary Schools, relocation of the Administrative offices and the Early Childhood programs to South School with renovations to accommodate this move, and WiFi installation at Westmont High School and Westmont Junior High School. Windows were also installed at the high school to bring natural light into the building and improve the learning environment. During the summer of 2015 the District began work to start phase two of the District Facility Master Plan which focuses on safety and security and improving learning environments. These projects included asbestos abatement, masonry restoration, and architectural finishes at Manning Elementary School and new locks on all classroom doors at Manning and Miller Elementary Schools, Westmont Junior High School, and Westmont High School.

The Board issued \$8,450,000 of General Obligation Limited Tax School Bonds, Series 2016A and \$1,245,000 of Taxable General Obligation Limited Tax School Bonds, Series 2016B in March 2016 to complete phase two of the Facility Master Plan. The all-in true interest cost on the combined Series 2016 A and B Bonds was 2.788%. The bond issuance financed \$9,000,000 of high priority capital projects for safety and security and a portion of the bond issue refinanced a portion of the Series 2012 bonds outstanding. Renovations began in June 2016 at Manning Elementary School, Miller Elementary School, Westmont Junior High School and Westmont High School. The elementary and junior high renovations were completed in August and the majority of the high school renovations were completed by December 2016. The funds were used to improve safety and security at Manning and Miller Elementary Schools. At Miller Elementary School, a vestibule was created at the main entrance. The main office was moved to the first level. The former office was renovated to create Student Services spaces and the art room was moved to a new location. At Manning Elementary School, the main office was moved to the Linden Street side of the building. A secure, handicapped accessible entrance was added to the building as well. Network upgrades were also included in the projects. Hardware was replaced to improve network infrastructure. These upgrades supported teaching and learning by increasing our access to the internet which is particularly important to support our one-to-one programs. Concrete replacement, landscaping and furnishings are being completed through 2017.

Open classrooms were enclosed at Westmont Junior High School to improve the educational environment and security throughout the building. A more secure visitor entrance was created at Westmont High School and the student entrance was modified to enhance security. Open classrooms were enclosed to improve the educational environment and security in the building. Classroom spaces will be able to be secured in the event of an emergency. The District's network infrastructure was also enhanced to support the one-to-one chromebook initiative.

Accolades

The District's schools continue to receive recognition locally and nationally. In the Spring of 2017, the website Niche came out with its 2017 school district rankings. Niche is a company that researches and compiles information about schools and school districts. Niche helps families to identify the best place for them to live and for their children to go to school. According to the Niche rankings, CUSD 201 was ranked 23 out of 863 public school districts in Illinois. This puts CUSD 201 in the top three percent of school districts. Each of our schools were also highly ranked. Westmont High School was ranked in the top nine percent for all public high schools in Illinois. Westmont Junior High School was ranked in the top six percent of public middle and junior high schools. Manning Elementary School was ranked in the top nine percent and Miller Elementary School in the top eight percent for public elementary schools in Illinois. Niche uses several different factors in determining a ranking for a school district, including performance on state assessments and the racial and economic diversity of the schools and district. Niche collects data on absenteeism, expulsions and suspensions to assist in determining the overall health and safety of a school. Teacher data regarding salaries, absenteeism and state test results is also reviewed. Niche also reviews the per-pupil expenditures and the number of clubs and sports available to students. Rankings can never capture the true quality of a school or district, but as we review the different metrics that are available to schools, CUSD 201 continues to be considered one of the best school districts in Illinois. The growth and improvement that is occurring in our schools is a credit to the dedication and commitment of our teachers, staff, supportive parents, administrators and School Board as well as our students.

The First Start Pre-K program was awarded the Gold Circle of Quality by ExceleRate Illinois during 2016-17. This is the third consecutive year that the program has received this award. ExceleRate Illinois is a statewide quality rating and improvement system designed to make continuous quality improvement an everyday priority among early learning providers. The program has established standards for the optimal development of infants, toddlers, and pre-school age children in cognitive, physical and social emotional domains. As a Gold Circle Program, South School is acknowledged as having met the highest quality standards in terms of learning environment and teaching quality, administrative standards, and staff training and education.

Westmont High School (WHS) received national recognition for the third consecutive year. In the *Washington Post* America's "Most Challenging High School" ranking, Westmont High School is ranked fourth in the State of Illinois. This puts Westmont High School in the top one percent of high schools in Illinois. Westmont High School is ranked in the top eight percent nationally by the *Washington Post*.

Westmont Junior High was awarded a Meemic Grant and the science department purchased iCelsius Probes to use with iPads when performing experiments and gathering data.

Westmont Junior High School Principal, John Jonak, was nominated for and awarded DuPage Area Junior High School Principal of The Year. Westmont High School Principal, Jack Baldermann, was nominated for and was awarded Illinois High School Principal of The Year. He is also one of three finalists for National High School Principal of The Year.

CUSD 201 places an emphasis on philanthropy and volunteerism. As a district, staff and students made significant monetary donations for various charities and donated thousands of service hours.

Accounting Systems and Budgetary Control

Management of the District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework. Internal control practices are also integrated into the budgetary management of the District's funds.

Budgetary control is maintained at line-item levels and built up into program and cost centers before being combined to create fund totals. All actual activity compared to budget is reported to the District's Administrative team and to the Board of Education on a monthly basis. This monthly report compares account balances to the annual budget with accumulation to the fund levels. Full disclosures are made if extraordinary variances appear during the year. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. A budget is prepared for each fund, control is provided by verification of appropriation amounts prior to expenditures, as well as a monthly review of actual account totals compared to budget. The District also maintains a full encumbrance accounting system as one technique in accomplishing budgetary control. Encumbered amounts lapse at year-end, and, if necessary, are reinstated at the beginning of the following year's budget. Periodically, all encumbrances are checked for validity. The District's legal level of budgetary control is at the fund level. To ensure sound financial management, proper accounting practices, internal controls, and budgetary planning are affirmed by continual review by the Board of Education.

The District has developed a multi-year financial plan to manage the financial resources necessary to support district programs and facilities.

The basis of accounting and the various funds utilized by the District are described in Note A of the financial statements. Additional information on the District's budgetary accounting can also be found in Note 1 to the Required Supplementary Information.

The District prepares its financial statements following Governmental Accounting Standards Board's *Codification of Governmental Accounting and Financial Reporting Standards* which creates basic financial statements for reporting on the District's financial activities as follows:

Government-wide financial statements. These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by many businesses. The government-wide statements include the Statement of Net Position and the Statement of Activities.

Accounting Systems and Budgetary Control (Continued)

Fund financial statements. These statements present information for individual major funds rather than by fund type. Governmental funds use the modified accrual basis of accounting and include reconciliation to the governmental activities information presented in the government-wide financial statements. As part of this model, management is responsible for preparing a Management's Discussion and Analysis of the District. This discussion is located in the basic financial statements, providing an assessment of District finances for fiscal year 2017 with comparisons to 2016.

Awards and Acknowledgements:

For the fiscal year ended June 30, 2016, the District was awarded the Association of School Business Officials' Certificate of Excellence in Financial Reporting for the eleventh consecutive year. This award represents a very significant achievement. By receiving this award, the District validated the credibility of their school system's operations, measured the integrity and technical competence of the business office staff, assisted in strengthening their presentations for bond issuance statements, and provided professional recognition.

The Illinois State Board of Education system for assessing a school district's financial health is called the Financial Profile Score. The District's score is 3.65 which places the District in the Financial Recognition category. For the prior five consecutive years, the District received a perfect 4.0 score from the Illinois State Board of Education for the District's Financial Profile. The change this year is a result of transfers from the Working Cash Fund for capital projects. These scores place the District in the highest category for financial strength, labeled "Recognition." The District has received Financial Recognition for 14 consecutive years. The District anticipates a score of 4.0 for fiscal year 2017.

Affiliations

District 201 is a member of the School Association for Special Education in DuPage County (SASED); an eighteen-member district cooperative providing services for children ages three through the end of their twenty-first year in need of special education programming. The District housed several programs that are managed by SASED, including the hearing impaired program at the junior high school level and the physically impaired program at the high school level.

The District is an active and contributing member of the Illinois Association of School Administrators (IASA), the Illinois Association of School Business Officials (IASBO), the Illinois Association of School Boards (IASB), and the Illinois Principals Association (IPA).

Other Information

Independent Audit: As required by Illinois state law, an annual audit of the financial records, books of account, and the transactions of all budgeted funds of the District have been made by an independent auditor. The auditors' opinion, as prepared by Miller, Cooper & Co., Ltd., Certified Public Accountants, is included within the financial section of this report.

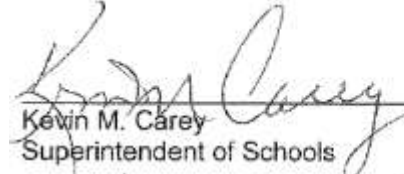
Closing Comment: The purpose of this Comprehensive Annual Financial Report is to provide third party external users, the Board of Education, and District Administration a meaningful report of the District's financial condition as of June 30, 2017.

Other Information (Continued)


Acknowledgement: The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of all the members of the Business Office who assisted in the closing of the District's financial records and the preparation of this report.

We would also like to thank members of the Board of Education for their interest and support in conducting the financial affairs of the District for the 2017 fiscal year.

Respectfully submitted,



Kevin M. Carey
Superintendent of Schools

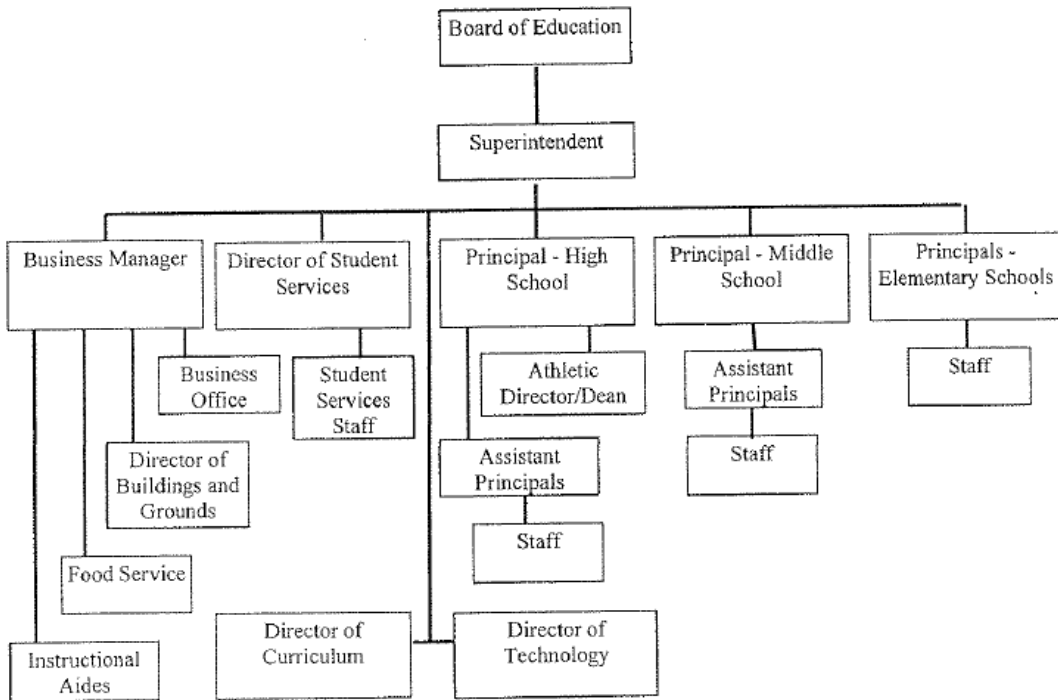


Kimberly S. Anderson
Business Manager

Community Unit School District No. 201

Organizational Chart

Comprehensive Annual Financial Report for
the Fiscal Year Ended June 30, 2017



Community Unit School District No. 201

133 South Grant Street
Westmont, Illinois 60559

Comprehensive Annual Financial Report
Officers and Officials
Fiscal Year Ended June 30, 2017

Board of Education

		<u>Term Expires</u>
Marie Charlton	President	2021
Joel Price	Vice President	2021
Mara Notbusch	Secretary	2019
Lori Ambrose	Member	2019
Gary Armstrong	Member	2019
Matt Johnson	Member	2021
Judy Wilson	Member	2019

District Administration

Kevin M. Carey	Superintendent
Kimberly S. Anderson	Business Manager / CSBO
Linda M. Klawitter	Director of Student Services
Nadine Norris	Director of Technology, Teaching and Learning
Kristin L. Krestel	Principal - J.T. Manning Elementary School
Tim Wyller	Principal - C.E. Miller Elementary School
John Jonak	Principal - Westmont Junior High School
Jack Baldermann	Principal - Westmont High School

Official Issuing Report

Kimberly S. Anderson	Business Manager / CSBO
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Department Issuing Report

Business Office



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Community Unit School District 201

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2016.**

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



A handwritten signature in black ink, appearing to read 'Anthony N. Dragona'. The signature is written over a horizontal line.

Anthony N. Dragona, Ed.D., RSBA
President

A handwritten signature in black ink, appearing to read 'John D. Musso'. The signature is written over a horizontal line.

John D. Musso, CAE, RSBA
Executive Director

FINANCIAL SECTION

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education
Community Unit School District No. 201
Westmont, 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 No. 201, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Community Unit School District No. 201's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Community Unit School District No. 201'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.

(Continued)

Auditors' Responsibility (Continued)

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 No. 201, as of June 30, 2017, 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 18, the Illinois Municipal Retirement Fund and Teachers' Retirement System of the State of Illinois Pension data on pages 70 through 73, the other postemployment benefits data on page 74, budgetary comparison schedules and notes to the required supplementary information on pages 75 through 100 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 for the year ended June 30, 2017 was conducted for the purpose of forming opinions on the financial statements that collectively comprise Community Unit School District No. 201's basic financial statements. The other schedules listed in the table of contents, in the introductory section, the supplementary financial information, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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, 2017 has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2017 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, 2017 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2017.

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 No. 201, as of and for the year ended June 30, 2016 (not presented herein), and have issued our report thereon dated November 11, 2016, 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 No. 201's basic financial statements. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund, Debt Service Fund, and Fire Prevention and Safety Fund with comparative actual amounts for the year ended June 30, 2016 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 underlying accounting and other records used to prepare the 2016 basic financial statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for the Capital Projects Fund, Debt Service Fund, and Fire Prevention and Safety Fund have been subjected to the auditing procedures applied in the audit of the 2016 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 Capital Projects Fund, Debt Service Fund, and Fire Prevention and Safety Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2016.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 16, 2017, on our consideration of Community Unit School District No. 201'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 No. 201's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois
October 16, 2017

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

This discussion and analysis of Community Unit School District No. 201's (the District) financial performance provides an overall review of the District's financial activities, for the year ended June 30, 2017. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements, transmittal letter, and notes to the financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior year is also presented in this Management's Discussion and Analysis (the "MD&A").

Financial Highlights

○ **On the Government-wide financial statements:**

- The District's net position decreased \$8,908 during the year. The District's net position, at the end of the fiscal year, was \$29,153,055, a decrease of 0.03%.
- Total revenues increased by \$3,280,953 from \$34,117,731 in fiscal year 2016 to \$37,398,684 in fiscal year 2017, or 9.62%.
- Total expenses increased by \$3,665,178 from \$33,742,414 in fiscal year 2016 to \$37,407,592 in fiscal year 2017, or 10.86%.

○ **On the fund financial statements:**

- Total revenues for governmental funds were \$37,401,812.
- Local revenue for all governmental funds was \$24,173,401 of which \$22,669,972 or 93.78% was property tax.
- Total state revenue for all governmental funds was \$12,367,034, an increase of 32.91% from \$9,305,111 in fiscal year 2016.
- Federal revenue for all governmental funds was \$861,377, an increase of 4.98% from \$820,531 in fiscal year 2016.
- Revenue sources for 2017 were 64.63% local, 33.07% state and 2.30% federal funds. The large increase in state on-behalf payments accounts for the increase in the state portion and the reduction in the local percentage of funding.

○ **Other information:**

- The District currently has additional bonding capacity of \$53,236,865.
- Transfers were made from the Working Cash Account of the General Fund to the Operations and Maintenance Fund, which were transferred to the Capital Projects Fund for improvements throughout the school district.

Community Unit School District No. 201
Management’s Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Overview of the Financial Statements

This discussion and analysis section 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 the financial statements

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

The major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain, are shown in the following table:

Figure A-1. Major Features of the Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary such as educational and operations and maintenance	Assets held by the District on behalf of someone else such as student activities monies.
Required financial statements	Statement of net position and statement of activities	Balance sheet, statement of revenues, expenditures and changes in fund balance	Statement of fiduciary assets and liabilities.
Accounting basis & measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus.
Type of asset/liability information	All assets and liabilities, both financial and capital: short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they are able to.
Type of inflow/outflow information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All additions or deductions during the year, regardless of when cash is received or paid.

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

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

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 company.

The Statement of Net Position presents information on all of the District's assets, deferred outflows, liabilities, and deferred inflows, with the difference 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. To fully assess the District's overall health, you also need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

The Statement of Activities presents expenses of major programs (functions) and matches direct program revenues with each. All of the changes in net position (current year's revenues and expenses) are accounted for in the statement of activities when the underlying event giving rise to the change occurs, *regardless of when cash is received or paid*. To the extent that direct charges and grants do not recover a program's cost, it is paid from general taxes and other resources. The statement simplifies the user's analysis to determine the extent to which programs are self-supporting and/or subsidized by general revenues.

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 basic services are included here, such as regular education, special education, transportation, support services, community programs, administration, and interest on long-term liabilities. Property taxes, state formula aid, replacement taxes, and interest earnings finance most of these activities.

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Fund Financial Statements

The fund financial statements provide more information about the District's funds. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs and to demonstrate compliance with various regulatory requirements. Some funds are required by state law and by bond covenants. The District can establish other funds to control and manage money for particular purposes (such as repaying its long-term debt) or to show that it is properly using certain revenues (such as working cash). The District's individual funds are established based upon legal requirements and the Illinois Program Accounting Manual. The District maintains seven 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 balance for the General Fund, Operations and Maintenance Fund, Transportation Fund, Municipal Retirement/Social Security Fund, Debt Service Fund, Capital Projects Fund, and Fire Prevention and Safety Fund, all of which are considered to be major funds. The General Fund consists of the Educational Account, Tort Immunity and Judgment Account, and the Working Cash Account.

The District has two types of funds:

Governmental funds: The District's basic services are included in governmental funds, which generally focus on (1) cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources than can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is included as a separate statement explaining the relationship (or difference) between them.

