

MILBURN CAIN & CO.  
A PROFESSIONAL CORPORATION  
CERTIFIED PUBLIC ACCOUNTANTS  
4237 GROVE AVENUE  
GURNEE, ILLINOIS 60031

PHONE: (847) 336-6455  
FAX: (847) 336-9594

MILBURN COMMUNITY CONSOLIDATED  
SCHOOL DISTRICT NO. 24

WADSWORTH, LAKE COUNTY, ILLINOIS

ANNUAL FINANCIAL REPORT

JUNE 30, 2015

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24  
 TABLE OF CONTENTS  
 JUNE 30, 2015

	PAGE
INDEPENDENT AUDITOR'S REPORT	1-2
 <b>REQUIRED SUPPLEMENTAL INFORMATION:</b>	
Management's Discussion and Analysis (M D & A)	3-10
 <b>BASIC FINANCIAL STATEMENTS:</b>	
District-Wide Financial Statements	
Statement of Net Position	11
Statement of Activities	12
Fund Financial Statements	
Balance Sheet - Governmental Funds	13-14
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	15
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	16-17
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	18
Statement of Fiduciary Assets and Liabilities - Fiduciary Funds	19
Notes to Financial Statements	20-44
 <b>REQUIRED SUPPLEMENTARY INFORMATION:</b>	
<b>Illinois Municipal Retirement Fund</b>	
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios	45
Schedule of Employer Contribution	46
 <b>Teachers' Retirement System of the State of Illinois</b>	
Schedule of Employer's Proportionate Share of the Net Pension Liability	47
Schedule of Employer Contributions	48
 <b>COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:</b>	
<b>General Fund</b>	
Combining Balance Sheet	49
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	50

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

TABLE OF CONTENTS

JUNE 30, 2015

	PAGE
<b>COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:</b> (continued)	
<b>Educational Fund</b> - Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	51-55
<b>Working Cash Fund</b> - Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	56
<b>Tort Immunity Fund</b> - Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	57
<b>Operations and Maintenance Fund</b> - Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	58
<b>Transportation Fund</b> - Schedule of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual	59
<b>Illinois Municipal Retirement Fund</b> - Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	60
<b>Bond and Interest Fund</b> - Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	61
<b>Capital Projects Fund</b> - Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	62
Notes to Required Supplementary Information	63
 <b>SUPPLEMENTARY SCHEDULES:</b>	
Fiduciary Funds Agency Funds - Combining Balance Sheet	64
Student Activity Funds - Schedule of Changes in Assets and Liabilities	65
Flexible Spending Account Fund Schedule of Changes in Assets and Liabilities	66
Computation of Per Capita Tuition Charge	67

MILBURN CAIN & CO.  
A PROFESSIONAL CORPORATION  
CERTIFIED PUBLIC ACCOUNTANTS  
4237 GROVE AVENUE  
GURNEE, ILLINOIS 60031  
PHONE: (847) 336-6455  
FAX: (847) 336-9594

INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Millburn Community Consolidated School District No. 24  
Wadsworth, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24  
LAKE COUNTY, ILLINOIS

as of and for the year ended June 30, 2015, and the related notes to financial statements which collectively comprise the District's basic financial statements as listed in the accompanying table of contents.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 controls relevant to the District'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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

**Opinion**

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 Millburn Community Consolidated School District No. 24 as of June 30, 2015, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

As discussed in Notes 10 and 11 of the notes to the financial statements, in 2015 the District adopted new accounting guidance: GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. Our opinion is not modified with respect to this matter.

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and certain budgetary comparison information on pages 3-10 and 49-63 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Millburn Community Consolidated School District No. 24's basic financial statements. The supplemental information on pages 64-67 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information, except for the average daily attendance figure included in the computation of operating expense per pupil and per capita tuition charges, has been subjected to the auditing procedures applied in the audit of the basic financial statement 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.