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

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Government-Wide Financial Analysis

Table 1				
Statement of Net Position				
	<u>2017</u>	<u>2016</u>	<u>Difference</u>	<u>% Change</u>
Current and other assets	\$ 32,640,542	\$ 40,668,767	\$(8,028,225)	(19.74)
Capital assets	<u>26,838,266</u>	<u>21,212,299</u>	<u>5,625,967</u>	<u>26.52</u>
Total Assets	<u>59,478,808</u>	<u>61,881,066</u>	<u>(2,402,258)</u>	<u>(3.88)</u>
Deferred Outflows – pensions	<u>1,340,057</u>	<u>1,327,968</u>	<u>12,089</u>	<u>0.91</u>
Long-term liabilities	17,983,194	18,630,684	(647,490)	(3.48)
Other liabilities	<u>2,563,175</u>	<u>4,221,759</u>	<u>(1,658,584)</u>	<u>(39.29)</u>
Total Liabilities	<u>20,546,369</u>	<u>22,852,443</u>	<u>(2,306,074)</u>	<u>(10.09)</u>
Property taxes levied for a future period	10,796,334	10,580,127	216,207	2.04
Deferred inflows related to pensions	<u>323,107</u>	<u>614,501</u>	<u>(291,394)</u>	<u>(47.42)</u>
Total Deferred Inflows of Resources	<u>11,119,441</u>	<u>11,194,628</u>	<u>(75,187)</u>	<u>(0.67)</u>
Net Position:				
Net Investment in Capital Assets	14,288,266	7,482,299	6,805,967	90.96
Restricted	6,658,733	5,861,038	797,695	13.61
Unrestricted	<u>8,206,056</u>	<u>15,818,626</u>	<u>(7,612,570)</u>	<u>(48.12)</u>
Total Net Position	<u>\$ 29,153,055</u>	<u>\$ 29,161,963</u>	<u>\$ (8,908)</u>	<u>(0.03)</u>

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Government-Wide Financial Analysis (Continued)

Table 2				
Statement of Activities				
	<u>2017</u>	<u>2016</u>	<u>Difference</u>	<u>% Change</u>
Revenues:				
Charges for services	\$ 790,890	\$ 829,948	\$ (39,058)	(4.71)
Operating grants and contributions	12,450,111	9,497,517	2,952,594	31.09
Property taxes	22,669,972	22,685,938	(15,966)	0.07
State aid formula grants	778,300	628,125	150,175	23.91
Earnings on investments	84,483	48,797	35,686	73.13
Other sources	<u>624,928</u>	<u>427,406</u>	<u>197,522</u>	<u>46.21</u>
Total Revenues	<u>37,398,684</u>	<u>34,117,731</u>	<u>3,280,953</u>	<u>9.62</u>
Expenses:				
Instruction	26,746,897	22,701,095	4,045,802	17.82
Pupil and instructional services	2,280,795	2,325,679	(44,884)	(1.93)
Administration and business	3,416,663	3,419,562	(2,899)	(0.09)
Operations and maintenance	2,548,477	2,594,097	(45,620)	(1.76)
Transportation	1,161,927	1,250,977	(89,050)	(7.12)
Interest and fees	342,187	407,989	(65,802)	(16.13)
Other	<u>910,646</u>	<u>1,043,015</u>	<u>(132,369)</u>	<u>(12.69)</u>
Total Expenses	<u>37,407,592</u>	<u>33,742,414</u>	<u>3,665,178</u>	<u>10.86</u>
Change in Net Position	<u>(8,908)</u>	<u>375,317</u>	<u>\$ (384,225)</u>	<u>(102.37)</u>
Beginning Net Position	<u>29,161,963</u>	<u>28,786,646</u>		
Ending Net Position	<u>\$ 29,153,055</u>	<u>\$ 29,161,963</u>		

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Government-Wide Financial Analysis (Continued)

Table 3
Government-wide Activities

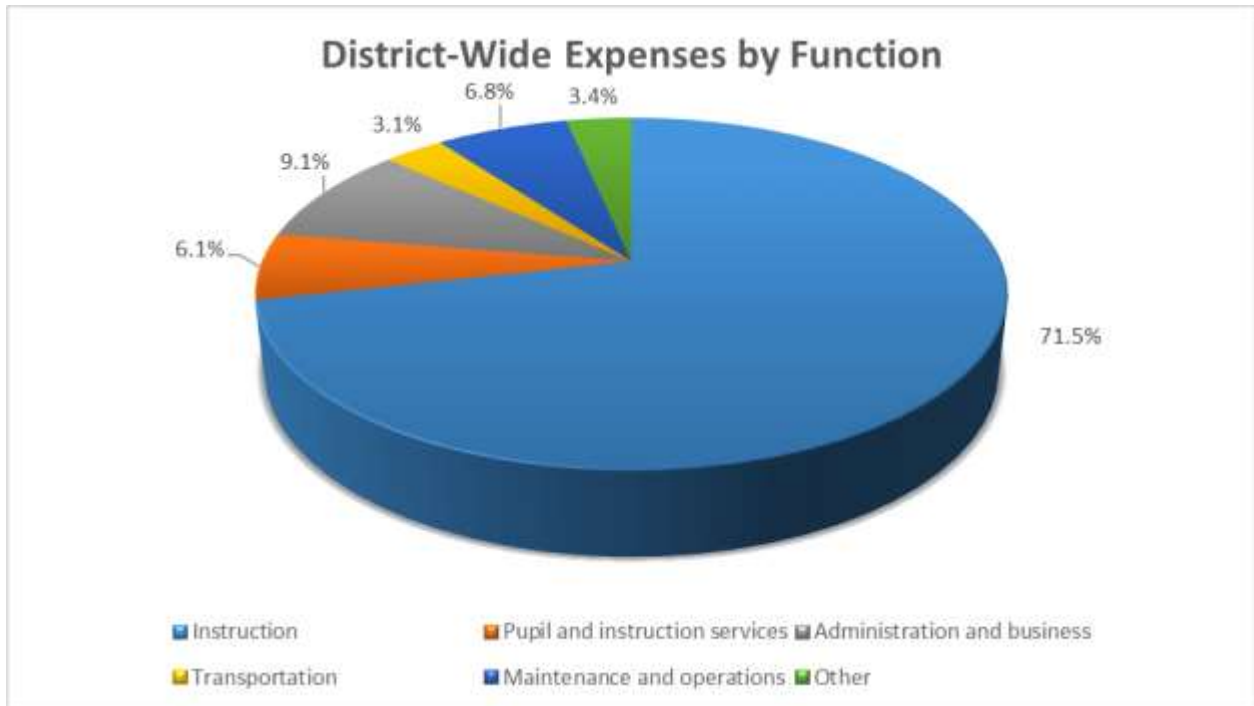
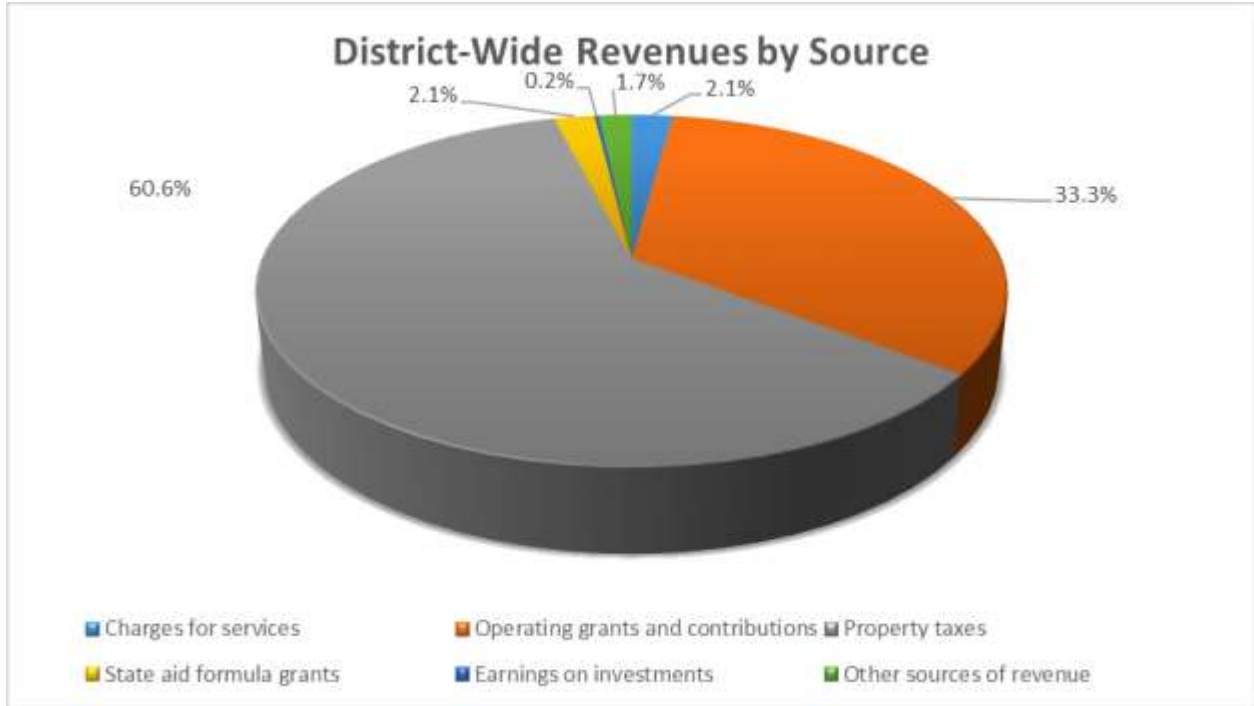
	2017		2016		Total Cost		Net Cost	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services	Difference	% Change	Difference	% Change
Instructional services	\$26,746,897	\$13,874,450	\$22,701,095	\$14,313,920	\$ 4,045,802	17.82	\$ (439,470)	(3.07)
Support services	10,318,508	9,949,954	10,633,330	8,693,040	(314,822)	(2.96)	1,256,914	144.59
Interest on long-term liabilities	342,187	342,187	407,989	407,989	(65,802)	(16.13)	(65,802)	(16.13)
Total Expenses	<u>\$37,407,592</u>	<u>\$24,166,591</u>	<u>\$33,742,414</u>	<u>\$23,414,949</u>	<u>\$3,665,178</u>	<u>10.86</u>	<u>\$ 751,642</u>	<u>3.21</u>

In Table 2, overall revenues increased by 9.62% compared to last year. State retirement contributions increased by \$3,738,057 from \$6,536,076 in 2016 to \$10,274,133 in 2017 which is the reason for the increase. Revenues, net of state retirement costs, actually decreased by \$457,104 or 1.66% from \$27,581,655 in 2016 to \$27,124,551 in 2017. Operating Grants and Contributions increased by 31.09%, or \$2,952,594 from the prior year. Operating grants, net of state retirement contributions, decreased by 4.86%. This is a result of the one-time Capital Development Board grant the District received last year. State Aid increased by \$150,175 or 23.91% from the prior year. Other sources increased by \$197,522 or 46.21% mostly as a result of an increase in rental revenue and donations. Property taxes decreased by 0.07% in 2017 over 2016.

In addition to the revenue changes as explained above, expenses for instruction increased by \$4,045,802 or 17.82%. State retirement contribution expenditures increased by \$3,738,057 from \$6,536,076 in 2016 to \$10,274,133 in 2017 which is the reason for the increase. Expenditures, net of state retirement costs, actually decreased by \$72,879 or 0.27% from \$27,206,338 in 2016 to \$27,133,459 in 2017. Pupil and instructional services expenses decreased 1.93% or \$44,884. Transportation expenses decreased \$89,050 or 7.12% over the prior year. The decrease was due to decreased ridership and the contractual pricing structure for special education students. Other expenditures decreased \$132,369 or 12.69%.

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Government-Wide Financial Analysis (Continued)



Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Financial Analysis of the District's Funds

Total revenues for all governmental funds for 2016-2017 were \$37,401,812. Total expenditures for all governmental funds for 2016-2017 were \$44,059,495. Expenditures exceeded revenues by \$6,657,683. Spending in the Capital Projects fund on safety and security renovations district-wide accounted for \$6,620,775 of that spending excess and the corresponding change in fund balance. The fund balance in all governmental funds, on June 30, 2016, was \$25,973,001. The fund balance in all governmental funds on June 30, 2017 was \$19,315,318. Expenditures exceeded revenues in the General Fund by \$148,806. Some of the more significant changes are noted below.

The Educational Account of the General Fund shows a deficiency of revenues over expenditures, before other financing sources, of \$178,377 in the 2016-2017 fiscal year compared to a deficiency of revenues over expenditures of \$303,605 last fiscal year. The fund balance in the Educational Account decreased 1.63% from \$10,925,197 in 2016 to \$10,746,820 for 2017. Total expenditures in the Educational Account, net of on-behalf payments, decreased by 0.27% in 2017 versus 2016, and total revenues decreased by 1.66% in the same period resulting in a deficit.

The Working Cash Account of the General Fund has a fund balance of \$1,875,480. The District issued \$8,450,000 of General Obligation Limited Tax School Bonds, Series 2016A and \$1,245,000 of Taxable General Obligation Limited Tax School Bonds, Series 2016B in March 2016 for capital projects in four of the District's buildings. The District abated \$8,109,611 of proceeds from the Working Cash Account during the 2016-2017 fiscal year to the Operations and Maintenance Fund, all of which was subsequently transferred to the Capital Projects Fund for these projects.

The Operations & Maintenance Fund shows an excess of revenues over expenditures, before other financing sources and uses, of \$217,641. The District did not spend as much as anticipated on capital items during the year.

Transportation Fund expenditures decreased by \$89,050 or 7.12% from \$1,250,977 in 2016 to \$1,161,927 in 2017. Contractual transportation costs for special education were less than anticipated. The Transportation Fund ended the year with a fund balance of \$1,464,619 which is an increase of \$216,400 or 17.34% over the prior year. Total revenues decreased by \$128,291 or 8.52%. The State continues to pro-rate transportation funding and the District will need to carefully monitor this.

The Debt Service Fund is fully funded by the tax levy, which is set by the bond ordinance to accurately pay-off the debt schedule. The District has three bond issues outstanding: the 2012 working cash bond issue and the 2016 bond issues – Series A and Series B. The 2007 bond issue matured during the fiscal year. Expenditures exceeded revenues by \$390,820. This was a result of capitalized interest from the 2016 bond issuance.

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Financial Analysis of the District's Funds (Continued)

The Municipal Retirement/Social Security fund revenues exceeded expenditures by \$68,451. The fund balance increased by 8.41% from the prior year.

Expenditures exceeded revenues in the Capital Projects Fund by \$6,620,775. The District issued bonds last year to pay for the projects and transfers were made from the Working Cash Fund to cover the expenditures. The Capital Projects fund is used to pay for capital improvements and funds are transferred into this fund on an as-needed basis.

General Fund Budgetary Highlights

The District budget is prepared in accordance with Illinois law. The most significant budgeted fund is the General Fund's Educational Account.

The Educational Account had revenues of \$31,394,280 and expenditures of \$31,572,657, resulting in a deficit of \$178,377. The expenditures for the Educational Account (excluding State retirement contributions) are lower than budgeted as a result of expenditures for salaries, instructional supplies and materials, and special education tuition that were lower than anticipated.

Capital Assets and Debt Administration

Capital assets

Total capital assets, net of depreciation, are \$26,838,266 and include five main buildings and the contents of those buildings. It also includes storage buildings, yards, playgrounds and equipment, garages, and athletic fields.

The District's capital improvements this year include the safety and security renovations at Manning and Miller Elementary Schools, Westmont Junior High School, and Westmont High School. The projects at the elementary schools and the junior high were completed in August 2016 and the classroom renovations at the high school were completed by December 2016. For additional information on the capital assets, readers should refer to Note E in the notes section of the financial statements.

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Capital Assets and Debt Administration (Continued)

Capital assets (Continued)

Table 4				
Capital Assets (Net of Depreciation)				
	<u>2017</u>	<u>2016</u>	<u>Difference</u>	<u>% Change</u>
Land	\$ 6,227,150	\$ 6,227,150	\$ 0	0.00%
Construction in Progress	8,267,276	1,917,328	6,349,948	331.19%
Land improvements	485,673	532,187	(46,514)	(8.74)%
Buildings	10,941,085	11,694,436	(753,351)	(6.44)%
Equipment	<u>917,082</u>	<u>841,198</u>	<u>75,884</u>	<u>9.02%</u>
Total (net)	<u>\$ 26,838,266</u>	<u>\$ 21,212,299</u>	<u>\$ 5,625,967</u>	<u>26.52%</u>

Long-term Bonded Debt

The current outstanding bonded debt totals \$12,550,000. The District has three bond issues outstanding. The \$6,900,000 April 2007 non-referendum bond issue matured this year. In July 2012, the District issued \$4,885,000 in non-referendum bonds to fund capital improvements throughout the District. In March 2016, the District issued \$8,450,000 of Series A bonds and \$1,245,000 of Series B bonds. The property tax cap legislation limits a district's issuance of non-referendum bonds to the debt obligation of 1994, at which time the District had a debt service extension base of \$1,146,000. A total of \$15,883,528 will be required to retire the bond principal and interest on the outstanding debt. For more detailed information, readers should refer to Note F in the notes section of the basic financial statements.

Table 5				
Outstanding Long-Term Bonded Debt				
	<u>2017</u>	<u>2016</u>	<u>Difference</u>	<u>% Change</u>
General Obligation Bonds	\$ 12,550,000	\$ 13,730,000	\$ (1,180,000)	(8.59) %
Unamortized Premium	<u>1,023,242</u>	<u>1,104,852</u>	<u>(81,610)</u>	<u>(7.39) %</u>
Total (net)	<u>\$ 13,573,242</u>	<u>\$ 14,834,852</u>	<u>\$ (1,261,610)</u>	<u>(8.50) %</u>

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Factors Bearing on the District's Future

The District updates five-year financial projections on an ongoing basis taking into consideration many factors and assumptions. This allows the District time to plan strategies related to its financial condition. The housing market continues to have a considerable effect on the District's financial resources. The District experienced high "new growth" beginning with the 2006 levy and continuing through the 2008 levy as the trend of tear-down and rebuild swept Westmont. New growth has slowed over the past few years as a result of the downturn of the housing market and the fact that there is no vacant land for future housing developments. New growth for the 2016 levy was small at \$2,769,980 but the District is starting to see older homes being torn down and replaced by new ones. "New growth" falls outside of the tax cap and is important for revenue generation; the higher the "new growth" number, the more tax revenue may increase.

The District currently has some of the oldest buildings in DuPage County. Our newest elementary building was constructed in 1957; the other two elementary buildings were built in the 1930's. The District formed a Facilities Usage Committee comprised of teachers, community members, administrators and parents charged with taking a close look at the facilities of the District and making recommendations regarding standards for educational purposes as well as structural and mechanical purposes. That committee completed its work and presented recommendations to the Board of Education at the end of the 2008-2009 school year. The committee was reconvened in the spring of 2011 and has been working on short-term, mid-term, and long-term renovation proposals. The Board of Education issued Working Cash bonds in July 2012 to begin the short-term projects that began in the summer of 2012. The District completed some of the mid-term projects during the summer of 2015 and finished a majority of the projects over the summer and fall of 2016. The projects address safety issues, bring our facilities in line with surrounding districts, and make our schools true learning communities for the 21st century.

The District and The Village of Westmont reached a settlement agreement in May 2013 regarding the Westmont Central Business District Tax Increment Finance District (TIF) which will provide for up to \$15,000,000 in TIF revenues for renovations at Manning Elementary School. The District has received \$38,148 in TIF revenues during the three-year history of the TIF.

The District experiences strong retention rates within its certified staff. Over 78% of the teaching staff maintains a Master's Degree. The District has negotiated salary agreements with certified staff and other union employees that are based on a percentage of CPI increase.

The District operates a self-funded insurance plan. The District has experienced very favorable medical premiums renewals over the past four years with three of the years below the rate of medical inflation and one year exceeding the medical inflation rate. The District and employee groups have worked cooperatively through the District Insurance Committee to monitor the cost of medical benefits.

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Factors Bearing on the District's Future (Continued)

The Federal and State economic pictures do not appear to be favorable. Smaller increases and/or cuts in funding will likely continue as additional mandates are imposed.

- The State of Illinois continues to have fiscal instability. The State did not pass a budget for the 2016-17 school year. This was the second year the State did not have a budget, but did appropriate funds for schools. State revenue was delayed and the State owed the District for two quarters of mandated categorical payments at June 30. The District is still waiting to receive the fourth quarter categorical aide and for some of the grant payments. These factors make school districts more reliant on the local property taxes.
- The legislature recently passed Senate Bill 1947 which is the Evidence Based funding model. State revenue will be distributed to Districts through this model which significantly changes the way funding is allocated to Districts throughout the State. Funding is based on 26 essential elements that impact student achievement as well as a District's local resources. The District will receive the same amount of State funding for 2017 as it received in 2016, but will receive all of the funds in one category as opposed to five. Districts that have funding levels below the Adequacy Target will receive the majority of any additional funding. We believe that the District will be in Tier 4 which means that the District is funded above the Adequacy Target and will receive minimal new dollars if any. This information will not be available from the Illinois State Board of Education until November or December.
- For the past three years, the State has been considering legislative changes to the Teacher Retirement System pension which would push the cost of the pensions onto the school district. The District continues to monitor this closely as the potential impact to the District is significant.
- Legislation has been proposed that will freeze property taxes for two years. We anticipate that some form of freeze will eventually be enacted. This has been pending for the past few years.
- District 201 continues to budget conservatively, to review programs, look for operational efficiencies and make prudent decisions when it comes to overall expenditures.

The Illinois State Board of Education system for assessing a school district's financial health is called the Financial Profile Score. The District's score is 3.65 which places the District in the Financial Recognition category. For the prior five consecutive years, the District received a perfect 4.0 score from the Illinois State Board of Education for the District's Financial Profile. The change this year is a result of transfers from the Working Cash Fund for capital projects. These scores place the District in the highest category for financial strength, labeled "Recognition." The District has received Financial Recognition for 14 consecutive years. The District anticipates a score of 4.0 for fiscal year 2017.

Through the work of the Superintendent, Business Manager, and the Board of Education we will continue to monitor and maintain a strong financial future for the District.

Community Unit School District No. 201
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2017

Contacting the District's Financial Management Team

This financial report is designed to provide the District's citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Kimberly Anderson, Business Manager/CSBO at the Westmont Community Unit School District 201 Administration Offices, 133 S. Grant Street, Westmont, Illinois 60559.

BASIC FINANCIAL STATEMENTS

Community Unit School District No. 201
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2017

ASSETS	
Cash and investments	\$ 20,481,238
Receivables (net of allowance for uncollectibles):	
Interest	7,711
Property taxes	11,298,790
Replacement taxes	51,082
Intergovernmental	757,846
Other receivable	43,875
Capital assets:	
Land	6,227,150
Construction in progress	8,267,276
Depreciable buildings, property, and equipment, net	<u>12,343,840</u>
Total assets	<u>59,478,808</u>
DEFERRED OUTFLOW OF RESOURCES	
Deferred outflow related to pension liability	<u>1,340,057</u>
Total deferred outflows	<u>1,340,057</u>
LIABILITIES	
Accounts payable	134,094
Salaries and wages payable	2,171,212
Payroll deductions payable	47,894
Claims payable	175,690
Interest payable	34,285
Long-term liabilities:	
Due within one year	885,000
Due after one year	<u>17,098,194</u>
Total liabilities	<u>20,546,369</u>
DEFERRED INFLOW OF RESOURCES	
Deferred inflow related to pension liability	323,107
Property taxes levied for a future period	<u>10,796,334</u>
Total deferred inflows	<u>11,119,441</u>
NET POSITION	
Net investment in capital assets	14,288,266
Restricted For:	
Operations and maintenance	3,044,730
Debt service	524,808
Student transportation	1,464,619
Retirement benefits	882,798
Capital projects	600,787
Tort immunity	140,991
Unrestricted	<u>8,206,056</u>
Total net position	<u>\$ 29,153,055</u>

The accompanying notes are an integral part of this statement.

Community Unit School District No. 201

STATEMENT OF ACTIVITIES For the Year Ended June 30, 2017

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	\$ 10,110,641	\$ 344,783	\$ 297,824	\$ (9,468,034)
Special programs	4,720,326	-	1,073,661	(3,646,665)
Other instructional programs	1,641,797	2,615	51,154	(1,588,028)
State retirement contributions	10,274,133	-	10,274,133	-
Support services:				
Pupils	1,266,406	-	-	(1,266,406)
Instructional staff	1,014,389	-	48,064	(966,325)
General administration	893,355	-	-	(893,355)
School administration	1,354,438	-	-	(1,354,438)
Business	1,168,870	257,360	205,275	(706,235)
Transportation	1,161,927	7,257	500,000	(654,670)
Operations and maintenance	2,548,477	178,875	-	(2,369,602)
Central	739,287	-	-	(739,287)
Other supporting services	29,376	-	-	(29,376)
Community services	14,365	-	-	(14,365)
Nonprogrammed charges - excluding special education	127,618	-	-	(127,618)
Interest and fees	342,187	-	-	(342,187)
Total governmental activities	<u>\$ 37,407,592</u>	<u>\$ 790,890</u>	<u>\$ 12,450,111</u>	<u>\$ (24,166,591)</u>
General revenues:				
Taxes:				
Real estate taxes, levied for general purposes				17,532,753
Real estate taxes, levied for specific purposes				3,850,179
Real estate taxes, levied for debt service				1,287,040
Personal property replacement taxes				360,514
State aid-formula grants				778,300
Investment earnings				84,483
Miscellaneous				264,414
Total general revenues				<u>24,157,683</u>
Change in net position				(8,908)
Net position, beginning of year				<u>29,161,963</u>
Net position, end of year				<u>\$ 29,153,055</u>

The accompanying notes are an integral part of this statement.

Community Unit School District No. 201

Governmental Funds

BALANCE SHEET

June 30, 2017

	General	Operations and Maintenance	Transportation
ASSETS			
Cash and investments	\$ 14,211,987	\$ 3,072,058	\$ 1,199,571
Receivables (net of allowance for uncollectibles):			
Interest	5,968	837	364
Property taxes	8,799,083	1,077,525	424,266
Replacement taxes	51,082	-	-
Intergovernmental	509,345	-	248,501
Other receivable	<u>-</u>	<u>43,875</u>	<u>-</u>
Total assets	<u>\$ 23,577,465</u>	<u>\$ 4,194,295</u>	<u>\$ 1,872,702</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 59,381	\$ 72,029	\$ 2,684
Salaries and wages payable	2,123,761	47,451	-
Payroll deductions payable	47,552	477	-
Claims payable	<u>175,690</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>2,406,384</u>	<u>119,957</u>	<u>2,684</u>
DEFERRED INFLOWS			
Property taxes levied for a future period	<u>8,407,790</u>	<u>1,029,608</u>	<u>405,399</u>
Total deferred inflows	<u>8,407,790</u>	<u>1,029,608</u>	<u>405,399</u>
FUND BALANCES			
Restricted	140,991	3,044,730	1,464,619
Unassigned	<u>12,622,300</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>12,763,291</u>	<u>3,044,730</u>	<u>1,464,619</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 23,577,465</u>	<u>\$ 4,194,295</u>	<u>\$ 1,872,702</u>

The accompanying notes are an integral part of this statement.

Municipal Retirement / Soc. Sec.	Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 866,461	\$ 530,566	\$ 462,679	\$ 137,916	\$ 20,481,238
363	122	148	44	7,846
359,175	638,741	-	-	11,298,790
-	-	-	-	51,082
-	-	-	-	757,846
-	-	-	-	43,875
<u>\$ 1,225,999</u>	<u>\$ 1,169,429</u>	<u>\$ 462,827</u>	<u>\$ 137,960</u>	<u>\$ 32,640,677</u>
\$ -	\$ -	\$ -	\$ -	\$ 134,094
-	-	-	-	2,171,212
-	-	-	-	48,029
-	-	-	-	175,690
-	-	-	-	2,529,025
<u>343,201</u>	<u>610,336</u>	<u>-</u>	<u>-</u>	<u>10,796,334</u>
<u>343,201</u>	<u>610,336</u>	<u>-</u>	<u>-</u>	<u>10,796,334</u>
882,798	559,093	462,827	137,960	6,693,018
-	-	-	-	12,622,300
<u>882,798</u>	<u>559,093</u>	<u>462,827</u>	<u>137,960</u>	<u>19,315,318</u>
<u>\$ 1,225,999</u>	<u>\$ 1,169,429</u>	<u>\$ 462,827</u>	<u>\$ 137,960</u>	<u>\$ 32,640,677</u>

Community Unit School District No. 201
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
For the Year Ended June 30, 2017

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

Total fund balances - governmental funds	\$	19,315,318
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.		26,838,266
Interest on long-term liabilities (interest payable) 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.		(34,285)
Deferred outflows and inflows of 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	\$ 1,111,831	
Deferred outflows of 2017 employer contributions related to pensions	<u>228,226</u>	1,340,057
Deferred inflows of resources related to pensions		(323,107)
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>(17,983,194)</u>
Net position - governmental activities	\$	<u><u>29,153,055</u></u>

The accompanying notes are an integral part of this statement.

Community Unit School District No. 201

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2017

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
Revenues				
Property taxes	\$ 17,659,104	\$ 2,163,547	\$ 852,133	\$ 708,148
Replacement taxes	347,514	-	-	13,000
State aid	11,846,656	-	517,000	3,378
Federal aid	861,377	-	-	-
Interest	77,757	4,494	1,937	1,188
Other	747,666	300,381	7,257	-
Total revenues	31,540,074	2,468,422	1,378,327	725,714
Expenditures				
Current:				
Instruction:				
Regular programs	8,991,845	-	-	126,757
Special programs	3,322,964	-	-	128,699
Other instructional programs	1,597,693	-	-	32,470
State retirement contributions	10,274,133	-	-	-
Support services:				
Pupils	1,227,772	-	-	25,477
Instructional staff	963,295	-	-	12,536
General administration	851,007	-	-	23,536
School administration	1,328,302	-	-	47,752
Business	1,016,845	-	-	62,825
Transportation	-	-	1,161,927	-
Operations and maintenance	85,711	2,200,950	-	152,343
Central	639,748	-	-	44,855
Other supporting services	29,376	-	-	-
Community services	14,131	-	-	13
Nonprogrammed charges	1,259,871	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	86,187	49,831	-	-
Total expenditures	31,688,880	2,250,781	1,161,927	657,263
Excess (deficiency) of revenues over expenditures	(148,806)	217,641	216,400	68,451
Other financing sources (uses)				
Transfers in	-	8,109,611	-	-
Transfers (out)	(8,109,611)	(8,109,611)	-	-
Total other financing sources (uses)	(8,109,611)	-	-	-
Net change in fund balance	(8,258,417)	217,641	216,400	68,451
Fund balance (deficit), beginning of year	21,021,708	2,827,089	1,248,219	814,347
Fund balance, end of year	\$ 12,763,291	\$ 3,044,730	\$ 1,464,619	\$ 882,798

The accompanying notes are an integral part of this statement.

	Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$	1,287,040	\$ -	\$ -	\$ 22,669,972
	-	-	-	360,514
	-	-	-	12,367,034
	-	-	-	861,377
	900	1,109	226	87,611
	-	-	-	1,055,304
	<u>1,287,940</u>	<u>1,109</u>	<u>226</u>	<u>37,401,812</u>
	-	-	-	9,118,602
	-	-	-	3,451,663
	-	-	-	1,630,163
	-	-	-	10,274,133
	-	-	-	1,253,249
	-	-	-	975,831
	-	-	-	874,543
	-	-	-	1,376,054
	-	-	-	1,079,670
	-	-	-	1,161,927
	-	-	-	2,439,004
	-	-	-	684,603
	-	-	-	29,376
	-	-	-	14,144
	-	-	-	1,259,871
	1,180,000	-	-	1,180,000
	498,760	-	-	498,760
	-	6,621,884	-	6,757,902
	<u>1,678,760</u>	<u>6,621,884</u>	<u>-</u>	<u>44,059,495</u>
	(390,820)	(6,620,775)	226	(6,657,683)
	-	8,109,611	-	16,219,222
	-	-	-	(16,219,222)
	-	<u>8,109,611</u>	<u>-</u>	<u>-</u>
	(390,820)	1,488,836	226	(6,657,683)
	<u>949,913</u>	<u>(1,026,009)</u>	<u>137,734</u>	<u>25,973,001</u>
\$	<u>559,093</u>	<u>\$ 462,827</u>	<u>\$ 137,960</u>	<u>\$ 19,315,318</u>

Community Unit School District No. 201
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, 2017

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

Net change in fund balance - total governmental funds	\$ (6,657,683)
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 capital outlay exceeds depreciation in the current period.	5,625,967
Certain revenues included in the statement of activities do not provide current financial resources and therefore, are deferred in the governmental fund statements.	(3,128)
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 liability	(90,400)
Deferred outflow and inflows of resources related to TRS pension liability	393,883
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.	74,963
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>647,490</u>
Change in net position - governmental activities	\$ <u><u>(8,908)</u></u>

The accompanying notes are an integral part of this statement.

Community Unit School District No. 201

Fiduciary Funds

STATEMENT OF FIDUCIARY NET POSITION

June 30, 2017

	Agency Fund	Private Purpose Trust Fund
<hr/>		
ASSETS		
Cash and investments	\$ 168,998	\$ 7,873
LIABILITIES		
Due to student groups	168,239	-
Due to employees	759	-
Total liabilities	168,998	-
NET POSITION HELD IN TRUST FOR EXTERNAL PARTIES	\$ -	\$ 7,873

The accompanying notes are an integral part of this statement.

Community Unit School District No. 201

Fiduciary Funds

STATEMENT OF CHANGES IN NET POSITION

June 30, 2017

	Private Purpose Trust Fund
<hr/>	
ADDITIONS	
Interest and investment income	\$ <u>50</u>
Total additions	50
DEDUCTIONS	
Scholarships paid	<u>17</u>
CHANGES IN NET POSITION	33
Net position, beginning of year	<u>7,840</u>
Net position, end of year	<u><u>\$ 7,873</u></u>

The accompanying notes are an integral part of this statement.

Community Unit School District No. 201

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Community Unit School District No. 201 (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. 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 Fund), 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.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. 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 property 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.

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, the Working Cash Account, and the Tort Immunity and Judgment 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. 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 .05% of the District's current equalized assessed valuation. The Tort Immunity and Judgment Account is used to account for revenues derived from a specific property levy and state reimbursement grants and expenditures of these monies is for risk management activities.

b. Special Revenue Funds

The special revenue funds are used to account for 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.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

b. Special Revenue Funds (Continued)

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.

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 and transfers from other funds.

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 transfers from other funds.

The Fire Prevention and Safety Fund - accounts for state-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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 *Private Purpose Trust Fund* - is accounted for on the flow of economic resources measurement focus and uses the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The Private Purpose Trust Fund accounts for scholarship and memorial trust funds, the principal of which may not be spent.

The *Agency Funds* - includes Student Activity Funds and Convenience Accounts. The student activity 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. These funds account for activities such as student yearbook, student clubs and council, and scholarships.

Convenience Accounts - account for assets that are normally maintained by a local education agency as a convenience for its faculty, staff, etc.

4. 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.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

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. Revenues that are paid to the District by the Illinois State Board of Education are considered available if they are vouchered by year-end. Expenditures generally are recorded when a fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences, claims, and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

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. 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.

5. 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 period. At June 30, 2017, the District had deferred outflows related to pensions. 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 period. At June 30, 2017, the District reported deferred inflows related to property taxes levied for a future period and pension liabilities.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Deposits and Investments

Investments are stated at fair value. Changes in fair value are included in investment income.

7. Capital Assets

Capital assets, which include land, construction in progress, buildings, land improvements, and equipment 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 \$1,500 for furniture and equipment and \$5,000 for buildings and land improvements and an estimated useful life in excess of two years. 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.

Construction in progress is stated at cost and includes engineering, design, material, and labor incurred for planned construction. No provision for depreciation is made on construction in progress until the asset is completed and placed in service.

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	25 - 40
Land improvements	20
Equipment	5 - 20

8. Accumulated Unpaid Vacation and Sick Pay

Employees who work a twelve-month year are entitled to be compensated for vacation time. Employees have fourteen months to use their vacation time after it is earned or allotted. Unused vacation time may not be accumulated. Noncertified employees may convert up to five unused vacation days to sick leave days annually. Administrative employees may request a pay-out of up to five days of their vacation time prior to the expiration of the fourteen month period.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Accumulated Unpaid Vacation and Sick Pay (Continued)

All certified full-time employees receive fourteen sick days per year in accordance with the agreement between the Board of Education and the Education Association. Part-time employees receive a prorated allocation of sick days. Unused sick leave days accumulate with no limit. When a certified employee resigns from the District, unused sick days are reported to the Teachers' Retirement System (TRS). He/she is reimbursed for any remaining unused sick days at the rate of \$40 per day.

Educational support personnel receive 10 to 14 sick days per year with an unlimited accumulation. All other noncertified employees receive 10 to 15 days per year with an unlimited accumulation. The District does not reimburse employees for unused sick days remaining upon termination of employment. Upon retirement, educational support personnel with at least 10 years of service to the District who retire in accordance with the Illinois Pension code and Illinois Municipal Retirement Fund (IMRF) regulations are reimbursed at the rate of \$40 per day for each accumulated sick day not used for IMRF credit limited to 40 days. Upon retirement, other non-certified employees are reimbursed at the rate of \$40 per day for each accumulated sick day not used for IMRF credit.

The liability for accrued vacation at June 30, 2017 was approximately \$71,000 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.

9. 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 or loss on refunding. 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, whether or not withheld from the actual proceeds received, and losses on refunding are reported as debt service expenditures.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. 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.

11. 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.

12. 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.

13. 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.

14. Fund Balance

In the fund financial statements, 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.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

14. Fund Balance (Continued)

- 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, as well as debt service and capital 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, 2017.
- 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 (Business Manager) the Board of Education delegated the authority to assign amounts to be used for specific purposes. The District had no assigned funds at June 30, 2017.
- 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.

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.

Governmental fund balances reported on the fund financial statements at June 30, 2017 are as follows:

The restricted fund balance in the General Fund is comprised of \$140,991 representing the remaining unspent portion of the restricted tort immunity levy. The remaining restricted and unassigned fund balances are for the purpose of the restricted funds as described in Note A-3.

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. 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.

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	\$ (12,550,000)
Unamortized premiums	(1,023,242)
Compensated absences	(70,993)
Other postemployment benefits/obligations	(1,107,112)
Net pension liability - TRS	(1,109,902)
Net pension liability - IMRF	<u>(2,121,945)</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net position – governmental activities	<u>\$ (17,983,194)</u>

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

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	\$ 6,705,065
Depreciation expense	<u>(1,079,098)</u>
 Net adjustment to increase net change in fund balance - total governmental funds to arrive at change in net position - governmental activities	 \$ <u><u>5,625,967</u></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	\$ 1,180,000
Amortization of premium	81,610
Compensated absences (net change)	(8,019)
TRS net pension liability (net change)	(366,756)
IMRF net pension liability (net change)	(137,548)
Other postemployment benefits (net change)	<u>(101,797)</u>
 Net adjustment to increase net change in fund balances – total governmental funds to arrive at change in net position of governmental activities	 \$ <u><u>647,490</u></u>

Community Unit School District No. 201

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

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, 2017, the District's cash and investments consisted of the following:

	<u>Governmental</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and investments	\$ 20,481,238	\$ 176,871	\$ 20,658,109

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

	<u>Total</u>
Cash on hand	\$ 260
Deposits with financial institutions*	18,616,498
Illinois School District Liquid Asset Fund Plus	41,351
ISDLAF + Term Series	<u>2,000,000</u>
	<u>\$ 20,658,109</u>

* Includes accounts held in demand and savings accounts, but primarily consists of non-negotiable certificates of deposit and money market savings accounts, which are valued at cost.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs. The District's investments detailed in the interest rate risk table below are measured using the market valuation method and Level 2 valuation inputs.

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

1. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, a periodic review of the investment portfolio is performed to ensure performance is consistent with the safety, liquidity, rate of return, diversification and overall performance the District needs. Maturity information on ISDLAF+ Term Series is shown in the table below.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities in Years</u>			
		<u>Less than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More than 10</u>
ISDLAF+ Term Series	\$ <u>2,000,000</u>	\$ <u>2,000,000</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
TOTAL	\$ <u>2,000,000</u>	\$ <u>2,000,000</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

Redemption Notice Period - Investments in ISDLAF's Term Series maybe redeemed upon seven days' advance notice. Redemption prior to maturity may result in the realization of a loss on the investment, including a penalty in an amount necessary to recoup the Term Series penalty charges, losses and other costs attributable to the early redemption.

The following investment is measured at net asset value (NAV):

		<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
ISDLAF+	\$ 41,351	n/a	Daily	1 day

2. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds, and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NRSRO's). The District's investments in Illinois School District Liquid Asset Fund Plus Term Series are unrated.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

2. Credit Risk (Continued)

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

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, 2017, the bank balances of the District's deposits with financial institutions totaled \$19,728,325, all of which is fully insured or collateralized.

With respect to investments, custodial risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring that all investments to be maintained by third parties.

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 2016 tax levy resolution was approved by the Board, on December 13, 2016. 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 No. 201

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

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 2016 property tax levy not received by June 30 is recorded as a receivable. 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.

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2017 was as follows:

	<u>Balance</u> <u>July 1, 2016</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2017</u>
Capital assets, not being depreciated				
Land	\$ 6,227,150	\$ -	\$ -	\$ 6,227,150
Construction in progress	<u>1,917,328</u>	<u>6,458,358</u>	<u>108,410</u>	<u>8,267,276</u>
Total capital assets not being depreciated	<u>8,144,478</u>	<u>6,458,358</u>	<u>108,410</u>	<u>14,494,426</u>
Capital assets, being depreciated				
Buildings	31,917,347	122,262	-	32,039,609
Land improvements	1,426,419	-	-	1,426,419
Equipment	<u>4,351,391</u>	<u>232,855</u>	<u>25,016</u>	<u>4,559,230</u>
Total capital assets being depreciated	<u>37,695,157</u>	<u>355,117</u>	<u>25,016</u>	<u>38,025,258</u>

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE E - CAPITAL ASSETS (Continued)

	<u>Balance</u> <u>July 1, 2016</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2017</u>
Less accumulated depreciation for:				
Buildings	\$ 20,222,911	\$ 875,613	\$ -	\$ 21,098,524
Land improvements	894,232	46,514	-	940,746
Equipment	<u>3,510,193</u>	<u>156,971</u>	<u>25,016</u>	<u>3,642,148</u>
Total accumulated depreciation	<u>24,627,336</u>	<u>1,079,098</u>	<u>25,016</u>	<u>25,681,418</u>
Total capital assets being depreciated, net	<u>13,067,821</u>	<u>(723,981)</u>	<u>-</u>	<u>12,343,840</u>
Governmental activities capital assets, net	<u>\$ 21,212,299</u>	<u>\$ 5,734,377</u>	<u>\$ 108,410</u>	<u>\$ 26,838,266</u>

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

Regular programs	\$ 906,442
Special programs	140,283
District administration	10,791
School administration	10,791
Business	<u>10,791</u>
Total depreciation expense - governmental activities	<u>\$ 1,079,098</u>

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE F - LONG-TERM LIABILITIES

1. Changes in General Long-term Liabilities

During the year ended June 30, 2017, changes in long-term liabilities were as follows:

	<u>Balance</u> <u>July 1, 2016</u>	<u>Debt</u> <u>Issued</u>	<u>Debt Retired/</u> <u>Defeased</u>	<u>Balance</u> <u>June 30, 2017</u>
General obligation bonds	\$ 13,730,000	\$ -	\$ 1,180,000	\$ 12,550,000
Unamortized premium	1,104,852	-	81,610	1,023,242
IMRF net pension liability	972,354	1,565,401	1,427,853	1,109,902
TRS net pension liability	1,755,189	470,863	104,107	2,121,945
Other postemployment benefit obligations	1,005,315	146,902	45,105	1,107,112
Compensated absences	<u>62,974</u>	<u>70,993</u>	<u>62,974</u>	<u>70,993</u>
Total long-term liabilities	<u>\$ 18,630,684</u>	<u>\$ 2,254,159</u>	<u>\$ 2,901,649</u>	<u>\$ 17,983,194</u>
		<u>Due Within</u> <u>One Year</u>		
General obligation bonds		<u>\$ 885,000</u>		

2. Bonds Payable

General obligation bonds are direct obligations, and pledge the full faith and credit of the District. General obligation bonds activity for the year ended June 30, 2017 is as follows:

	<u>Bonds Payable</u> <u>July 1, 2016</u>	<u>Debt Issued</u>	<u>Reductions/</u> <u>Refunded</u>	<u>Bonds Payable</u> <u>June 30, 2017</u>
\$6,900,000 Limited Tax School Bonds Series 2007; issued April 1, 2007; due December 1, 2016; interest at 5.00%, for capital projects	\$ 190,000	\$ -	\$ 190,000	\$ -
\$4,885,000 Limited Tax School Bonds Series 2012; issued July 10, 2012; due December 1, 2020; interest at 2.00% to 3.00%, for capital projects	3,845,000	-	990,000	2,855,000

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE F - LONG-TERM LIABILITIES (Continued)

2. Bonds Payable (Continued)

	Bonds Payable July 1, 2016	Debt Issued	Reductions/ Refunded	Bonds Payable June 30, 2016
\$8,450,000 Limited Tax School Bonds Series 2016A; issued March 17, 2016; due December 1, 2031; interest at 2.00% to 4.00%, for capital projects	8,450,000	-	-	8,450,000
\$1,245,000 Limited Tax School Bonds Series 2016B; issued March 17, 2016; due December 1, 2022; interest at 1.31% to 1.67%, for capital projects	1,245,000	-	-	1,245,000
	\$ 13,730,000	\$ -	\$ 1,180,000	\$ 12,550,000

At June 30, 2017, the District's future cash flow requirements for retirement of bond principal and interest was as follows:

	Year Ending June 30	Principal	Interest	Total
2018	\$	885,000	\$ 402,569	\$ 1,287,569
2019		915,000	384,569	1,299,569
2020		955,000	361,094	1,316,094
2021		995,000	333,133	1,328,133
2022		1,030,000	310,256	1,340,256
2023 - 2027		3,755,000	1,150,007	4,905,007
2028 - 2032		4,015,000	391,900	4,406,900
Total	\$	12,550,000	\$ 3,333,528	\$ 15,883,528

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$559,093 in the Debt Service Fund to service the outstanding bonds payable.