MILBURN CAIN & CO.  
Certified Public Accountants

Gurnee, Illinois  
September 25, 2015

**REQUIRED SUPPLEMENTAL INFORMATION**

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2015

The management of Millburn Community Consolidated School District No. 24 (the District) presents this narrative overview and analysis of the District's financial activities for the fiscal year ended June 30, 2015. The information presented here should be considered in conjunction with the financial statements presented elsewhere in this report.

This discussion and analysis is designed to:

1. Assist the reader in focusing on significant financial issues,
2. Provide an overview of the District's financial activity,
3. Identify changes in the District's financial position (its ability to cope with the next and subsequent year challenges),
4. Identify any material deviations from the financial plan (the approved budgets), and
5. Identify individual fund issues or concerns.

Since Management's Discussion and Analysis (M D & A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the District's financial statements beginning on page 11.

**Financial Highlights**

- The District's fund balances increased by \$1,398,624 for the year.
- Millburn spent approximately \$408,000 on construction in progress and replacement equipment.
- District operations for the year indicate revenues exceeding expenses by \$1,875,437 and the District recorded prior period adjustments totaling \$1,439,400, further reducing its net position as shown on the Statement of Activities on page 13.
- Payments during the year reduced Millburn's debt by almost \$1,218,000.
- The District implemented GASB 68 and 71, resulting in a decrease in its net position of \$1,439,400.

**Overview of the Financial Statements**

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

1. District-wide financial statements,
2. Fund financial statements and,
3. Notes to financial statements.

In addition, this report also includes other supplementary information which is presented after the notes to financial statements.

## **District-Wide Financial Statements**

The district-wide financial statements are designed to provide readers with a broad overview of Millburn's finances presented in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the District's assets and liabilities, with the difference between the asset total and the liabilities total reported as the District's net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Millburn is improving or deteriorating.

The Statement of Activities presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal years (e.g., uncollected property taxes).

The district-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (governmental activities). Governmental activities include instruction, support services, operation and maintenance of plant, student transportation, food services, and certain other activities and expenses such as non-programmed charges, interest and fees, and depreciation.

The district-wide financial statements can be found on pages 11 and 12 of this report.

## **Fund Financial Statements**

Millburn's fund financial statements provide additional detail about the District's funds, focusing on its "major" funds -- not the District as a whole. For purposes of this report, the District considers all of its governmental funds as major funds. Funds are accounting devices used to keep track of specific sources of funding and spending on particular programs. Some funds are required by state law, by bond covenants, or by contractual agreements. Still other funds are established 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 for their intended purposes.

Millburn has two categories of funds:

- **Governmental Funds** - Most of the District's basic services are included in governmental funds. These funds generally focus on (1) how cash (and other financial assets that can readily be converted to cash) flows in and out of the District and (2) the balances which are left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future for District purposes. Because the information contained in the fund financial statements does not encompass the additional long-term focus of the district-wide statements, a reconciliation statement follows the governmental funds financial statements to explain the relationship (or differences) between them.

The basic fund financial statements can be found at pages 13-18 of this report.

- **Fiduciary Funds** - The Millburn School District is the trustee, or fiduciary, for assets that belong to others, such as the student activity 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. The assets are excluded from the district-wide financial statements because the District cannot use these assets to finance operations.

The basic fiduciary fund financial statements can be found on pages 19 and 64-67 of this report.



**Notes to Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the district-wide and also the fund financial statements. The notes to financial statements can be found on pages 20-44 of this report.

**Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain Required Supplementary Information. A budgetary comparison statement has been provided for each fund as required supplementary information. This information can be found on pages 49-63 of this report.