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE F - LONG-TERM LIABILITIES (Continued)

2. Bonds Payable (Continued)

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, 2017, the statutory debt limit for the District was \$65,786,865, of which \$53,236,865 is fully available.

NOTE G - INTERFUND TRANSFERS

The following is a schedule of interfund transfers:

<u>To</u>	<u>From</u>	<u>Amount</u>	<u>Principal Purpose</u>
Operations and Maintenance	Working Cash	\$ 8,109,611	Working Cash Abatement
Capital Projects	Operations and Maintenance	\$ 8,109,611	Fund current year capital projects

NOTE H - OPERATING LEASE AGREEMENTS

The District entered into an operating lease with an unrelated party for copy machines in June 2014. Terms of the lease are for monthly payments of \$2,543 through December 2017. Total cost for the lease was \$30,516, for the year ended June 30, 2017.

The future minimum lease payments under this agreement is as follows:

<u>Future Maturities</u>	
<u>Year Ending June 30,</u>	<u>Total</u>
2018	\$ <u>15,258</u>

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE I - 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 Suburban School Cooperative Insurance Pool (SSCIP) 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 the SELF can be obtained from its business office at 1111 South Del Road, Park Ridge, Illinois 60068.

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, 2017 were \$75,000 for individual claims and \$2,052,000 for aggregate claims.

At June 30, 2017, total unpaid claims, including an estimate of claims that have been incurred but not reported (IBNRs) to the administrative agent, totaled \$175,690. 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.

Balances of claims liabilities are as follows at:

	<u>June 30,</u> <u>2017</u>	<u>June 30,</u> <u>2016</u>
Unpaid claims, beginning of fiscal year	\$ 135,789	\$ 74,300
Incurred claims (including IBNRs)	2,063,283	2,416,690
Claim payments	<u>(2,023,382)</u>	<u>(2,355,201)</u>
Unpaid claims, end of fiscal year	<u>\$ 175,690</u>	<u>\$ 135,789</u>

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - 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://trsil.org>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 877-0890.

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 No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - 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 of creditable earnings. On July 1, 2016, the rate dropped to 9.0 percent of pay due to the expiration of the Early Retirement Option (ERO). The member contribution, which may be paid on behalf of employees by the 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, 2017, state of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$10,130,094 in pension contributions from the state of Illinois.

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2017, were \$74,591, and are deferred because they were paid after the June 30, 2016 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.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

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

Contributions (Continued)

Federal and Special Trust Fund Contributions (Continued)

For the year ended June 30, 2017, the employer pension contribution was 38.54 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2017, salaries totaling \$75,057 were paid from federal and special trust funds that required employer contributions of \$28,927. These contributions are deferred because they were paid after the June 30, 2016 measurement date.

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 ERO. The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the program that ended June 30, 2016 is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2017, the District paid \$0 to TRS for employer ERO contributions for retirements that occurred before July 1, 2016.

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, 2017, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent and \$0 for sick leave days granted in excess of the normal annual allotment.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

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

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

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

District's proportionate share of the net pension liability	\$ 2,121,945
State's proportionate share of the net pension liability associated with the District	<u>103,151,382</u>
Total	<u><u>\$ 105,273,327</u></u>

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015, and rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2016, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2016, the District's proportion was 0.0026881828 percent, which was a decrease of 0.0000089174 from its proportion measured as of June 30, 2015.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

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

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

For the year ended June 30, 2017, the District recognized pension expense of \$10,214,639 and revenue of \$10,130,094 for support provided by the state. At June 30, 2017, 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	\$ 15,690	\$ 1,439
Change of assumptions	182,243	-
Net difference between projected and actual earnings on pension plan investments	59,949	-
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>4,730</u>	<u>288,881</u>
Total deferred amounts to be recognized in pension expense in future periods	<u>262,612</u>	<u>290,320</u>
District contributions subsequent to the measurement date	<u>103,518</u>	<u>-</u>
Total deferred amounts related to pensions	<u>\$ 366,130</u>	<u>\$ 290,320</u>

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

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

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

The District reported \$103,518 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2018. 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 (Outflows) of Resources</u>
2018	\$ 64,919
2019	64,919
2020	(30,503)
2021	(62,446)
2022	<u>(9,181)</u>
	<u>\$ 27,708</u>

Actuarial Assumptions

The total pension liability in the June 30, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	varies by amount of service credit
Investment rate of return	7.00 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.

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

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

Actuarial Assumptions (Continued)

For the June 30, 2016 valuation, the investment return assumption was lowered from 7.50 percent to 7.0 percent. Salary increase assumptions were lowered from their 2015 levels. Other assumptions were based on the 2015 experience analysis which increased retirement rates, improved mortality assumptions and made other changes.

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. equities large cap	14.4 %	6.94 %
U.S. equities small/mid cap	3.6	8.09
International equities developed	14.4	7.46
Emerging market equities	3.6	10.15
U.S. bonds core	10.7	2.44
International debt developed	5.3	1.70
Real estate	15.0	5.44
Commodities (real return)	11.0	4.28
Hedge funds (absolute return)	8.0	4.16
Private equity	14.0	10.63
Total	<u>100 %</u>	

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

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

Discount Rate

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

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

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

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

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

	<u>1% Decrease</u> <u>(5.83%)</u>	<u>Current</u> <u>Discount</u> <u>(6.83%)</u>	<u>1% Increase</u> <u>(7.83%)</u>
District's proportionate share of the net pension liability	\$ 2,595,225	\$ 2,121,945	\$ 1,735,401

TRS Fiduciary Net Position

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

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

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.

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.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Employees Covered by Benefit Terms

As of December 31, 2016, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	121
Inactive plan members entitled to but not yet receiving benefits	181
Active plan members	<u>81</u>
Total	<u><u>383</u></u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2016 was 9.84%. For the fiscal year ended June 30, 2017 the District contributed \$262,890 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, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2016:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Inflation Rate	2.75%
Salary Increases	3.75% to 14.50%
Investment Rate of Return	7.50%
Projected Retirement Age	Experience-based table of rates, specific to the type of eligibility condition, last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

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%	6.85%
International equity	17%	6.75%
Fixed income	27%	3.00%
Real estate	8%	5.75%
Alternative investments	9%	2.65% - 7.35%
Cash equivalents	1%	2.25%
Total	100%	

Single Discount Rate

A Single Discount Rate of 7.50% 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

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

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

Single Discount Rate (Continued)

- 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 the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.78%, and the resulting single discount rate is 7.50%.

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, 2016:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2015	\$ 15,848,722	\$ 14,876,368	\$ 972,354
Changes for the year:			
Service cost	294,386	-	294,386
Interest on the total pension liability	1,168,567	-	1,168,567
Difference between expected and actual experience of the total pension liability	119,905	-	119,905
Changes of assumptions	(17,457)	-	(17,457)
Contributions - Employer	-	271,158	(271,158)
Contributions - Employees	-	125,257	(125,257)
Net investment income	-	1,015,031	(1,015,031)
Benefit payments, including refunds of employee contributions	(788,431)	(788,431)	-
Other (net transfer)	-	16,407	(16,407)
Net changes	<u>776,970</u>	<u>639,422</u>	<u>137,548</u>
Balances at December 31, 2016	<u>\$ 16,625,692</u>	<u>\$ 15,515,790</u>	<u>\$ 1,109,902</u>

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

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

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 7.50%, as well as what the plan's net pension liability (asset) would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	1% Lower (6.50%)	Current Discount Rate (7.50%)	1% Higher (8.50%)
Net pension liability (asset)	\$ 2,987,407	\$ 1,109,902	\$ (453,334)

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

For the year ended June 30, 2017 the District recognized pension expense of \$490,803. At June 30, 2017, the District reported deferred inflows 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	\$ 64,761	\$ 23,358
Change of assumptions	1,526	9,429
Net difference between projected and actual earnings on pension plan investments	<u>782,932</u>	<u>-</u>
Total deferred amounts to be recognized in pension expense in the future periods	<u>849,219</u>	<u>32,787</u>
Pension contributions made subsequent to the measurement date	<u>124,708</u>	<u>-</u>
Total deferred amounts related to pensions	<u>\$ 973,927</u>	<u>\$ 32,787</u>

The District reported \$124,708 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2018.

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

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

Year Ending June 30,	Net Deferred Outflows of Resources
2018	\$ 294,087
2019	277,021
2020	228,001
2021	17,323
2022	-
Thereafter	-
Total	\$ 816,432

3. Summary of Pension Items

Below is a summary of the various pension items:

	TRS	IMRF	Total
Deferred outflows of resources:			
Employer contributions	\$ 103,518	\$ 124,708	\$ 228,226
Experience	15,690	64,761	80,451
Assumptions	182,243	1,526	183,769
Proportionate share	4,730	-	4,730
Investments	59,949	782,932	842,881
	\$ 366,130	\$ 973,927	\$ 1,340,057
Net pension liability	\$ 2,121,945	\$ 1,109,902	\$ 3,231,847

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE J - PENSION LIABILITIES (Continued)

3. Summary of Pension Items (Continued)

	TRS	IMRF	Total
Deferred inflows of resources:			
Experience	\$ 1,439	\$ 23,358	\$ 24,797
Assumptions	-	9,429	9,429
Proportionate share	288,881	-	288,881
	\$ 290,320	\$ 32,787	\$ 323,107

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.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE K - 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.

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 1.12 percent of pay during the year ended June 30, 2017. State of Illinois contributions were \$144,039, 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 0.84 percent during the year ended June 30, 2017. For the year ended June 30, 2017, the District paid \$108,029 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" (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>). Prior reports are available under "Healthcare and Family Services" (<http://www.auditor.illinois.gov/Audit-Reports/HEALTHCARE-FAMILY-SERVICES-Teacher-Health-Ins-Sec-Fund.asp>)

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan

Plan Description

The District administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement. Retirees are responsible to contribute a premium toward the cost of their insurance. Retirees may also access dental and life insurance benefits on a "direct pay" basis.

As of June 30, 2017, the following employees were covered by the benefit terms:

Actives	21
Actives not yet fully eligible to retire	214
Retirees and spouses	3
Total	238

Funding Policy

Retirees under the age of 65 contribute a combined retiree/active employee rate. Retirees have the option of choosing from an HMO or PPO plan through the District. Premiums for the plan are set by the Board of Education. Currently, the District contributes 0 percent to 100 percent to postemployment benefits, which varies for different employee groups. For fiscal year 2017, the District contributed \$45,105 toward the cost of the postemployment benefits 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 to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's net OPEB obligation to the Retiree Health Plan:

Community Unit School District No. 201
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Annual OPEB Cost and Net OPEB Obligation (Continued)

		<u>June 30,</u> <u>2017</u>
Annual required contribution	\$	140,200
Interest on net OPEB obligation		40,213
Adjustment to annual required contribution		<u>(33,511)</u>
Annual OPEB cost		146,902
Contributions made		<u>(45,105)</u>
Increase in net OPEB obligation		101,797
Net OPEB obligation, beginning of year		<u>1,005,315</u>
Net OPEB obligation, end of year	\$	<u><u>1,107,112</u></u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2017 and the two preceding fiscal years were as follows:

<u>Actuarial</u> <u>Valuation</u> <u>Date</u>		<u>Annual</u> <u>OPEB</u> <u>Cost</u>	<u>Percentage</u> <u>Annual OPEB</u> <u>Cost</u> <u>Contributed</u>		<u>Net OPEB</u> <u>Obligation</u>
6/30/17	\$	146,902	30.7%	\$	1,107,112
6/30/16*		136,330	57.3%		1,005,315
6/30/15		135,836	45.4%		947,060

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

Community Unit School District No. 201

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Funding Status and Funding Progress

As of June 30, 2017, the actuarial accrued liability for benefits was \$1,369,073, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) and the ratio of the unfunded actuarial accrued liability to the covered payroll were \$14,626,965 and 9%, respectively.

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.

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.

Actuarial methods and assumptions

Measurement date	July 1, 2016
Investment rate of return	
Expected return on plan assets	N/A
Expected return on employer's assets	4.00%
Rate of compensation increase	4.00%

Assumed health care trend rates

Initial health care cost trend rate	
District Medical Plans	7.50%
TRIP Plan	5.00%
Ultimate health care cost trend rate	
District Medical Plans	4.50%
TRIP Plan	N/A
Fiscal year the ultimate rate is reached	Fiscal year 2027

Community Unit School District No. 201

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Methods and Assumptions (Continued)

Additional information

Actuarial cost method	Entry age normal
Amortization method	Level percentage of projected payroll - open
Amortization period (years)	30
Method used to determine actuarial value of assets	N/A
Mortality, turnover, disability, retirement ages	Same rates utilized for IMRF
Percentage of active employees assumed to elect benefit	
Admin, teachers, custodial, and education support personnel	100%
Other IMRF employees	20%

NOTE L - JOINT AGREEMENTS

The District is a member of the School Association for Special Education in DuPage County (SASED), a joint agreement that provides 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.

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.

NOTE M - CONTINGENCIES

1. Litigation

The District is not involved in any significant litigation. With regard to other pending matters, such as real estate tax objections, 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.

Community Unit School District No. 201
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

NOTE M - CONTINGENCIES (Continued)

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 N - CONSTRUCTION COMMITMENTS

The District has certain contracts for construction projects which were in progress at June 30, 2017. Remaining commitments under these contracts approximated \$609,000 at June 30, 2017.

NOTE O - SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 16, 2017, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the statement of net position / balance sheet date that require additional disclosure in the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Community Unit School District No. 201
MULTIYEAR SCHEDULES OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
MOST RECENT CALENDAR YEARS
Illinois Municipal Retirement Fund
June 30, 2017

Calendar year ended December 31,	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability			
Service cost	\$ 294,386	\$ 299,507	\$ 300,132
Interest on the total pension liability	1,168,567	1,136,102	1,035,722
Difference between expected and actual experience of the total pension liability	119,905	(258,224)	30,215
Assumption changes	(17,457)	16,872	614,595
Benefit payments and refunds	<u>(788,431)</u>	<u>(687,626)</u>	<u>(596,279)</u>
Net change in total pension liability	776,970	506,631	1,384,385
Total pension liability, beginning	<u>15,848,722</u>	<u>15,342,091</u>	<u>13,957,706</u>
Total pension liability, ending	<u>\$ 16,625,692</u>	<u>\$ 15,848,722</u>	<u>\$ 15,342,091</u>
Plan fiduciary net position			
Contributions, employer	\$ 271,158	\$ 262,729	\$ 268,056
Contributions, employee	125,257	124,547	116,546
Net investment income	1,015,031	75,807	885,020
Benefit payments, including refunds of employee contributions	(788,431)	(687,626)	(596,279)
Other (net transfer)	<u>16,407</u>	<u>(210,589)</u>	<u>23,789</u>
Net change in plan fiduciary net position	639,422	(435,132)	697,132
Plan fiduciary net position, beginning	<u>14,876,368</u>	<u>15,311,500</u>	<u>14,614,368</u>
Plan fiduciary net position, ending	<u>\$ 15,515,790</u>	<u>\$ 14,876,368</u>	<u>\$ 15,311,500</u>
Net pension liability (asset)	<u>\$ 1,109,902</u>	<u>\$ 972,354</u>	<u>\$ 30,591</u>
Plan fiduciary net position as a percentage of the total pension liability	93.32 %	93.86 %	99.80 %
Covered Valuation Payroll	\$ 2,755,669	\$ 2,731,067	\$ 2,589,908
Net pension liability as a percentage of covered valuation payroll	40.28 %	35.60 %	1.18 %

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 No. 201
MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 Illinois Municipal Retirement Fund
June 30, 2017

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2016	\$ 271,158	* \$ 271,158	\$ -	\$ 2,755,669	9.84 %
2015	262,729	262,729	-	2,731,067	9.62 %
2014	268,506	268,056	-	2,589,908	10.35 %

* Estimated based on contribution rate of 9.84% and covered valuation payroll of \$2,755,669.

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 No. 201
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
Teachers' Retirement System of the State of Illinois
June 30, 2017

Fiscal year ended June 30,

	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's proportion of the net pension liability	0.0026881828 %	0.0026792654 %	0.0029786072 %
District's proportionate share of the net pension liability	\$ 2,121,945	\$ 1,755,189	\$ 1,812,729
State's proportionate share of the net pension liability associated with the District	<u>103,151,382</u>	<u>78,119,362</u>	<u>73,861,230</u>
Total	<u>\$ 105,273,327</u>	<u>\$ 79,874,551</u>	<u>\$ 75,673,959</u>
District's covered-employee payroll	\$ 12,699,000	\$ 12,108,662	\$ 11,932,919
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	16.71 %	14.50 %	15.19 %
Plan fiduciary net position as a percentage of the total pension liability	36.40 %	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 No. 201
MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
 Teachers' Retirement System of the State of Illinois
June 30, 2017

Fiscal year ended June 30,

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 95,953	\$ 100,935	\$ 100,707
Contributions in relation to the contractually required contribution	<u>(104,105)</u>	<u>(93,881)</u>	<u>(106,275)</u>
Contribution deficiency (excess)	<u>\$ (8,152)</u>	<u>\$ 7,054</u>	<u>\$ (5,568)</u>
District's covered-employee payroll	\$ 12,860,580	\$ 12,669,000	\$ 12,108,662
Contributions as a percentage of covered-employee payroll	0.81 %	0.74 %	0.88 %

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 No. 201
SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFITS
June 30, 2017

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)
6/30/17	\$ -	\$ 1,369,073	0.00 %	\$ 1,369,073	\$ 14,626,965	9.36 %
6/30/16*	-	1,310,796	0.00	1,310,796	13,983,990	9.37
6/30/15	-	1,310,796	0.00	1,310,796	13,983,990	9.37

N/A = Not available

*June 30, 2015 valuation was used for June 30, 2016.

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From	2016 Actual
	Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 16,834,721	\$ 16,781,769	\$ (52,952)	\$ 17,004,400
Special education levy	870,877	877,335	6,458	624,437
Corporate personal property replacement taxes	294,000	347,514	53,514	243,871
Regular tuition from pupils or parents	10,000	14,255	4,255	17,100
Summer school tuition from pupils or parents	3,500	2,615	(885)	4,230
Special education tuition from other districts	-	-	-	15,873
Interest on investments	36,010	77,757	41,747	38,493
Sales to pupils - lunch	99,500	99,422	(78)	106,799
Sales to pupils - breakfast	6,500	3,759	(2,741)	6,557
Sales to pupils - a la carte	68,000	61,934	(6,066)	68,756
Sales to pupils - other	17,500	14,098	(3,402)	15,721
Sales to adults	6,000	5,314	(686)	5,502
Other food service	15,750	13,435	(2,315)	16,475
Admissions - athletic	9,900	10,851	951	11,027
Admissions - other	5,000	3,695	(1,305)	5,781
Fees	128,492	151,999	23,507	142,388
Other district/school activity revenue	100	611	511	3,247
Rentals - regular textbook	126,300	137,537	11,237	147,709
Contributions and donations from private sources	12,000	4,764	(7,236)	10,460
Services provided other districts	65,000	59,398	(5,602)	30,209
Refund of prior years' expenditures	5,000	11,306	6,306	11,477
Drivers' education fees	12,000	11,042	(958)	18,204
Payment from other districts	-	9,964	9,964	-
Local fees	27,500	25,835	(1,665)	22,512
Other	44,000	105,832	61,832	46,654
Total local sources	<u>18,697,650</u>	<u>18,832,041</u>	<u>134,391</u>	<u>18,617,882</u>

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Final Budget	Actual	Variance From Final Budget	
State sources				
General State Aid	\$ 772,998	\$ 778,300	\$ 5,302	\$ 628,125
Private Facility Tuition	247,000	139,092	(107,908)	247,906
Special Education - Funding for Children Requiring Sp Ed Services	173,828	176,776	2,948	171,856
Special Education - Personnel	321,000	336,284	15,284	321,371
Special Education - Summer School	3,000	3,072	72	3,025
CTE - Secondary Program Improvement (CTEI)	6,894	6,894	-	6,854
Bilingual Ed. - Downstate - T.P.I. and T.P.E.	41,160	24,696	(16,464)	19,349
State Free Lunch and Breakfast	1,500	1,479	(21)	1,884
Driver Education	12,300	21,967	9,667	12,359
Early Childhood - Block Grant	94,647	83,963	(10,684)	94,346
State Library Grant	-	-	-	785
On Behalf Payments to TRS from the State	<u>11,250,000</u>	<u>10,274,133</u>	<u>(975,867)</u>	<u>6,536,076</u>
Total state sources	<u>12,924,327</u>	<u>11,846,656</u>	<u>(1,077,671)</u>	<u>8,043,936</u>

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Federal sources				
National School Lunch Program	\$ 150,000	\$ 172,674	\$ 22,674	\$ 167,708
Special Breakfast Program	30,000	31,122	1,122	30,511
Title I - Low Income	141,626	171,516	29,890	155,406
Federal - Special Education - Pre-School Flow Through	19,000	19,030	30	19,243
Federal - Special Education - I.D.E.A. - Flow Through	300,000	288,648	(11,352)	305,220
Federal - Special Education - I.D.E.A. - Room and Board	-	33,595	33,595	-
CTE - Other	6,027	6,027	-	5,489
Emergency Immigrant Assistance	-	360	360	-
Title III - English				
Language Acquisition	13,969	13,177	(792)	12,692
Title II - Teacher Quality	47,364	48,064	700	38,447
Medicaid Matching Funds - Administrative Outreach	30,000	29,644	(356)	26,055
Medicaid Matching Funds - Fee-For-Service-Program	80,000	39,020	(40,980)	59,760
Other federal sources	-	<u>8,500</u>	<u>8,500</u>	-
Total federal sources	<u>817,986</u>	<u>861,377</u>	<u>43,391</u>	<u>820,531</u>
Total revenues	<u>32,439,963</u>	<u>31,540,074</u>	<u>(899,889)</u>	<u>27,482,349</u>

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Expenditures				
Instruction				
Regular programs				
Salaries	\$ 7,584,660	\$ 7,434,821	\$ 149,839	\$ 7,312,686
Employee benefits	1,078,905	1,191,268	(112,363)	1,135,830
On-behalf payments to TRS from the state	11,250,000	10,274,133	975,867	6,536,076
Purchased services	99,200	92,198	7,002	65,644
Supplies and materials	178,765	172,960	5,805	246,727
Capital outlay	-	11,730	(11,730)	3,547
Other objects	325	1,445	(1,120)	1,113
Non-capitalized equipment	108,398	75,318	33,080	29,230
Termination benefits	-	21,360	(21,360)	-
Total	<u>20,300,253</u>	<u>19,275,233</u>	<u>1,025,020</u>	<u>15,330,853</u>
Pre-K programs				
Salaries	88,924	85,139	3,785	77,330
Employee benefits	15,874	14,926	948	14,086
Purchased services	600	476	124	532
Supplies and materials	2,245	2,040	205	2,419
Total	<u>107,643</u>	<u>102,581</u>	<u>5,062</u>	<u>94,367</u>
Special education programs				
Salaries	1,861,150	1,851,876	9,274	1,734,695
Employee benefits	374,195	367,153	7,042	352,914
Purchased services	11,600	46,695	(35,095)	17,116
Supplies and materials	11,600	4,993	6,607	5,010
Capital outlay	-	-	-	1,835
Other objects	750	375	375	564
Termination benefits	-	3,200	(3,200)	-
Total	<u>2,259,295</u>	<u>2,274,292</u>	<u>(14,997)</u>	<u>2,112,134</u>

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From	2016 Actual
	Final Budget	Actual		
Special education programs pre-K				
Salaries	\$ 249,300	\$ 220,586	\$ 28,714	\$ 227,802
Employee benefits	20,050	22,067	(2,017)	20,329
Purchased services	100	-	100	-
Supplies and materials	<u>2,300</u>	<u>2,612</u>	<u>(312)</u>	<u>1,661</u>
Total	<u>271,750</u>	<u>245,265</u>	<u>26,485</u>	<u>249,792</u>
Remedial and Supplemental programs K-12				
Salaries	101,787	108,334	(6,547)	239,791
Employee benefits	40,520	20,471	20,049	50,410
Purchased services	-	10,600	(10,600)	1,838
Supplies and materials	<u>34,026</u>	<u>20,135</u>	<u>13,891</u>	<u>13,811</u>
Total	<u>176,333</u>	<u>159,540</u>	<u>16,793</u>	<u>305,850</u>
CTE programs				
Salaries	182,530	186,553	(4,023)	170,381
Employee benefits	26,925	27,817	(892)	24,644
Purchased services	50	-	50	-
Supplies and materials	18,271	18,548	(277)	21,120
Capital outlay	<u>2,200</u>	<u>-</u>	<u>2,200</u>	<u>-</u>
Total	<u>229,976</u>	<u>232,918</u>	<u>(2,942)</u>	<u>216,145</u>

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Final Budget	Actual	Variance From Final Budget	
Interscholastic programs				
Salaries	\$ 365,568	\$ 324,461	\$ 41,107	\$ 324,432
Employee benefits	12,485	10,549	1,936	11,242
Purchased services	90,763	69,361	21,402	70,406
Supplies and materials	28,085	33,232	(5,147)	32,420
Other objects	25,695	22,363	3,332	22,551
Non-capitalized equipment	1,200	-	1,200	2,798
Total	<u>523,796</u>	<u>459,966</u>	<u>63,830</u>	<u>463,849</u>
Summer school programs				
Salaries	50,800	32,451	18,349	47,152
Employee benefits	715	407	308	633
Total	<u>51,515</u>	<u>32,858</u>	<u>18,657</u>	<u>47,785</u>
Gifted programs				
Other objects	-	135	(135)	-
Total	<u>-</u>	<u>135</u>	<u>(135)</u>	<u>-</u>
Drivers education programs				
Salaries	80,955	80,338	617	78,781
Employee benefits	12,925	12,782	143	12,090
Supplies and materials	1,000	593	407	659
Other objects	2,000	1,351	649	1,287
Total	<u>96,880</u>	<u>95,064</u>	<u>1,816</u>	<u>92,817</u>

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From	2016 Actual
	Final Budget	Actual		
Bilingual programs				
Salaries	\$ 564,845	\$ 563,278	\$ 1,567	\$ 523,891
Employee benefits	93,733	95,210	(1,477)	78,388
Supplies and materials	16,300	14,979	1,321	15,304
Other objects	<u>500</u>	<u>500</u>	<u>-</u>	<u>-</u>
Total	<u>675,378</u>	<u>673,967</u>	<u>1,411</u>	<u>617,583</u>
Regular K-12 programs - private tuition	<u>-</u>	<u>5,575</u>	<u>(5,575)</u>	<u>-</u>
Special education programs K-12 - private tuition	<u>820,200</u>	<u>643,867</u>	<u>176,333</u>	<u>729,578</u>
Remedial/supplemental programs				
pre K - private tuition	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>1,303</u>
Summer school programs - private tuition	<u>-</u>	<u>2,116</u>	<u>(2,116)</u>	<u>7,153</u>
Total instruction	<u>25,515,019</u>	<u>24,203,377</u>	<u>1,311,642</u>	<u>20,269,209</u>
Support services				
Pupils				
Attendance and social work services				
Salaries	203,220	185,045	18,175	190,043
Employee benefits	27,750	31,485	(3,735)	25,879
Purchased services	550	-	550	15
Supplies and materials	<u>1,000</u>	<u>3,753</u>	<u>(2,753)</u>	<u>270</u>
Total	<u>232,520</u>	<u>220,283</u>	<u>12,237</u>	<u>216,207</u>

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From	2016 Actual
	Final Budget	Actual		
Guidance services				
Salaries	\$ 237,000	\$ 242,394	\$ (5,394)	\$ 235,215
Employee benefits	40,290	38,457	1,833	38,232
Purchased services	1,245	967	278	1,063
Supplies and materials	940	1,066	(126)	902
Other objects	<u>1,914</u>	<u>1,223</u>	<u>691</u>	<u>1,391</u>
Total	<u>281,389</u>	<u>284,107</u>	<u>(2,718)</u>	<u>276,803</u>
Health services				
Salaries	129,356	128,841	515	109,610
Employee benefits	7,670	8,536	(866)	8,014
Purchased services	300	240	60	-
Supplies and materials	8,100	6,729	1,371	6,277
Other objects	<u>100</u>	<u>-</u>	<u>100</u>	<u>-</u>
Total	<u>145,526</u>	<u>144,346</u>	<u>1,180</u>	<u>123,901</u>
Psychological services				
Salaries	218,104	221,280	(3,176)	212,664
Employee benefits	17,895	18,774	(879)	16,632
Purchased services	16,700	9,376	7,324	5,700
Supplies and materials	7,500	2,442	5,058	4,963
Other objects	<u>500</u>	<u>-</u>	<u>500</u>	<u>-</u>
Total	<u>260,699</u>	<u>251,872</u>	<u>8,827</u>	<u>239,959</u>
Speech pathology and audiology services				
Salaries	286,900	286,729	171	273,993
Employee benefits	37,010	36,024	986	33,965
Purchased services	2,000	800	1,200	2,375
Supplies and materials	<u>1,850</u>	<u>978</u>	<u>872</u>	<u>379</u>
Total	<u>327,760</u>	<u>324,531</u>	<u>3,229</u>	<u>310,712</u>

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Other support services - pupils				
Purchased services	\$ 2,000	\$ 2,766	\$ (766)	\$ 1,816
Total	<u>2,000</u>	<u>2,766</u>	<u>(766)</u>	<u>1,816</u>
Total pupils	<u>1,249,894</u>	<u>1,227,905</u>	<u>21,989</u>	<u>1,169,398</u>
Instructional staff				
Improvement of instruction services				
Salaries	327,130	308,380	18,750	313,275
Employee benefits	39,250	41,763	(2,513)	37,129
Purchased services	87,834	64,862	22,972	85,737
Supplies and materials	9,000	9,417	(417)	7,043
Other objects	<u>13,165</u>	<u>6,735</u>	<u>6,430</u>	<u>10,927</u>
Total	<u>476,379</u>	<u>431,157</u>	<u>45,222</u>	<u>454,111</u>
Educational media services				
Salaries	410,045	391,395	18,650	392,367
Employee benefits	59,925	53,721	6,204	56,324
Purchased services	300	-	300	-
Supplies and materials	34,120	35,858	(1,738)	42,409
Non-capitalized equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>965</u>
Total	<u>504,390</u>	<u>480,974</u>	<u>23,416</u>	<u>492,065</u>
Assessment and testing				
Supplies and materials	<u>35,000</u>	<u>51,031</u>	<u>(16,031)</u>	<u>45,789</u>
Total	<u>35,000</u>	<u>51,031</u>	<u>(16,031)</u>	<u>45,789</u>
Total instructional staff	<u>1,015,769</u>	<u>963,162</u>	<u>52,607</u>	<u>991,965</u>

Community Unit School District No. 201
 General Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
General administration				
Board of education services				
Employee benefits	\$ 102,000	\$ 87,480	\$ 14,520	\$ 96,633
Purchased services	197,100	152,469	44,631	168,183
Supplies and materials	7,400	3,648	3,752	8,305
Other objects	17,600	18,168	(568)	18,299
Termination benefits	100	-	100	-
Total	<u>324,200</u>	<u>261,765</u>	<u>62,435</u>	<u>291,420</u>
Executive administration services				
Salaries	274,420	271,830	2,590	266,090
Employee benefits	62,987	61,240	1,747	59,029
Purchased services	6,600	3,531	3,069	3,550
Supplies and materials	2,300	1,018	1,282	2,226
Other objects	4,000	2,808	1,192	3,081
Total	<u>350,307</u>	<u>340,427</u>	<u>9,880</u>	<u>333,976</u>
Special area administrative services				
Salaries	164,351	166,371	(2,020)	157,761
Employee benefits	41,783	41,645	138	39,748
Purchased services	1,600	1,385	215	1,445
Other objects	150	314	(164)	104
Total	<u>207,884</u>	<u>209,715</u>	<u>(1,831)</u>	<u>199,058</u>
Tort immunity services				
Purchased services	142,500	120,397	22,103	124,763
Total	<u>142,500</u>	<u>120,397</u>	<u>22,103</u>	<u>124,763</u>
Total general administration	<u>1,024,891</u>	<u>932,304</u>	<u>92,587</u>	<u>949,217</u>

Community Unit School District No. 201
 General Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
School administration				
Office of the principal services				
Salaries	\$ 982,278	\$ 973,427	\$ 8,851	\$ 928,442
Employee benefits	292,650	301,359	(8,709)	278,495
Purchased services	42,551	20,284	22,267	34,992
Supplies and materials	8,000	4,530	3,470	4,941
Other objects	7,960	5,148	2,812	5,534
Termination benefits	-	-	-	11,422
Total	<u>1,333,439</u>	<u>1,304,748</u>	<u>28,691</u>	<u>1,263,826</u>
Total school administration	<u>1,333,439</u>	<u>1,304,748</u>	<u>28,691</u>	<u>1,263,826</u>
Business				
Direction of business support services				
Salaries	151,100	153,788	(2,688)	146,143
Employee benefits	44,510	44,045	465	42,003
Purchased services	1,800	1,937	(137)	1,478
Supplies and materials	150	187	(37)	248
Other objects	1,500	1,414	86	1,718
Total	<u>199,060</u>	<u>201,371</u>	<u>(2,311)</u>	<u>191,590</u>
Fiscal services				
Salaries	174,000	152,073	21,927	166,996
Employee benefits	53,355	46,960	6,395	37,246
Purchased services	72,800	52,834	19,966	45,211
Supplies and materials	7,000	7,542	(542)	8,586
Other objects	250	449	(199)	230
Termination benefits	-	-	-	19,129
Total	<u>307,405</u>	<u>259,858</u>	<u>47,547</u>	<u>277,398</u>

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Operation and maintenance of plant services				
Purchased services	\$ 30,000	\$ 27,968	\$ 2,032	\$ 21,821
Total	30,000	27,968	2,032	21,821
Food services				
Salaries	288,900	275,414	13,486	264,739
Employee benefits	89,605	83,466	6,139	84,386
Purchased services	9,250	2,148	7,102	4,048
Supplies and materials	212,768	174,179	38,589	189,024
Capital outlay	10,000	-	10,000	9,943
Other objects	3,500	3,316	184	4,074
Total	614,023	538,523	75,500	556,214
Internal services				
Purchased services	500	-	500	-
Supplies and materials	1,800	941	859	1,029
Total	2,300	941	1,359	1,029
Total business	1,152,788	1,028,661	124,127	1,048,052
Central				
Staff services				
Purchased services	450	-	450	-
Total	450	-	450	-

Community Unit School District No. 201

General Fund

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

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From	2016 Actual
	Final Budget	Actual		
Data processing services				
Salaries	\$ 370,352	\$ 370,705	\$ (353)	\$ 355,831
Employee benefits	91,220	78,693	12,527	74,693
Purchased services	140,108	121,926	18,182	157,293
Supplies and materials	58,563	65,308	(6,745)	48,184
Capital outlay	75,000	74,457	543	70,574
Other objects	4,800	3,389	1,411	1,472
Non-capitalized equipment	<u>10,537</u>	<u>8,212</u>	<u>2,325</u>	<u>16,097</u>
 Total	 <u>750,580</u>	 <u>722,690</u>	 <u>27,890</u>	 <u>724,144</u>
 Total central	 <u>751,030</u>	 <u>722,690</u>	 <u>28,340</u>	 <u>724,144</u>
 Other supporting services				
Purchased services	23,600	17,900	5,700	23,910
Supplies and materials	<u>16,750</u>	<u>14,131</u>	<u>2,619</u>	<u>14,358</u>
 Total	 <u>40,350</u>	 <u>32,031</u>	 <u>8,319</u>	 <u>38,268</u>
 Total support services	 <u>6,568,161</u>	 <u>6,211,501</u>	 <u>356,660</u>	 <u>6,184,870</u>
 Community services				
Salaries	2,300	3,177	(877)	2,292
Employee benefits	-	13	(13)	-
Purchased services	4,149	10,078	(5,929)	1,282
Supplies and materials	<u>869</u>	<u>863</u>	<u>6</u>	<u>5,059</u>
 Total	 <u>7,318</u>	 <u>14,131</u>	 <u>(6,813)</u>	 <u>8,633</u>

Community Unit School District No. 201
 General Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Payments to other districts and government units				
Payments for regular programs				
Other objects	\$ 15,000	\$ 9,418	\$ 5,582	\$ 5,747
Total	<u>15,000</u>	<u>9,418</u>	<u>5,582</u>	<u>5,747</u>
Payments for special education programs				
Purchased services	<u>377,817</u>	<u>312,680</u>	<u>65,137</u>	<u>248,083</u>
Total	<u>377,817</u>	<u>312,680</u>	<u>65,137</u>	<u>248,083</u>
Payments for regular programs - tuition				
Other objects	<u>3,250</u>	<u>-</u>	<u>3,250</u>	<u>-</u>
Payments for special education programs - tuition				
Other objects	<u>944,261</u>	<u>819,573</u>	<u>124,688</u>	<u>848,598</u>
Payments for CTE programs - tuition				
Other objects	<u>130,000</u>	<u>118,200</u>	<u>11,800</u>	<u>200,927</u>
Total payments to other districts and other government units	<u>1,470,328</u>	<u>1,259,871</u>	<u>210,457</u>	<u>1,303,355</u>
Total expenditures	<u>33,560,826</u>	<u>31,688,880</u>	<u>1,871,946</u>	<u>27,766,067</u>
Excess (deficiency) of revenues over expenditures	<u>(1,120,863)</u>	<u>(148,806)</u>	<u>972,057</u>	<u>(283,718)</u>

Community Unit School District No. 201
 General Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Other financing sources (uses)				
Permanent transfer from Working Cash Fund - abatement	\$ (9,000,000)	\$ (8,109,611)	\$ 890,389	\$ (851,966)
Principal on bonds sold	-	-	-	9,316,494
Premium on bonds sold	-	-	-	961,691
Deposit with escrow agent	-	-	-	(1,088,709)
Total other financing sources (uses)	<u>(9,000,000)</u>	<u>(8,109,611)</u>	<u>890,389</u>	<u>8,337,510</u>
Net change to fund balance	<u>\$(10,120,863)</u>	(8,258,417)	<u>\$ 1,862,446</u>	8,053,792
Fund balance, beginning of year		<u>21,021,708</u>		<u>12,967,916</u>
Fund balance, end of year		<u>\$ 12,763,291</u>		<u>\$ 21,021,708</u>

Community Unit School District No. 201
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 2,170,453	\$ 2,163,547	\$ (6,906)	\$ 2,178,741
Interest on investments	3,500	4,494	994	3,575
Rentals	195,552	178,875	(16,677)	208,399
Contributions and donations from private sources	500	-	(500)	2,577
Impact fees from municipal or county governments	1,000	5,109	4,109	4,888
Services provided other Districts	-	-	-	-
Refund of prior years' expenditures	-	7,247	7,247	-
Payments of surplus moneys from TIF districts	1,000	26,938	25,938	9,703
Proceeds from vendors' contracts	-	3,398	3,398	6,979
Other local fees	65,000	59,656	(5,344)	57,188
Other	2,000	19,158	17,158	3,805
Total local sources	<u>2,439,005</u>	<u>2,468,422</u>	<u>29,417</u>	<u>2,475,855</u>
State sources				
Other	-	-	-	312,594
Total state sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>312,594</u>
Total revenues	<u>2,439,005</u>	<u>2,468,422</u>	<u>29,417</u>	<u>2,788,449</u>

Community Unit School District No. 201
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Expenditures				
Operation and maintenance				
of plant services				
Salaries	\$ 1,032,165	\$ 901,794	\$ 130,371	\$ 898,718
Employee benefits	226,575	183,507	43,068	188,118
Purchased services	451,795	408,181	43,614	394,540
Supplies and materials	833,700	691,276	142,424	722,802
Capital outlay	327,500	49,831	277,669	678,850
Other objects	1,200	35	1,165	190
Non-capitalized equipment	17,500	2,865	14,635	3,317
Termination benefits	<u>15,000</u>	<u>13,292</u>	<u>1,708</u>	<u>14,731</u>
Total support services	<u>2,905,435</u>	<u>2,250,781</u>	<u>654,654</u>	<u>2,901,266</u>
Total expenditures	<u>2,905,435</u>	<u>2,250,781</u>	<u>654,654</u>	<u>2,901,266</u>
Excess (deficiency) of revenues over expenditures	<u>(466,430)</u>	<u>217,641</u>	<u>684,071</u>	<u>(112,817)</u>
Other financing sources (uses)				
Permanent transfer from Working				
Cash Fund - abatement	9,000,000	8,109,611	890,389	851,966
Transfer to Capital Projects Fund	<u>(9,000,000)</u>	<u>(8,109,611)</u>	<u>(890,389)</u>	<u>(851,966)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ (466,430)</u>	217,641	<u>\$ 684,071</u>	(112,817)
Fund balance, beginning of year		<u>2,827,089</u>		<u>2,939,906</u>
Fund balance, end of year		<u>\$ 3,044,730</u>		<u>\$ 2,827,089</u>