**Financial Analysis of the District as a Whole**

Net Position - Millburn's net position at June 30, 2015 after adjustments required by the implementation of GASB 68 and 71 was \$436,000 more than it was the year before, decreasing its deficit to \$5,027,000. The following table presents a summary of the District's net position at year-end:

Table 1  
Summary of Net Position  
(In Thousands)  
At June 30

	<u>2015</u>	<u>2014</u>
Assets		
Current and Other Assets	\$ 13,924	\$ 11,769
Capital Assets (Net)	<u>25,898</u>	<u>26,550</u>
	\$ <u>39,822</u>	\$ <u>38,319</u>
Deferred Outflows		
Pensions	\$ <u>475</u>	\$ ---
Total Assets and Deferred Outflows	\$ <u>40,297</u>	\$ <u>38,319</u>
Liabilities		
Pension and Retiree Healthcare	\$ 1,882	\$ ---
Long-Term Debt Outstanding	28,157	29,279
Other Liabilities	<u>1,360</u>	<u>1,066</u>
	\$ <u>31,399</u>	\$ <u>30,345</u>
Deferred Inflows of Resources		
Unamortized Bond Premiums	\$ 517	\$ 608
Pensions	116	---
Unavailable Revenue - Fees	172	175
Unavailable Revenue - Property Taxes	<u>13,120</u>	<u>12,654</u>
	\$ <u>13,925</u>	\$ <u>13,437</u>
Total Liabilities and Deferred Inflows of Resources	\$ <u>45,324</u>	\$ <u>43,782</u>
Net Position		
Invested in Capital Assets, Net of Related Debt	\$ 8,661	\$ 8,005
Restricted	1,609	1,494
Unrestricted	<u>(15,297)</u>	<u>(14,962)</u>
Total Net Position	\$ <u>(5,027)</u>	\$ <u>(5,463)</u>

The following are significant current year transactions that have had an impact on the Statement of Net Position.

- The District spent \$408,000 to improve its capital assets.
- Financing for these capital asset purchases came from the District's operating funds.
- Long-term debt paid during the year included the retirement of \$1,125,794 in bonds and reduction of \$92,166 in lease/purchase obligations.
- Depreciation expense of \$1,060,214 was charged against income.

Changes in Net Position - The District's total revenues for the fiscal year ended June 30, 2015 were \$21.7 million. The total cost of all programs and services was \$19.8 million, \$1,875,000 more than revenues as illustrated in the following table:

Table 2  
Summary of Changes in Net Position  
(In Thousands)  
For the Year Ended June 30

	2015		2014	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
<b>Revenue</b>				
Program Revenues				
Charges for Services	\$ 1,348	6.2%	\$ 1,176	6.3%
Operating Grants and Contributions	5,000	23.1%	3,538	19.0%
Capital Grants and Contributions	---	---	26	.1%
General Revenue				
Taxes	12,690	58.6%	11,361	61.0%
State and Federal Aid - Formula Grants	2,620	12.1%	2,535	13.6%
Investment Earnings	7	0%	5	0%
Total Revenue (In Thousands)	<u>\$ 21,665</u>	<u>100.0%</u>	<u>\$ 18,641</u>	<u>100.0%</u>
<b>Expenses</b>				
Instruction	\$ 11,280	57.0%	\$ 9,608	49.2%
Pupil and Instructional Services	1,704	8.6%	1,715	8.8%
Administration and Business	1,496	7.6%	1,221	6.3%
Maintenance and Operations	2,025	10.2%	1,987	10.2%
Food Services	283	1.4%	243	1.2%
Transportation	942	4.8%	1,011	5.2%
Other and Non-programmed Charges	837	4.3%	618	3.2%
Debt Service	1,223	6.1%	3,099	15.9%
Total Expenses (In Thousands)	<u>\$ 19,790</u>	<u>100.0%</u>	<u>\$ 19,502</u>	<u>100.0%</u>
Change in Net Position	\$ 1,875		\$ (861)	
Net Position				
At July 1	(5,463)		(4,170)	
Prior Period Adjustment - Note 10	(1,439)		(432)	
At June 30	<u>\$ (5,027)</u>		<u>\$ (5,463)</u>	

Net Cost of Governmental Activities - The following schedule presents the cost of five major and all other District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, and transportation and all other costs including depreciation and debt service, and excluding capital outlay. This schedule also shows (expressed in thousands of dollars) each activity's net cost, i.e., total cost less fees and intergovernmental aid allocable to each activity. The net is equivalent to the financial burden borne by the District's taxpayers to support each of these functions.