(Concluded)

Community Unit School District No. 201
Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 855,149	\$ 852,133	\$ (3,016)	\$ 858,156
Regular transportation fees from other districts	4,000	7,257	3,257	1,663
Interest on investments	600	1,937	1,337	1,519
Total local sources	<u>859,749</u>	<u>861,327</u>	<u>1,578</u>	<u>861,338</u>
State sources				
Transportation - Regular/Vocational	40,000	109,308	69,308	59,577
Transportation - Special Education	525,000	390,692	(134,308)	568,703
Early Childhood - Block Grant	17,000	17,000	-	17,000
Total state sources	<u>582,000</u>	<u>517,000</u>	<u>(65,000)</u>	<u>645,280</u>
Total revenues	<u>1,441,749</u>	<u>1,378,327</u>	<u>(63,422)</u>	<u>1,506,618</u>
Expenditures				
Business				
Pupil transportation services				
Purchased services	1,519,312	1,161,827	357,485	1,250,696
Supplies and materials	100	100	-	281
Total support services	<u>1,519,412</u>	<u>1,161,927</u>	<u>357,485</u>	<u>1,250,977</u>
Total expenditures	<u>1,519,412</u>	<u>1,161,927</u>	<u>357,485</u>	<u>1,250,977</u>

(Continued)

Community Unit School District No. 201
Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Excess (deficiency) of revenues over expenditures	<u>\$ (77,663)</u>	216,400	<u>\$ 294,063</u>	255,641
Fund balance, beginning of year		<u>1,248,219</u>		<u>992,578</u>
Fund balance, end of year		<u>\$ 1,464,619</u>		<u>\$ 1,248,219</u>

Community Unit School District No. 201
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 300,179	\$ 300,623	\$ 444	\$ 327,094
Social security/Medicare only levy	394,995	407,525	12,530	396,534
replacement taxes	11,000	13,000	2,000	11,600
Interest on investments	200	1,188	988	940
Total local sources	<u>706,374</u>	<u>722,336</u>	<u>15,962</u>	<u>736,168</u>
State sources				
Early Childhood - Block Grant	<u>3,000</u>	<u>3,378</u>	<u>378</u>	<u>3,301</u>
Total state sources	<u>3,000</u>	<u>3,378</u>	<u>378</u>	<u>3,301</u>
Total revenues	<u>709,374</u>	<u>725,714</u>	<u>16,340</u>	<u>739,469</u>

Community Unit School District No. 201
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Expenditures				
Instruction				
Regular programs	\$ 120,261	\$ 118,242	\$ 2,019	\$ 113,741
Pre-K programs	4,350	3,968	382	3,679
Special education programs	135,770	119,033	16,737	114,187
Special education programs pre-K	9,850	7,998	1,852	9,867
Remedial and supplemental programs K-12	3,350	1,668	1,682	3,181
Vocational educational programs	855	947	(92)	802
Interscholastic programs	22,147	21,273	874	19,375
Summer school programs	1,940	787	1,153	1,594
Drivers education programs	100	60	40	94
Bilingual programs	<u>11,175</u>	<u>10,087</u>	<u>1,088</u>	<u>8,231</u>
Total instruction	<u>309,798</u>	<u>284,063</u>	<u>25,735</u>	<u>274,751</u>
Support services				
Pupils				
Attendance and social work services	3,435	2,869	566	2,916
Guidance services	3,500	3,446	54	4,277
Health services	10,845	12,130	(1,285)	8,771
Psychological services	3,050	3,128	(78)	2,863
Speech pathology and audiology services	<u>4,050</u>	<u>3,904</u>	<u>146</u>	<u>3,739</u>
Total pupils	<u>24,880</u>	<u>25,477</u>	<u>(597)</u>	<u>22,566</u>

Community Unit School District No. 201
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Instructional staff				
Improvement of instruction services	\$ 4,500	\$ 4,290	\$ 210	\$ 4,282
Educational media services	<u>16,000</u>	<u>12,109</u>	<u>3,891</u>	<u>14,879</u>
Total instructional staff	<u>20,500</u>	<u>16,399</u>	<u>4,101</u>	<u>19,161</u>
General administration				
Executive administration services	16,525	14,523	2,002	15,834
Special area administrative services	<u>9,165</u>	<u>9,013</u>	<u>152</u>	<u>8,820</u>
Total general administration	<u>25,690</u>	<u>23,536</u>	<u>2,154</u>	<u>24,654</u>
School administration				
Office of the principal services	<u>50,040</u>	<u>47,752</u>	<u>2,288</u>	<u>46,520</u>
Total school administration	<u>50,040</u>	<u>47,752</u>	<u>2,288</u>	<u>46,520</u>
Business				
Direction of business support services	2,200	2,187	13	2,093
Fiscal services	31,015	22,587	8,428	29,501
Operation and maintenance of plant services	158,235	152,343	5,892	149,993
Food services	<u>36,205</u>	<u>38,051</u>	<u>(1,846)</u>	<u>34,367</u>
Total business	<u>227,655</u>	<u>215,168</u>	<u>12,487</u>	<u>215,954</u>

Community Unit School District No. 201
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Final Budget	Actual		
Central				
Data processing services	\$ 46,045	\$ 44,855	\$ 1,190	\$ 44,216
Total central	<u>46,045</u>	<u>44,855</u>	<u>1,190</u>	<u>44,216</u>
Total support services	<u>394,810</u>	<u>373,187</u>	<u>21,623</u>	<u>373,071</u>
Community services	<u>-</u>	<u>13</u>	<u>(13)</u>	<u>-</u>
Total expenditures	<u>704,608</u>	<u>657,263</u>	<u>47,345</u>	<u>647,822</u>
Excess of revenues over expenditures	<u>\$ 4,766</u>	68,451	<u>\$ 63,685</u>	91,647
Fund balance, beginning of year		<u>814,347</u>		<u>722,700</u>
Fund balance, end of year		<u>\$ 882,798</u>		<u>\$ 814,347</u>

Community Unit School District No. 201

Notes to the Required Supplementary Information

June 30, 2017

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 27, 2016.
- g) All budget appropriations 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, 2017:

<u>Funds</u>	<u>Amount</u>
Debt Service	\$ 378,432

3. TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINIOS

Changes of Assumptions

For the 2016 measurement year, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.50 percent and a real return of 4.50%. Salary increases were assumed to vary by service credit.

Community Unit School District No. 201

Notes to the Required Supplementary Information

June 30, 2017

3. TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINIOS (Continued)

Changes of Assumptions (Continued)

For the 2015 measurement year, the assumed investment rate of return was 7.50 percent, including an inflation rate of 3.00 percent and real return of 4.50 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

For the 2014 measurement year, the assumed investment rate of return was also 7.50 percent, including an inflation rate of 3.00 percent and real return of 4.50 percent. However, salary increases were assumed to vary by age.

4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2016 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.

Methods and Assumptions Used to Determine the 2016 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, SLEP and ECO groups): 27-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. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 22 years for most employers (two employers were financed over 31 years).
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.50%
Price Inflation	2.75% - approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	3.75% to 14.50%, including inflation
Investment Rate of Return	7.50%

Community Unit School District No. 201

Notes to the Required Supplementary Information

June 30, 2017

4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2016 IMRF CONTRIBUTION RATE* (Continued)

Methods and Assumptions Used to Determine the 2016 Contribution Rate (Continued):

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.

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

Other Information:

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2014 actuarial valuation.

OTHER SUPPLEMENTARY FINANCIAL INFORMATION

Community Unit School District No. 201

General Fund
COMBINING BALANCE SHEET
June 30, 2017

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
ASSETS				
Cash and investments	\$ 12,199,030	\$ 138,167	\$ 1,874,790	\$ 14,211,987
Receivables (net of allowance for uncollectibles):				
Interest	5,244	34	690	5,968
Property taxes	8,736,333	62,750	-	8,799,083
Replacement taxes	51,082	-	-	51,082
Intergovernmental	<u>509,345</u>	<u>-</u>	<u>-</u>	<u>509,345</u>
Total assets	<u>\$ 21,501,034</u>	<u>\$ 200,951</u>	<u>\$ 1,875,480</u>	<u>\$ 23,577,465</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 59,381	\$ -	\$ -	\$ 59,381
Salaries and wages payable	2,123,761	-	-	2,123,761
Payroll deductions payable	47,552	-	-	47,552
Claims payable	<u>175,690</u>	<u>-</u>	<u>-</u>	<u>175,690</u>
Total liabilities	<u>2,406,384</u>	<u>-</u>	<u>-</u>	<u>2,406,384</u>
DEFERRED INFLOWS				
Property taxes levied for future years	<u>8,347,830</u>	<u>59,960</u>	<u>-</u>	<u>8,407,790</u>
Total deferred inflows	<u>8,347,830</u>	<u>59,960</u>	<u>-</u>	<u>8,407,790</u>
FUND BALANCES				
Restricted	-	140,991	-	140,991
Unassigned	<u>10,746,820</u>	<u>-</u>	<u>1,875,480</u>	<u>12,622,300</u>
Total fund balance	<u>10,746,820</u>	<u>140,991</u>	<u>1,875,480</u>	<u>12,763,291</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 21,501,034</u>	<u>\$ 200,951</u>	<u>\$ 1,875,480</u>	<u>\$ 23,577,465</u>

Community Unit School District No. 201

General Fund

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES For the Year Ended June 30, 2017

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
Revenues				
Property taxes	\$ 17,532,753	\$ 126,351	\$ -	\$ 17,659,104
Replacement taxes	347,514	-	-	347,514
State aid	11,846,656	-	-	11,846,656
Federal aid	861,377	-	-	861,377
Interest	58,314	145	19,298	77,757
Other	747,666	-	-	747,666
	<u>31,394,280</u>	<u>126,496</u>	<u>19,298</u>	<u>31,540,074</u>
Total revenues				
Expenditures				
Current:				
Instruction:				
Regular programs	8,991,845	-	-	8,991,845
Special programs	3,322,964	-	-	3,322,964
Other instructional programs	1,597,693	-	-	1,597,693
State retirement contributions	10,274,133	-	-	10,274,133
Support services:				
Pupils	1,227,772	-	-	1,227,772
Instructional staff	963,295	-	-	963,295
General administration	792,527	58,480	-	851,007
School administration	1,328,302	-	-	1,328,302
Business	1,016,845	-	-	1,016,845
Operations and maintenance	27,968	57,743	-	85,711
Central	639,748	-	-	639,748
Other supporting services	29,376	-	-	29,376
Community services	14,131	-	-	14,131
Nonprogrammed charges	1,259,871	-	-	1,259,871
Capital outlay	86,187	-	-	86,187
	<u>31,572,657</u>	<u>116,223</u>	<u>-</u>	<u>31,688,880</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>(178,377)</u>	<u>10,273</u>	<u>19,298</u>	<u>(148,806)</u>

(Continued)

Community Unit School District No. 201

General Fund

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES For the Year Ended June 30, 2017

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
Other financing uses				
Transfers (out)	\$ -	\$ -	\$ (8,109,611)	\$ (8,109,611)
Total other financing uses	-	-	(8,109,611)	(8,109,611)
Net change in fund balance	(178,377)	10,273	(8,090,313)	(8,258,417)
Fund balance, beginning of year	10,925,197	130,718	9,965,793	21,021,708
Fund balance, end of year	<u>\$ 10,746,820</u>	<u>\$ 140,991</u>	<u>\$ 1,875,480</u>	<u>\$ 12,763,291</u>

(Concluded)

Community Unit School District No. 201
Debt Service Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 1,299,957	\$ 1,287,040	\$ (12,917)	\$ 1,296,576
Interest on investments	<u>500</u>	<u>900</u>	<u>400</u>	<u>717</u>
Total local sources	<u>1,300,457</u>	<u>1,287,940</u>	<u>(12,517)</u>	<u>1,297,293</u>
Total revenues	<u>1,300,457</u>	<u>1,287,940</u>	<u>(12,517)</u>	<u>1,297,293</u>
Expenditures				
Debt services - interest				
Bonds and certificates - interest	<u>120,328</u>	<u>498,760</u>	<u>(378,432)</u>	<u>137,250</u>
Total debt service - interest	<u>120,328</u>	<u>498,760</u>	<u>(378,432)</u>	<u>137,250</u>
Principal payments on long-term debt	<u>1,180,000</u>	<u>1,180,000</u>	<u>-</u>	<u>1,110,000</u>
Other debt service				
Purchased services	<u>-</u>	<u>-</u>	<u>-</u>	<u>182,086</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>182,086</u>
Total expenditures	<u>1,300,328</u>	<u>1,678,760</u>	<u>(378,432)</u>	<u>1,429,336</u>
Excess (deficiency) of revenues over expenditures	<u>129</u>	<u>(390,820)</u>	<u>(390,949)</u>	<u>(132,043)</u>

Community Unit School District No. 201
Debt Service Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Other financing sources				
Accrued interest on bonds sold	\$ -	\$ -	\$ -	\$ 378,506
Total other financing sources	-	-	-	378,506
Net change in fund balance	<u>\$ 129</u>	(390,820)	<u>\$ (390,949)</u>	246,463
Fund balance, beginning of year		<u>949,913</u>		<u>703,450</u>
Fund balance, end of year		<u>\$ 559,093</u>		<u>\$ 949,913</u>

Community Unit School District No. 201
 Capital Projects Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
Interest on investments	\$ 10	\$ 1,109	\$ 1,099	\$ 235
Total local sources	<u>10</u>	<u>1,109</u>	<u>1,099</u>	<u>235</u>
State sources				
Other state sources	-	-	-	300,000
Total state sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>300,000</u>
Total revenues	<u>10</u>	<u>1,109</u>	<u>1,099</u>	<u>300,235</u>
Expenditures				
Support services				
Facilities acquisition and construction services				
Purchased services	353,000	-	353,000	568,534
Supplies and materials	35,000	-	35,000	4,423
Capital outlay	<u>8,612,000</u>	<u>6,621,884</u>	<u>1,990,116</u>	<u>1,606,456</u>
Total support services	<u>9,000,000</u>	<u>6,621,884</u>	<u>2,378,116</u>	<u>2,179,413</u>
Total expenditures	<u>9,000,000</u>	<u>6,621,884</u>	<u>2,378,116</u>	<u>2,179,413</u>
Deficiency of revenues over expenditures	<u>(8,999,990)</u>	<u>(6,620,775)</u>	<u>2,379,215</u>	<u>(1,879,178)</u>

Community Unit School District No. 201
 Capital Projects Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017			2016 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Other financing sources				
Transfer from Operations and Maintenance Fund	\$ 9,000,000	\$ 8,109,611	\$ (890,389)	\$ 851,966
Total other financing sources	<u>9,000,000</u>	<u>8,109,611</u>	<u>(890,389)</u>	<u>851,966</u>
Net change in fund balance	<u>\$ 10</u>	1,488,836	<u>\$ 1,488,826</u>	(1,027,212)
Fund balance (deficit), beginning of year		<u>(1,026,009)</u>		<u>1,203</u>
Fund balance (deficit), end of year		<u>\$ 462,827</u>		<u>\$ (1,026,009)</u>

Community Unit School District No. 201
 Fire Prevention and Safety Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	2017		Variance From Final Budget	2016 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
Interest on investments	\$ 10	\$ 226	\$ 216	\$ 190
Total local sources	<u>10</u>	<u>226</u>	<u>216</u>	<u>190</u>
Total revenues	<u>10</u>	<u>226</u>	<u>216</u>	<u>190</u>
Expenditures				
Support services				
Facilities acquisition and construction services				
Capital outlay	<u>137,000</u>	<u>-</u>	<u>137,000</u>	<u>-</u>
Total expenditures	<u>137,000</u>	<u>-</u>	<u>137,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (136,990)</u>	226	<u>\$ 137,216</u>	190
Fund balance, beginning of year		<u>137,734</u>		<u>137,544</u>
Fund balance, end of year		<u>\$ 137,960</u>		<u>\$ 137,734</u>

Community Unit School District No. 201
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - ACTIVITY FUNDS
Year Ended June 30, 2017

	Balance July 1, 2016	Additions	Deletions	Balance June 30, 2017
Assets				
Cash and cash equivalents	\$ 148,102	\$ 231,057	\$ 210,161	\$ 168,998
Liabilities				
Elementary schools:				
Gifted	\$ 297	\$ -	\$ -	\$ 297
Manning	5,469	7,030	6,555	5,944
Manning Library	1,241	138	634	745
Miller	1,055	2,717	3,250	522
Miller Library	287	19	139	167
Miller Student Council	660	585	-	1,245
SMRZ Scholars	200	300	100	400
Snowflurry	5,219	2,431	2,624	5,026
South Early Childhood	720	72	77	715
Student Council	801	1,196	1,222	775
Total Elementary Schools	15,949	14,488	14,601	15,836
Junior High School:				
After-school activity	4,998	1,996	4,054	2,940
Band	793	2,556	2,573	776
Becker Scholarship	4,564	-	497	4,067
Boxtops	5,636	846	92	6,390
Drama Club	7,422	2,024	1,825	7,621
In-school activity	5,219	9,936	9,424	5,731
Media Center	6,498	1,473	1,509	6,462
Outdoor Education	3,738	7,160	6,614	4,284
Science Club	201	1,180	1,112	269
Snowflake	1,437	8,085	7,237	2,285
Student Council	324	5,401	239	5,486
Student Educational	401	-	-	401
Student Leadership	420	-	56	364
Yearbooks	4,528	3,340	1,499	6,369
Total Junior High School	46,179	43,997	36,731	53,445

(Continued)

Community Unit School District No. 201
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - ACTIVITY FUNDS
Year Ended June 30, 2017

	Balance July 1, 2016	Additions	Deletions	Balance June 30, 2017
Senior High School				
African Culture Club	\$ -	\$ 509	\$ 114	\$ 395
Art Club	1,341	2,849	935	3,255
Athletic Fund	1,673	829	438	2,064
Beekeeping Club	-	941	-	941
Best Buddies	465	-	-	465
Boys Baseball	824	2,175	2,752	247
Boys Basketball	1,638	14,186	11,838	3,986
BPA	930	945	920	955
Cheerleaders	281	1,750	1,292	739
Chorus	318	447	385	380
Conferences Teachers	18,512	50,575	37,555	31,532
Cross Country	487	2,610	1,649	1,448
Deca	-	4,000	-	4,000
FCCLA	46	-	-	46
Flags	822	2,377	2,420	779
Football	6,524	2,608	9,068	64
French Club	310	-	73	237
Geography Club	527	3,354	3,202	679
Girls Basketball	1,530	-	1,496	34
Girls Softball	2,238	710	710	2,238
Golf	53	60	-	113
Hess Memorial Scholarship	5,304	2,000	7,000	304
Homecoming	5,375	4,119	3,577	5,917
Incentive	339	8,671	9,006	4
Lifeguards	261	-	-	261
Market Days	913	-	-	913
Media Center	634	309	335	608
National Honor Society	508	2,225	2,656	77
Pom Poms	1,876	3,054	2,583	2,347
Prom	5,929	12,390	13,565	4,754
Remembrance	1,182	-	-	1,182
Rotary Interact	827	159	-	986
SADD	390	2,907	908	2,389
Scholastic Bowl	200	-	-	200
Senior Class	979	1,591	1,687	883

(Continued)

Community Unit School District No. 201
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - ACTIVITY FUNDS
Year Ended June 30, 2017

	Balance July 1, 2016	Additions	Deletions	Balance June 30, 2017
Senior High School (Continued)				
Sentinel Pride	\$ 666	\$ 1,240	\$ 1,053	\$ 853
Sentinel Parent Network	304	-	-	304
Snowball	585	22,961	23,143	403
Soccer	1,433	213	113	1,533
Spanish Club	876	-	70	806
Sports Booklet	40	-	-	40
Student Council	101	-	-	101
Thespian Club	111	-	-	111
United Nations	133	3,862	3,870	125
Volleyball	3,714	13,525	9,938	7,301
WEB	2,155	504	925	1,734
Wrestling	1,553	95	-	1,648
Yearbook	8,860	64	227	8,697
Total Senior High School	<u>83,767</u>	<u>170,814</u>	<u>155,503</u>	<u>99,078</u>
Total Student Activities	<u>145,895</u>	<u>229,299</u>	<u>206,835</u>	<u>168,359</u>
Due to employees	<u>2,207</u>	<u>1,758</u>	<u>3,326</u>	<u>639</u>
Total liabilities	<u>\$ 148,102</u>	<u>\$ 231,057</u>	<u>\$ 210,161</u>	<u>\$ 168,998</u>

(Concluded)

STATISTICAL SECTION
(Unaudited)

Statistical Section

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Contents

Page

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

113 - 124

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, property taxes.