	<u>Total Cost</u>	<u>Net Cost</u>
Instruction	\$ 11,280	\$ 6,198
Pupil and Instructional Services	1,704	1,697
Administration and Business	1,496	1,496
Maintenance and Operations	2,025	1,817
Transportation	942	350
All Other	<u>2,343</u>	<u>1,884</u>
 Total Cost (In Thousands)	 \$ <u>19,790</u>	 \$ <u>13,442</u>

**Summary and Highlights**

- The cost of all governmental activities for the year was \$19.8 million.
- About \$1,348,000 of the cost was paid by users of the District's programs.
- Federal and state subsidies to specific programs totaled \$5.0 million which includes \$3.4 million in state on-behalf payments.
- Most of the costs (\$12.7 million) however, were paid by the District's taxpayers.
- Replacement taxes, investment earnings, and state and federal aid-formula grants totaled \$2.6 million.

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

Millburn's financial performance is reflected in the Statement of Revenues, Expenditures, and Changes in Fund Balances of the Governmental Funds appearing on pages 16 and 17 of this report. Total revenues were \$21.7 million compared to \$18.6 in the prior year -- an increase of \$3.1 million. Total expenditures were \$20.3 million compared to \$18.0 million a year ago. Current year revenues exceeded expenditures and other financing sources and uses by \$1.4 million.

Educational Fund (Pages 51-55) - Property taxes produced \$7.8 million in revenue for the Educational Fund during fiscal 2015, or 48.8% of all of the fund's revenue. State sources accounted for 43.0% of revenue at \$6.9 million, including \$3.4 million in on-behalf pension payments. Without the on-behalf pension payments, state revenues were \$3.5 million, accounting for 21.6% of total revenue. Federal sources provided \$.2 million, or about 1.2% of total Educational Fund revenue. Fees, earnings on investments, and other local sources of revenue produced \$1.1 million, or 7.0% of total revenue. Thus, property taxes and other local revenues combined accounted for \$8.9 million, or more than 50.0% of Educational Fund revenues.

Total Educational Fund expenditures were \$14.8 million in fiscal year 2015, \$2.1 million more than they were the year before. Of the \$14.8 million, \$11.1 million, or 75.1%, was used for direct instruction and teachers' pensions; \$3.5 million was paid for instructional support services, administration, business, and food service; and \$.2 million was used for tuition paid to other school districts, community services, and debt service. The Educational Fund also transferred \$85,000 to the Debt Service Fund and \$1,652 to the Operations and Maintenance Fund.

After taking into account the revenues of \$16.0 million and the expenditures and transfers of \$14.9 million, the Educational Fund revenues exceeded expenditures by of \$1.1 million. The fund balance deficit decreased to \$2,304,000.

Working Cash Fund (Page 56) - The Working Cash Fund received \$103,894 in taxes and \$242 in interest on investments.

Tort Immunity Fund (Page 57) - Revenues totaled \$159,915, consisting almost entirely of property taxes. Expenditures totaled \$61,660. At year-end, the fund balance was \$159,756.

Operations and Maintenance Fund (Page 58) - As with the Educational Fund, the Operations and Maintenance Fund's largest source of revenue comes from property taxes which account for \$1,150,434 out of total fund revenues of \$1,358,975, or 84.7% of total fund revenue. Other local revenue sources account for the other 15.3%, or \$208,541.

Total expenditures of \$1,260,563 were \$44,419 more than last year's \$1,216,144. Total revenues exceeded expenditures by \$98,412. The fund also received transfers of \$4,656 and transferred to the Capital Project Fund \$100,000.

Transportation Fund (Page 59) - Revenues for transportation were more than expenditures and transfers by \$188,779, generating a fund balance at year-end of \$807,689.

Total expenditures of \$883,943 for 2015 are \$24,197 less than the 2014 total.

Illinois Municipal Retirement Fund (Page 60) - IMRF Fund revenues for 2015 were \$636,749. Expenditures of \$510,395 were \$35,518 more than the 2014 cost of \$474,877. Revenues exceeded expenditures by \$126,354, leaving a fund balance of \$77,919.

Debt Service - Bond and Interest Fund (Page 61) - Debt service funds are intended to be self-liquidating. This means that over time, revenues received from taxes should equal required expenditures. Except for timing differences where taxes are collected prior to required disbursements, the theory says there should be no accumulation of fund balances. However, accumulations do often occur when tax collections are higher than expected or when interest earnings are retained in the fund. Because of the revenue timing differences, however, analysis of annual operating results is generally not useful for the reader.

For 2015, the District's Bond and Interest Fund revenues totaled \$2,363,134. Expenditures totaled \$2,425,607. The fund received \$83,549 in net transfers from other funds to pay for Debt Service expenses. The fund balance increased by \$21,076 due to the timing of revenues and bond payments.

Capital Projects Fund (Page 62) - The Capital Projects Fund carried forward \$653,817 from the previous year which represents the unexpended proceeds of bonds issued for construction purposes and contributions. During the year it received contributions of \$1,996 and interest earnings of \$1,081. It spent \$297,506 and received a transfer of \$100,000, reducing its fund balance to \$459,388.

General Fund Budgetary Highlights (Pages 51-55) - The District budgeted general fund expenditures to total \$14,898,761. Actual General Fund expenditures totaled \$14,889,155, including \$3,408,960 in on-behalf pension payments. Actual results for the year produced an increase of \$1,256,776.

### **Capital Asset and Debt Administration**

Capital Assets - At June 30, 2015, Millburn's net capital assets totaled \$25.9 million in a broad range of capital assets. These assets, which are listed in Note 2C of the notes to financial statements according to five categories (land, buildings, improvements other than buildings, equipment, and vehicles) include the District's land and buildings, athletic facilities, lab facilities, auditorium, computer and audio-visual equipment, furniture and other classroom, administrative equipment and buses. Total depreciation expense of \$1,060,214 for the year was charged to various functions on the Statement of Activities as follows:

Regular Programs	\$ 34,491
Interscholastic Programs	6,272
Instructional Staff	195,453
General Administration	41,808
Operations and Maintenance	735,670
Transportation	5,592
Food Services	31,356
Central Services	<u>9,572</u>
	\$ <u>1,060,214</u>

During the year, the District invested \$407,731 in additions to its capital assets. The amounts invested in additions to capital assets were less than charges for depreciation during the year by \$652,483. The following schedule presents capital asset balances net of depreciation at June 30, 2015:

Land	\$ 826,414
Construction in Progress	202,915
Buildings	24,131,967
Improvements Other Than Buildings	239,709
Equipment	479,505
Vehicles	<u>17,000</u>
Totals	\$ <u>25,897,510</u>

Long-Term Debt - During the 2015 fiscal year, the District:

1. Retired bonds in the amount of \$1,125,794;
2. Paid \$92,166 toward its lease/purchase obligations;
3. Paid interest costs and fees of \$1,215,478.

See note 2D of the Notes to Financial Statements for details.