125 - 130

Debt Capacity

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

131 - 137

Demographic and Economic Information

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

138 - 140

Operating Information

These schedules contain information about the District's services and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

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SOURCES: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Community Unit School District No. 201

NET POSITION

LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014**</u>	<u>2013*</u>
Governmental Activities					
Net investment in					
capital assets	\$ 14,288,266	\$ 7,482,299	\$ 13,436,421	\$ 12,813,225	\$ 13,059,523
Restricted	6,658,733	5,861,038	5,601,465	5,661,907	5,389,486
Unrestricted	<u>8,206,056</u>	<u>15,818,626</u>	<u>9,748,760</u>	<u>9,659,344</u>	<u>10,361,275</u>
 Total governmental					
activities net position	<u>\$ 29,153,055</u>	<u>\$ 29,161,963</u>	<u>\$ 28,786,646</u>	<u>\$ 28,134,476</u>	<u>\$ 28,810,284</u>

*As restated, due to the implementation of GASB 65.

**As restated, due to the implementation of GASB 68 and GASB 71.

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$ 12,065,863	\$ 10,660,013	\$ 12,023,732	\$ 12,835,662	\$ 13,126,870
2,041,979	2,192,997	1,922,610	1,032,036	896,883
<u>12,006,874</u>	<u>12,024,675</u>	<u>10,160,146</u>	<u>12,855,056</u>	<u>14,079,929</u>
<u>\$ 26,114,716</u>	<u>\$ 24,877,685</u>	<u>\$ 24,106,488</u>	<u>\$ 26,722,754</u>	<u>\$ 28,103,682</u>

Community Unit School District No. 201

CHANGES IN NET POSITION LAST TEN FISCAL YEARS

	2017	2016	2015	2014	2013
Expenses					
Instructional services:					
Regular programs	\$ 10,110,641	\$ 9,844,773	\$ 9,723,573	\$ 9,815,789	\$ 9,215,112
Special programs	4,720,326	4,749,079	4,765,820	4,850,416	4,159,334
Other programs	1,641,797	1,571,167	1,538,193	1,192,039	1,372,771
Support services:					
Pupils	1,266,406	1,223,035	1,180,974	1,180,899	1,248,608
Instructional staff	1,014,389	1,102,644	958,147	687,731	564,297
General administration	893,355	914,675	943,375	875,577	1,225,920
School administration	1,354,438	1,308,974	1,213,514	1,177,769	1,107,421
Business	1,168,870	1,195,913	1,066,868	1,062,523	1,070,987
Operations and maintenance	2,548,477	2,594,097	2,503,425	2,424,800	2,189,340
Transportation	1,161,927	1,250,977	1,385,207	1,321,010	1,096,661
Food service	-	-	-	-	-
Data processing	739,287	793,101	680,094	553,384	494,986
Other	156,994	241,281	169,595	177,591	188,759
Community	14,365	8,633	12,780	44,899	46,395
Interest and fees	342,187	407,989	129,728	181,133	245,590
Total expenses	27,133,459	27,206,338	26,271,293	25,545,560	24,226,181
Program Revenues					
Charges for services					
Instruction	347,398	369,867	277,315	431,967	372,802
Support services	443,492	460,081	531,930	673,765	782,626
Capital and operating grants and contributions					
Operating	2,175,978	2,961,441	2,467,655	2,267,125	3,408,729
Capital	-	-	-	43,750	-
Total program revenues	2,966,868	3,791,389	3,276,900	3,416,607	4,564,157
Net (expense)/revenue	(24,166,591)	(23,414,949)	(22,994,393)	(22,128,953)	(19,662,024)
General revenues					
Property taxes					
Real estate taxes, levied for general purposes	19,822,651	19,807,578	19,546,955	18,911,277	18,394,917
Real estate taxes, levied for transportation	852,133	858,156	868,742	873,859	882,665
Real estate taxes, levied for retirement	708,148	723,628	746,326	710,340	633,666
Real estate taxes, levied for debt service	1,287,040	1,296,576	1,287,091	1,251,478	1,198,130
Replacement taxes	360,514	255,471	319,722	297,288	293,873
Grants and contributions not restricted to specific programs	778,300	628,125	662,418	663,383	743,832
Investment earnings	84,483	48,797	42,142	34,244	35,966
Miscellaneous	264,414	171,935	173,167	97,293	278,516
Total general revenues	24,157,683	23,790,266	23,646,563	22,839,162	22,461,565
Change in net position	\$ (8,908)	\$ 375,317	\$ 652,170	\$ 710,209	\$ 2,799,541

Note: Exclusive of on-behalf payments.

	2012	2011	2010	2009	2008
\$	9,903,504	\$ 12,801,617	\$ 13,193,183	\$ 12,043,571	\$ 10,824,688
	4,502,301	5,193,791	5,076,269	4,973,804	4,586,675
	4,135,056	506,121	543,057	556,451	546,554
	878,802	811,646	968,185	954,038	884,530
	480,472	527,176	697,210	785,642	592,120
	872,185	1,066,632	1,069,671	1,162,880	843,146
	1,166,614	1,083,038	1,102,242	1,116,862	1,122,945
	1,110,271	423,890	451,545	426,453	352,561
	2,326,852	1,021,643	936,706	946,177	845,749
	1,066,535	2,290,760	2,318,164	2,454,092	2,193,431
	-	706,373	731,668	740,054	778,079
	412,594	432,978	565,043	510,814	532,876
	176,856	50,400	55,445	57,123	57,784
	48,627	65,826	58,068	53,052	65,103
	197,626	239,908	283,087	316,054	341,439
	<u>27,278,295</u>	<u>27,221,799</u>	<u>28,049,543</u>	<u>27,097,067</u>	<u>24,567,680</u>
	337,837	548,417	482,404	485,696	467,629
	747,763	772,110	807,243	949,026	887,349
	5,482,274	5,381,827	5,201,660	4,621,678	3,508,099
	50,000	-	-	-	6,861
	<u>6,617,874</u>	<u>6,702,354</u>	<u>6,491,307</u>	<u>6,056,400</u>	<u>4,869,938</u>
	<u>(20,660,421)</u>	<u>(20,519,445)</u>	<u>(21,558,236)</u>	<u>(21,040,667)</u>	<u>(19,697,742)</u>
	18,015,571	17,710,110	17,465,879	16,835,348	15,593,641
	890,412	651,871	416,351	458,568	530,512
	578,412	537,589	482,126	554,861	632,538
	1,158,182	1,153,199	1,147,210	1,156,609	1,155,559
	287,619	312,653	241,093	298,016	340,680
	697,201	655,182	501,004	469,803	604,134
	46,939	110,112	132,313	517,475	939,658
	223,116	159,926	144,328	84,116	112,816
	<u>21,897,452</u>	<u>21,290,642</u>	<u>20,530,304</u>	<u>20,374,796</u>	<u>19,909,538</u>
\$	<u>1,237,031</u>	<u>771,197</u>	<u>(1,027,932)</u>	<u>(665,871)</u>	<u>211,796</u>

Community Unit School District No. 201
FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
General Fund				
Restricted	\$ 140,991	\$ 130,718	\$ 118,776	\$ 87,275
Committed	-	-	-	-
Unassigned	12,622,300	20,890,990	12,849,140	12,684,188
Reserved	-	-	-	-
Unreserved	-	-	-	-
Total General Fund	<u>\$ 12,763,291</u>	<u>\$ 21,021,708</u>	<u>\$ 12,967,916</u>	<u>\$ 12,771,463</u>
All Other Governmental Funds				
Nonspendable	-	-	-	-
Restricted	6,552,027	5,977,302	5,497,381	5,593,720
Unassigned	-	(1,026,009)	-	-
Unreserved, reported in:				
Special Revenue Funds	-	-	-	-
Debt Service Fund	-	-	-	-
Capital Projects Fund	-	-	-	-
Total All Other Governmental Funds	<u>\$ 6,552,027</u>	<u>\$ 4,951,293</u>	<u>\$ 5,497,381</u>	<u>\$ 5,593,720</u>

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54), which was adopted by the District as of the fiscal year ended June 30, 2011. In the fund financial statements, governmental funds now report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$ 82,684	\$ 72,053	\$ -	\$ -	\$ -	\$ -
-	-	85,250	-	-	-
12,995,853	10,557,929	12,596,027	-	-	-
-	-	-	34,623	170,229	191,737
-	-	-	8,700,188	11,223,531	12,010,108
<u>\$ 13,078,537</u>	<u>\$ 10,629,982</u>	<u>\$ 12,681,277</u>	<u>\$ 8,734,811</u>	<u>\$ 11,393,760</u>	<u>\$ 12,201,845</u>
\$ -	\$ -	\$ 4,722	\$ -	\$ -	\$ -
5,226,083	4,397,405	2,159,564	-	-	-
-	(20,473)	-	-	-	-
-	-	-	4,181,603	4,777,293	5,670,450
-	-	-	702,211	699,281	681,096
-	-	-	872,855	1,015,376	1,757,043
<u>\$ 5,226,083</u>	<u>\$ 4,376,932</u>	<u>\$ 2,164,286</u>	<u>\$ 5,756,669</u>	<u>\$ 6,491,950</u>	<u>\$ 8,108,589</u>

Community Unit School District No. 201
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Local Sources				
Property taxes	\$ 22,669,972	\$ 22,685,938	\$ 22,449,114	\$ 21,746,954
Earnings on investments	87,611	45,669	42,579	33,807
Other local sources	<u>1,415,818</u>	<u>1,257,354</u>	<u>1,302,134</u>	<u>1,500,313</u>
Total local sources	<u>24,173,401</u>	<u>23,988,961</u>	<u>23,793,827</u>	<u>23,281,074</u>
State sources	<u>12,367,034</u>	<u>9,305,111</u>	<u>8,244,849</u>	<u>6,372,016</u>
Federal sources	<u>861,377</u>	<u>820,531</u>	<u>955,345</u>	<u>911,941</u>
Total	<u>\$ 37,401,812</u>	<u>\$ 34,114,603</u>	<u>\$ 32,994,021</u>	<u>\$ 30,565,031</u>

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$	21,109,378	\$ 20,641,955	\$ 20,052,769	\$ 19,511,566	\$ 19,005,386	\$ 17,912,250
	35,966	46,939	110,112	132,313	517,475	939,658
	<u>1,727,817</u>	<u>1,588,925</u>	<u>1,829,231</u>	<u>1,684,771</u>	<u>1,816,998</u>	<u>1,820,849</u>
	<u>22,873,161</u>	<u>22,277,819</u>	<u>21,992,112</u>	<u>21,328,650</u>	<u>21,339,859</u>	<u>20,672,757</u>
	<u>6,289,471</u>	<u>4,900,447</u>	<u>4,712,605</u>	<u>4,322,131</u>	<u>4,036,698</u>	<u>3,270,188</u>
	<u>1,138,901</u>	<u>1,329,028</u>	<u>1,326,164</u>	<u>1,380,533</u>	<u>1,057,783</u>	<u>842,045</u>
\$	<u><u>30,301,533</u></u>	<u><u>28,507,294</u></u>	<u><u>28,030,881</u></u>	<u><u>27,031,314</u></u>	<u><u>26,434,340</u></u>	<u><u>24,784,990</u></u>

Community Unit School District No. 201
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current				
Instruction				
Regular programs	\$ 20,313,575	\$ 16,284,288	\$ 15,484,221	\$ 13,457,818
Special programs	3,451,663	3,522,754	3,570,409	3,541,793
Vocational programs	192,439	192,439	191,778	182,849
Interscholastic programs	481,239	483,224	497,782	466,041
Summer programs	35,645	49,379	33,510	17,631
Total instruction	<u>24,474,561</u>	<u>20,532,084</u>	<u>19,777,700</u>	<u>17,666,132</u>
Supporting Services				
Pupils	1,253,249	1,191,694	1,168,239	1,180,899
Instructional staff	975,831	1,007,709	928,926	687,731
General administration	874,543	897,992	931,175	875,577
School administration	1,376,054	1,332,842	1,208,579	1,177,769
Business	4,680,601	5,374,218	5,249,732	4,914,827
Central	684,603	691,804	625,276	541,019
Other supporting services	29,376	34,009	42,018	44,023
Total supporting services	<u>9,874,257</u>	<u>10,530,268</u>	<u>10,153,945</u>	<u>9,421,845</u>
Community Services	<u>14,144</u>	<u>8,633</u>	<u>12,457</u>	<u>44,899</u>
Payments to other districts and governmental units	<u>1,259,871</u>	<u>1,303,355</u>	<u>1,329,079</u>	<u>1,281,402</u>
Total current	<u>35,622,833</u>	<u>32,374,340</u>	<u>31,273,181</u>	<u>28,414,278</u>
Other:				
Debt service:				
Principal	1,180,000	1,110,000	1,055,000	1,000,000
Interest	498,760	319,336	203,790	254,965
Capital outlay	<u>6,757,902</u>	<u>2,371,205</u>	<u>361,936</u>	<u>835,225</u>
Total other	<u>8,436,662</u>	<u>3,800,541</u>	<u>1,620,726</u>	<u>2,090,190</u>
Total	<u>\$ 44,059,495</u>	<u>\$ 36,174,881</u>	<u>\$ 32,893,907</u>	<u>\$ 30,504,468</u>
Debt Service as a Percentage of Noncapital Direct Expenditures	4.501%	4.228%	3.869%	4.230%

	2013	2012	2011	2010	2009	2008
\$	12,205,959	\$ 12,309,094	\$ 11,748,891	\$ 12,082,787	\$ 10,774,798	\$ 9,739,422
	3,112,019	2,982,971	3,528,183	3,459,939	3,559,496	3,241,636
	288,659	300,412	318,090	322,610	361,700	379,493
	552,247	500,117	503,237	540,937	507,444	470,554
	9,595	-	-	22	20,557	29,607
	<u>16,168,479</u>	<u>16,092,594</u>	<u>16,098,401</u>	<u>16,406,295</u>	<u>15,223,995</u>	<u>13,860,712</u>
	1,248,608	884,894	811,646	967,020	954,038	884,601
	564,297	523,752	527,176	696,510	785,642	572,251
	1,215,760	914,537	955,604	834,287	959,386	829,786
	1,097,261	1,155,357	1,083,038	1,102,242	1,116,862	1,122,945
	4,358,052	4,643,695	4,389,614	4,345,954	4,543,043	4,110,685
	494,986	492,999	432,978	554,194	503,809	513,097
	46,030	40,507	50,400	55,445	57,123	57,784
	<u>9,024,994</u>	<u>8,655,741</u>	<u>8,250,456</u>	<u>8,555,652</u>	<u>8,919,903</u>	<u>8,091,149</u>
	46,395	54,742	57,388	56,628	53,052	65,103
	<u>1,150,627</u>	<u>1,351,277</u>	<u>1,318,904</u>	<u>1,217,771</u>	<u>1,039,639</u>	<u>910,085</u>
	<u>26,390,495</u>	<u>26,154,354</u>	<u>25,725,149</u>	<u>26,236,346</u>	<u>25,236,589</u>	<u>22,927,049</u>
	955,000	905,000	865,000	820,000	780,000	1,110,000
	291,268	238,525	282,776	324,700	355,940	382,396
	4,367,064	1,056,096	818,673	1,407,385	1,820,257	2,173,474
	<u>5,613,332</u>	<u>2,199,621</u>	<u>1,966,449</u>	<u>2,552,085</u>	<u>2,956,197</u>	<u>3,665,870</u>
\$	<u><u>32,003,827</u></u>	<u><u>28,353,975</u></u>	<u><u>27,691,598</u></u>	<u><u>28,788,431</u></u>	<u><u>28,192,786</u></u>	<u><u>26,592,919</u></u>
	4.509%	4.189%	4.271%	4.181%	4.307%	6.112%

Community Unit School District No. 201
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCE
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Excess of revenues over (under) expenditures	\$ (6,657,683)	\$ (2,060,278)	\$ 100,114	\$ 60,563
Other financing sources (uses)				
Debt issuance	-	9,316,494	-	-
Transfers in	16,219,222	1,703,932	304,332	1,832,888
Transfers out	(16,219,222)	(1,703,932)	(304,332)	(1,832,888)
Deposit with escrow agent	-	(1,088,709)	-	-
Accrued interest on debt issuance	-	378,506	-	-
Premium on debt issuance	-	961,691	-	-
Miscellaneous	-	-	-	-
Total	<u>-</u>	<u>9,567,982</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ (6,657,683)</u>	<u>\$ 7,507,704</u>	<u>\$ 100,114</u>	<u>\$ 60,563</u>

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$ (1,702,294)	\$ 153,319	\$ 339,283	\$ (1,757,117)	\$ (1,758,446)	\$ (1,807,929)
5,000,000	-	-	-	-	-
8,626,441	1,193,130	1,771,256	-	-	-
(8,626,441)	(1,193,130)	(1,771,256)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	8,032	14,800	-	-	-
<u>5,000,000</u>	<u>8,032</u>	<u>14,800</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 3,297,706</u>	<u>\$ 161,351</u>	<u>\$ 354,083</u>	<u>\$ (1,757,117)</u>	<u>\$ (1,758,446)</u>	<u>\$ (1,807,929)</u>

Community Unit School District No. 201
PROPERTY TAX RATES- EXTENSIONS AND COLLECTIONS
LAST TEN TAX LEVY YEARS

	2016	2015	2014	2013
Rates extended:				
Educational	3.5429	3.7180	3.9386	3.7059
Tort immunity	0.0268	0.0283	0.0298	0.0277
Special education	0.1883	0.1938	0.0788	0.0471
Operations and maintenance	0.4602	0.4830	0.5049	0.4813
Debt service	0.2728	0.2885	0.2992	0.2812
Transportation	0.1812	0.1903	0.1988	0.1931
Illinois Municipal Retirement	0.0642	0.0668	0.0826	0.0788
Social Security	0.0892	0.0879	0.0919	0.0832
Total rates extended	4.8256	5.0566	5.2246	4.8983
Levies extended:				
Educational	\$ 16,889,586	\$ 16,708,675	\$ 16,931,158	\$ 16,699,561
Tort immunity	127,760	127,180	128,103	124,822
Special education	897,657	870,936	338,744	212,242
Operations and maintenance	2,193,849	2,170,600	2,170,452	2,168,839
Debt service	1,300,482	1,296,518	1,286,194	1,267,146
Transportation	863,810	855,207	854,597	870,149
Illinois Municipal Retirement	306,052	300,199	355,079	355,089
Social Security	425,231	395,022	395,057	374,917
Total levies extended	23,004,427	22,724,337	22,459,384	22,072,765
Collected in first year of levy	11,705,637	11,500,428	11,138,976	10,418,313
Collected subsequently	-	11,105,662	11,256,012	11,592,837
Total collections	\$ 11,705,637	\$ 22,606,090	\$ 22,394,988	\$ 22,011,150
Percentage collected in first year	50.88%	50.61%	49.60%	47.20%
Percentage collected	50.88%	99.48%	99.71%	99.72%

Source of information: DuPage County Clerk

Note: Tax rates are per \$100 of assessed value.

The Tax Levy Year is defined as the first preceding calendar year of each fiscal year.

	2012	2011	2010	2009	2008	2007
	3.4463	2.9915	2.8157	2.5840	2.5391	2.6157
	0.0198	0.0180	0.0165	0.0148	0.0144	0.0132
	0.0414	0.0369	0.0347	0.0411	0.0400	0.0400
	0.4476	0.3958	0.3726	0.3650	0.3553	0.2764
	0.2626	0.2193	0.2101	0.1965	0.1946	0.2115
	0.1867	0.1682	0.1582	0.0719	0.0700	0.0922
	0.0733	0.0561	0.0550	0.0420	0.0408	0.0397
	0.0733	0.0523	0.0511	0.0415	0.0400	0.0765
	<u>4.5510</u>	<u>3.9381</u>	<u>3.7139</u>	<u>3.3568</u>	<u>3.2942</u>	<u>3.3652</u>
\$	16,351,368	\$ 15,803,408	\$ 15,473,827	\$ 15,245,423	\$ 15,084,325	\$ 14,338,248
	93,943	95,090	90,677	87,319	85,548	72,357
	196,427	194,934	190,696	242,487	237,633	219,264
	2,123,690	2,090,921	2,047,643	2,153,475	2,110,772	1,515,117
	1,245,936	1,158,512	1,154,615	1,159,337	1,156,083	1,159,361
	885,820	888,562	869,396	424,205	415,857	505,404
	347,780	296,363	302,255	247,797	242,385	217,620
	347,780	276,289	280,823	244,847	237,633	419,343
	<u>21,592,744</u>	<u>20,804,079</u>	<u>20,409,932</u>	<u>19,804,890</u>	<u>19,570,236</u>	<u>18,446,714</u>
	10,351,190	10,264,863	10,499,670	10,120,339	10,123,007	9,430,191
	11,205,442	10,404,651	9,910,262	9,553,099	9,387,887	8,883,901
\$	<u>21,556,632</u>	<u>20,669,514</u>	<u>20,409,932</u>	<u>19,673,438</u>	<u>19,510,894</u>	<u>18,314,092</u>
	<u>47.94%</u>	<u>49.34%</u>	<u>51.44%</u>	<u>51.10%</u>	<u>51.73%</u>	<u>51.12%</u>
	<u>99.83%</u>	<u>99.35%</u>	<u>100.00%</u>	<u>99.34%</u>	<u>99.70%</u>	<u>99.28%</u>

Community Unit School District No. 201
 EQUALIZED ASSESSED VALUATION AND ESTIMATED
 ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN TAX LEVY YEARS

Tax Levy Year	Residential	Commercial	Industrial	Railroad	Total Assessed Value	Percent (Decreased) Increased	Total Direct Rate	Estimated Actual Value
2016	\$ 328,353,167	\$ 132,179,572	\$ 15,738,850	\$ 444,823	\$ 476,716,412	6.08%	\$ 4.8256	\$ 1,430,149,236
2015	306,289,699	127,677,287	15,040,960	391,601	449,399,547	4.54%	5.0566	1,348,198,641
2014	291,542,337	123,404,517	14,555,590	375,130	429,877,574	-4.60%	5.2246	1,289,632,722
2013	311,206,825	124,669,000	14,374,880	370,226	450,620,931	-5.02%	4.8983	1,351,862,793
2012	327,187,610	132,155,433	14,778,070	340,423	474,461,536	-10.19%	4.5510	1,423,384,608
2011	371,317,373	141,034,981	15,606,360	318,327	528,277,041	-3.87%	3.9381	1,584,831,123
2010	387,434,236	147,002,217	14,852,160	266,626	549,555,239	-6.85%	3.7139	1,648,665,717
2009	414,968,644	158,505,901	16,275,360	243,245	589,993,150	-0.69%	3.3568	1,769,979,450
2008	413,301,196	163,814,547	16,764,640	201,162	594,081,545	8.38%	3.2942	1,782,244,635
2007	381,553,915	152,068,466	14,364,050	174,596	548,161,027	10.34%	3.3652	1,644,483,081

Source of information: DuPage County Levy, Rate, And Extension Reports for the years 2007-2015.

Note: Property in DuPage County is reassessed once every four years on average. The County assesses property at approximately 33 1/3% of actual value. Estimated actual value is calculated by dividing assessed value by this percentage. Tax rates are per \$100 assessed value.

Community Unit School District No. 201
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN TAX LEVY YEARS

Taxing District	2016	2015	2014	2013
DuPage County	0.1848	0.1971	0.2057	0.2040
DuPage County Forest Preserve District	0.1514	0.1622	0.1691	0.1657
DuPage Airport Authority	0.0176	0.0188	0.0196	0.0178
Downers Grove Township	0.3500	0.0368	0.0378	0.0368
Downers Grove Township Road District	0.0524	0.0550	0.0564	0.0549
Westmont Park District	0.4327	0.4495	0.4531	0.4381
Village of Westmont Library	0.2307	0.2414	0.2429	0.2321
Westmont Surf Water, No. 1	0.0000	0.0000	0.0000	0.0000
Community College 502	0.2626	0.2786	0.2975	0.2956
Village of Westmont	0.8069	0.8453	0.8515	0.8145
Total overlapping rate	2.4891	2.2847	2.3336	2.2595
Community Unit School District No. 201	4.8256	5.0566	5.2246	4.8983
Total rate	7.3147	7.3413	7.5582	7.1578

Source of information: DuPage County Clerk's Office

Note: Tax rates are per \$100 of assessed value.

2012	2011	2010	2009	2008	2007
0.1929	0.1773	0.1659	0.1554	0.1557	0.1651
0.1542	0.1414	0.1321	0.1217	0.1206	0.1187
0.0168	0.0169	0.0158	0.0148	0.0160	0.0170
0.0343	0.0307	0.0281	0.0256	0.0254	0.0256
0.0512	0.0459	0.0420	0.0382	0.0379	0.0383
0.4092	0.3657	0.3498	0.3208	0.3170	0.3203
0.2149	0.1957	0.1900	0.1840	0.1811	0.1783
0.0000	0.0000	0.0000	0.0052	0.0480	0.0540
0.2681	0.2495	0.2349	0.2127	0.1858	0.1888
0.7550	0.6654	0.6290	0.5375	0.4430	0.4318
2.0966	1.8885	1.7876	1.6159	1.5305	1.5379
4.5510	3.9381	3.7139	3.3568	3.2942	3.3652
6.6476	5.8266	5.5015	4.9727	4.8247	4.9031

Community Unit School District No. 201
PRINCIPAL TAXPAYERS IN THE DISTRICT
CURRENT TAX YEAR AND NINE YEARS AGO

Name of Taxpayer	Tax Levy Year 2016 Equalized Assessed Valuation	Percentage of Total 2016 Equalized Assessed Valuation
# 1 Friedkin Realty Group	\$ 11,379,150	2.39%
# 2 HTW LLC	5,435,000	1.14%
# 3 Westmont Business Park	4,601,060	0.97%
# 4 Westmont Imports Inc.	3,939,360	0.83%
# 5 US Reif Senior Res Fee	3,310,540	0.69%
# 6 Realty Associates Fund	3,052,740	0.64%
# 7 JSQ Brush Hill LLC	2,778,230	0.58%
# 8 Albertsons Inc	2,549,500	0.53%
# 9 The Donmar Partners Inc	2,439,760	0.51%
# 10 500 Ogden LLC	2,332,670	0.49%
Total	\$ 41,818,010	8.77%

Name of Taxpayer	Tax Levy Year 2007 Equalized Assessed Valuation	Percentage of Total 2007 Equalized Assessed Valuation
# 1 HC Florida Oakview, LLC	\$ 9,941,940	1.81%
# 2 North American Van Lines	9,000,000	1.64%
# 3 Real Estate Tax Advisors	8,166,670	1.49%
# 4 Diamondrock Oak Brook LLC	7,819,250	1.43%
# 5 Westmont Imports Inc.	5,720,690	1.04%
# 6 Westmont Business Park	4,643,690	0.85%
# 7 HTW LLC	4,465,580	0.81%
# 8 Prime Group Realty Trust	4,154,510	0.76%
# 9 Albertsons, Inc.	3,347,850	0.61%
# 10 Robert V. Rohrman	3,108,360	0.57%
Total	\$ 60,368,540	11.01%

Source of information: Office of the DuPage County and Assessor's Offices of the following townships:
 York and Downers Grove.

Note: Most recent data is presented.

Community Unit School District No. 201
DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT
June 30, 2017

<u>Jurisdiction overlapping</u>	<u>Debt outstanding</u>	<u>Overlapping percent (5)</u>	<u>Direct and overlapping debt</u>
Governmental			
DuPage County	\$ 33,905,000 (1) (4)	1.318%	\$ 446,868
DuPage County Forest Preserve District	126,497,595 (2)	1.318%	1,667,238
Municipalities			
Village of Downers Grove	69,075,000 (3)	0.115%	79,436
School District			
College of DuPage - CC #502	176,755,000 (1)	1.363%	2,409,171
Park Districts			
Clarendon Hills	1,149,000	6.736%	77,397
Downers Grove	9,450,000 (1)	0.119%	11,246
Westmont	830,000 (1)	49.937%	<u>414,477</u>
Total indirect debt			5,105,832
Community Unit School District No. 201			<u>12,550,000</u>
Total Direct and Overlapping General Obligation Bonded Debt			<u>\$ 17,655,832</u>

Sources of information: DuPage County Clerk's Office

Note: Percent applicable to School District calculated using assessed valuation of the School District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

Note: Clarendon Hills' SSA #19 has loans and SSA #24 has special tax bonds which are not included in this general obligation debt statement.

- (1) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation.
- (2) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.
- (3) Includes outstanding TIF bonds
- (4) Excludes Certificates of Indebtedness

Community Unit School District No. 201

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

	2017	2016	2015	2014
Debt Limit	\$ 65,786,865	\$ 62,017,137	\$ 59,323,105	\$ 62,185,688
Total Debt Applicable to Limit	12,550,000	13,730,000	6,185,000	7,240,000
Legal Debt Margin	\$ 53,236,865	\$ 48,287,137	\$ 53,138,105	\$ 54,945,688
Total Debt Applicable to the Limit as a Percentage of Debt Limit	19%	22%	10%	12%
2016 Equalized Assessed Valuation	\$ 476,716,412			
Voted and Unvoted Debt Limit - 13.8% of Equalized Assessed Valuation	\$ 65,786,865			
Total Debt Outstanding	\$ 12,550,000			
Less: Exempted Debt	-			
Net Subject to 13.8% Limit	12,550,000			
Total Legal Voted and Unvoted Debt Margin	\$ 53,236,865			

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$ 65,475,692	\$ 72,902,232	\$ 75,838,623	\$ 81,419,055	\$ 81,983,253	\$ 75,646,222
<u>8,240,000</u>	<u>4,310,000</u>	<u>5,215,000</u>	<u>6,080,000</u>	<u>6,900,000</u>	<u>7,680,000</u>
<u>\$ 57,235,692</u>	<u>\$ 68,592,232</u>	<u>\$ 70,623,623</u>	<u>\$ 75,339,055</u>	<u>\$ 75,083,253</u>	<u>\$ 67,966,222</u>
13%	6%	7%	7%	8%	10%

Community Unit School District No. 201
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED
VALUE AND NET GENERAL BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Tax Levy Year	General Bonded Debt	Equalized Assessed Valuation	Ratio of Bonded Debt to Equalized Assessed Valuation	Estimated Population	General Bonded Debt Per Capita
2017	2016	\$ 12,550,000	\$ 476,716,412	2.63	24,767	\$ 506.72
2016	2015	13,730,000	449,399,547	3.06	24,941	550.50
2015	2014	6,185,000	429,877,574	1.44	24,941	247.99
2014	2013	7,240,000	450,620,931	1.61	24,974	289.90
2013	2012	8,240,000	474,461,536	1.74	24,898	330.95
2012	2011	4,310,000	528,277,041	0.82	24,855	173.41
2011	2010	5,215,000	549,555,239	0.95	24,685	211.26
2010	2009	6,080,000	589,993,150	1.03	24,999	243.21
2009	2008	6,900,000	594,081,545	1.16	24,979	276.23
2008	2007	7,680,000	548,161,027	1.40	26,211	293.01

Source of Information: DuPage County Clerk's Office and the District, and U.S. Census Bureau - 2010 Census.

Community Unit School District No. 201
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Tax Levy Year	Total General Expenditures (A)	Debt Service Fund Expenditures (B)	Percentage of Annual Debt Service Fund Expenditures to Total General Expenditures
2017	2016	\$ 44,059,495	\$ 1,678,760	3.81 %
2016	2015	36,174,881	1,429,336	3.95 %
2015	2014	32,893,907	1,258,790	3.83 %
2014	2013	30,504,468	1,254,965	4.11 %
2013	2012	32,003,827	1,246,268	3.89 %
2012	2011	28,353,975	1,143,525	4.03 %
2011	2010	27,623,595	1,147,776	4.16 %
2010	2009	28,788,431	1,144,700	3.98 %
2009	2008	28,192,786	1,135,940	4.03 %
2008	2007	26,592,919	1,492,396	5.61 %

(A) Includes expenditures of all Governmental Funds.

(B) Debt Service Fund expenditures represent payment of principal, interest, and other charges on long-term liabilities.

Community Unit School District No. 201
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Year	General Obligation Bonds	Debt Obligations ⁽¹⁾	Less: Amounts Available to Repay Principal ⁽²⁾	Net General Bonded Debt	Percentage of Equalized Assessed Valuation
2017	\$ 12,550,000	\$ -	\$ 559,093	\$ 11,990,907	2.52%
2016	13,730,000	-	949,913	12,780,087	2.84%
2015	6,185,000	-	703,450	5,481,550	1.28%
2014	7,240,000	-	674,573	6,565,427	1.46%
2013	8,240,000	-	677,405	7,562,595	1.59%
2012	4,310,000	-	724,475	3,585,525	0.68%
2011	5,215,000	-	708,037	4,506,963	0.82%
2010	6,080,000	-	702,211	5,377,789	0.91%
2009	6,900,000	-	699,281	6,200,719	1.04%
2008	7,680,000	-	675,582	7,004,418	1.28%

⁽¹⁾ Debt Obligations include: Debt Certificates; Lease Certificates, Installment Purchase Contracts; and Certificates of Participation.

⁽²⁾ Less: Fund Balance in the Debt Service Fund

	Outstanding Debt Per Capita	Estimated Population	Personal Income	Ratio of Total Outstanding Debt to Personal Income
\$	507	24,767	\$ 828,555,000	1.45
	550	24,941	828,864,000	1.54
	248	24,963	845,122,000	0.65
	290	24,974	881,432,000	0.74
	331	24,898	857,088,000	0.88
	173	24,855	841,758,000	0.43
	211	24,685	812,457,405	0.55
	243	24,999	803,067,876	0.67
	276	24,979	846,613,247	0.73
	293	26,211	816,079,485	0.86

Community Unit School District No. 201
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

<u>2017</u>		
Employer	Employees	Percentage of Total Employment
Ty, Inc. (Corp. HQ)	300	2.33%
Westmont CUSD 201	226	1.75%
Village of Westmont*	206	1.60%
Jewel-Osco	150	1.16%
UPS - Div. of United Parcel Service	150	1.16%
Mercedes Benz of Westmont	125	0.97%
McGrath Lexus	125	0.97%
ManorCare Health Services - Westmont	125	0.97%
McGrath Acura	110	0.85%
Magnet-Schultz of America, Inc.	100	0.78%
Safeway Insurance Co.	100	0.78%
	<u>1,717</u>	<u>13.31%</u>

Sources of Information:

2017 Illinois Manufacturers' Directory, 2017 Illinois Services Directory, Employer Official Website and/or Financial Reports, and Reference USA.

Note: The number of people employed in the Village of Westmont in 2016 was 12,899.

* Includes part-time employees.

(Continued)

Community Unit School District No. 201

PRINCIPAL EMPLOYERS (Continued)
CURRENT YEAR AND NINE YEARS AGO

	<u>2008</u>	
Employer	Employees	Percentage of Total Employment
SIRVA, Inc. and Sirva Relocation, LLC Division of SIRVA, Inc.	455	3.43%
Westmont CUSD 201	245	1.85%
Village of Westmont*	210	1.58%
Midamerica Bank	200	1.51%
Mercedes Benz of Westmont	150	1.13%
Peddinghaus Corp.	149	1.12%
Magner-Schultz of America, Inc.	125	0.94%
Man Roland	120	0.90%
Unique Embossing Services	100	0.75%
UPM Kymmene, Inc. & UPM North America	100	0.75%
	<u>1,854</u>	<u>13.96%</u>

Sources of Information: Phone canvass of employers, 2008 Illinois Manufacturers' and Services Directories and 2008 Harris Industrial Directory

* Includes part-time employees

N/A = Not available

Information presented is the most recent information available.

(Concluded)

Community Unit School District No. 201
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME	UNEMPLOYMENT RATE
2016	24,767	\$ 828,555,000	\$ 33,454	4.6%
2015	24,941	828,864,000	33,233	4.7%
2014	24,963	845,122,000	33,855	5.8%
2013	24,974	881,432,000	35,294	8.1%
2012	24,898	857,088,000	34,424	7.4%
2011	24,855	841,758,000	33,867	8.1%
2010	24,685	812,457,405	32,913	8.5%
2009	24,999	803,067,876	32,124	8.5%
2008	24,979	846,613,247	33,893	5.1%
2007	26,211	816,079,485	31,135	3.9%

Source of Information:

U.S. Bureau of Census, Annual Estimates of the Population for Incorporated Places in Illinois, 2010

U.S. Census

U.S. Census Bureau, American FactFinder 2008-2010 American Community Survey 3-Year Estimates

Illinois Department of Employment Security

Rate shown is for the Village of Westmont, DuPage County, Illinois

Wikipedia, 2007 special census in Village of Westmont

Community Unit School District No. 201

SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
J.T. Manning Elementary (1930)										
Square Feet	69,343	69,343	69,343	69,343	69,343	69,343	69,343	69,343	69,343	69,343
Capacity (Students)	625	625	625	625	625	625	625	625	625	625
Enrollment	356	370	380	374	406	468	485	468	456	420
South Elementary (1930) *										
Square Feet - Admin Center	9,964	9,964	9,964	9,964	9,964	-	-	-	-	-
Square Feet - Classroom	10,279	10,279	10,279	10,279	10,279	20,455	20,455	20,455	20,455	20,455
Capacity (Students)	80	80	80	80	80	200	200	200	200	200
Enrollment	43	36	43	35	36	-	-	-	-	-
C.E. Miller Elementary (1957)										
Square Feet	31,345	31,345	31,345	31,345	31,345	31,345	31,345	31,345	31,345	31,345
Capacity (Students)	400	400	400	400	400	400	400	400	400	400
Enrollment	233	194	169	169	184	190	207	215	204	189
Westmont Junior High (1972)										
Square Feet	87,960	87,960	87,960	87,960	87,960	87,960	87,960	87,960	87,960	87,960
Capacity (Students)	700	700	700	700	700	700	700	700	700	700
Enrollment	278	296	319	343	337	335	285	345	334	361
Westmont Senior High (1975)										
Square Feet	115,407	115,407	115,407	115,407	115,407	115,407	115,407	115,407	115,407	115,407
Capacity (Students)	950	950	950	950	950	950	950	950	950	950
Enrollment	458	449	438	452	467	508	552	543	511	554

Sources of information:

-Area of buildings from District records - Office of Director of Physical Plant and Operations

* South School was renovated during the summers of 2012 and 2013 and serves as the District Administrative offices and as an Early Childhood Center. Capacity for the 2012-13 school year during construction was 60 students.

-Enrollment is from District records - Fall Housing Reports

Community Unit School District No. 201
 OPERATING INDICATORS BY FUNCTION
 LAST TEN FISCAL YEARS

FISCAL YEAR	EXPENDITURES	AVERAGE DAILY ATTENDANCE	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL - TEACHER RATIO	STUDENT ATTENDANCE PERCENTAGE
2017	\$ 44,059,495	1,237	\$ 35,618	21.5%	112	11.0	90.4%
2016	36,174,881	1,234	29,315	8.1%	111	11.1	91.7%
2015	32,893,907	1,213	27,118	0.8%	110	11.0	89.9%
2014	30,504,468	1,226	26,892	9.9%	114	10.8	89.3%
2013	32,003,827	1,308	24,468	12.8%	116	11.3	91.4%
2012	28,353,975	1,307	21,694	5.5%	115	11.4	90.0%
2011	27,623,595	1,343	20,569	-2.6%	123	10.9	87.8%
2010	28,788,431	1,363	21,121	1.7%	125	10.9	86.8%
2009	28,192,786	1,358	20,761	5.8%	125	10.9	90.2%
2008	26,592,919	1,355	19,626	1.5%	125	10.8	88.9%

Sources of information: Illinois School District Annual Financial Report Form ISBE 50-35.

Community Unit School District No. 201

NUMBER OF EMPLOYEES BY TYPE

LAST TEN FISCAL YEARS

	2016- 2017	2015- 2016	2014- 2015	2013- 2014
Administration:				
Superintendent	1	1	1	1
District administrators	3	3	3	3
Principals, assistants and dean	<u>8</u>	<u>8</u>	<u>8</u>	<u>8</u>
Total administration	<u>12</u>	<u>12</u>	<u>12</u>	<u>12</u>
Teachers:				
Elementary	38	37	38	39
Middle School	22	22	21	21
High School	29	28	28	28
Instrumental music and vocal	5	5	5	5
Special education and bilingual	25	25	22	21
Psychologists	3	3	2	2
Social workers and counselors	5	5	5	5
Certified nurses	1	1	1	1
Learning center	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>
Total teachers	<u>132</u>	<u>130</u>	<u>126</u>	<u>126</u>
Other supporting staff:				
Learning center assistants	2	2	2	1
Clerical 10/12 month union	13	13	13	13
Teacher assistants	39	39	37	37
Technology Staff	4	4	4	3
Custodians	18	18	17	17
Maintenance/Grounds	3	3	3	3
Nurses	2	2	2	2
Support staff - non-union	4	4	4	4
Accompanists	1	1	1	3
Food service	<u>12</u>	<u>13</u>	<u>14</u>	<u>14</u>
Total support staff	<u>98</u>	<u>99</u>	<u>97</u>	<u>97</u>
Total employees	<u>242</u>	<u>241</u>	<u>235</u>	<u>235</u>

Source of Information: District Personnel Records

Note: Totals above do not include substitutes, seasonal help, and other non-permanent staff.

2012- 2013	2011- 2012	2010- 2011	2009- 2010	2008 - 2009	2007 - 2008
1	1	1	1	1	1
3	3	3	4	4	4
<u>7</u>	<u>7</u>	<u>7</u>	<u>7</u>	<u>7</u>	<u>7</u>
<u>11</u>	<u>11</u>	<u>11</u>	<u>12</u>	<u>12</u>	<u>12</u>
41	38	39	39	36	36
19	18	22	21	24	27
25	26	29	30	30	31
5	5	5	5	5	5
20	19	20	20	20	21
2	2	2	2	2	2
5	5	4	4	4	4
1	1	1	1	1	1
<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>2</u>
<u>122</u>	<u>118</u>	<u>126</u>	<u>126</u>	<u>126</u>	<u>129</u>
1	1	1	1	2	3
12	12	12	11	11	12
36	38	39	40	38	38
3	3	3	4	4	3
16	16	16	16	16	17
3	3	3	3	3	3
2	2	2	2	2	2
4	4	4	7	4	4
3	2	2	3	2	2
<u>16</u>	<u>16</u>	<u>18</u>	<u>18</u>	<u>19</u>	<u>20</u>
<u>96</u>	<u>97</u>	<u>100</u>	<u>105</u>	<u>101</u>	<u>104</u>
<u>229</u>	<u>226</u>	<u>237</u>	<u>243</u>	<u>239</u>	<u>245</u>