At June 30, 2015, Millburn's long-term debt obligations were:

General Obligation Bonds	\$ <u>16,719,574</u>
--------------------------	----------------------

In addition, the District was liable for accrued and accreted interest on its long-term debt:

Accrued and Accreted Interest on Bonds	\$ <u>11,437,429</u>
--	----------------------

### Summary and Highlights

- Property taxes continue to be the District's largest single source of revenues at \$12.7 million with locally generated fees and charges and interest earnings generating \$1.4 million. \$7.6 million was provided by state and federal aid. Thus, nearly 64.8% of revenue came from local sources.
- Total expenditures for all funds were \$20.3 million, \$2.3 million more than the previous year. This year, expenditures included \$2.4 million spent on debt service payments.
- Total additions to capital assets were \$408,000.
- Payments on long-term debt principal totaled \$1,218,000.

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

The District is cautiously optimistic regarding the long-range financial projections.

The Board of Education has approved a balanced budget for the last four years. The District's voters approved a referendum that increased operating revenues by approximately \$1,000,000 annually. The State of Illinois made all payments except for approximately \$2,000 that was received in FY 2016.

During FY 2015, the District did not use any Tax Anticipation Warrants for cash flow purposes. This is the first time since FY 2007 that the District has not needed to use Tax Anticipation Warrants. The District will remain on the State's Financial Watch List for the foreseeable future, but the District continues to make progress toward financial stability.

The District was able to add eight licensed staff and 4.8 paraprofessionals for FY 2015. In addition, the District adopted new Writing and Handwriting programs in FY 2015 for implementation in FY 2016. The District is able to look toward a future of improvement versus survival. Millburn will never have the resources of other high-performing school districts, but the District has a much better financial outlook moving forward.

A cautious outlook, however, stems from a lack of confidence in appropriate funding levels from state and federal sources. The District's goal continues to be stability of student educational programming. The District will continue to be conservative with regard to fiscal management.

### **Contacting the District's Financial Management**

This financial report is designed to provide the District's citizens, taxpayers, investors, and creditors with a general overview of Millburn's finances and to demonstrate its accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's Superintendent at 18550 Millburn Rd., Wadsworth, Illinois 60083.

## **BASIC FINANCIAL STATEMENTS**

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## DISTRICT-WIDE FINANCIAL STATEMENTS

## STATEMENT OF NET POSITION

JUNE 30, 2015

	Governmental Activities
<b>Assets</b>	
Cash and Cash Equivalents	\$ 6,883,983
Receivables	
Property Taxes	6,441,178
Replacement Taxes	3,369
Claims and Grants	377,340
Employee Computer Purchases	10,901
Prepaid Expenses	208,126
Capital Assets, Net of Accumulated Depreciation	
Land	826,414
Land Improvements	239,709
Buildings	24,131,967
Equipment	496,505
Construction in Progress	202,915
Total Assets	<u>\$ 39,822,407</u>
<b>Deferred Outflows of Resources</b>	
Deferred Pension Expense	\$ 311,210
Deferred Employer Pension Contributions	163,834
Total Deferred Outflows of Resources	<u>\$ 475,044</u>
Total Assets and Deferred Outflow of Resources	<u>\$ 40,297,451</u>
<b>Liabilities</b>	
Accounts Payable	\$ 358,521
Accrued Expenses	1,001,003
Non-current Liabilities	
Due Within One Year	1,870,301
Due in More Than One Year	26,286,702
Net Pension Liabilities	1,850,977
Retiree Healthcare Liability	31,394
Total Liabilities	<u>\$ 31,398,898</u>
<b>Deferred Inflows of Revenues</b>	
Unamortized Bond Premiums	\$ 516,772
Deferred Pension Revenue	115,760
Unavailable Revenue - Fees	172,226
Unavailable Revenue - Property Taxes	13,120,271
Total Deferred Inflows of Revenues	<u>\$ 13,925,029</u>
<b>Net Position</b>	
Invested in Capital Assets, Net of Related Debt	\$ 8,661,164
Restricted For:	
Debt Service	265,319
Transportation	653,281
Retirement	235,786
Capital Projects	454,659
Unrestricted	<u>(15,296,685)</u>
Total Net Position	<u>\$ (5,026,476)</u>

See Accompanying Notes to Financial Statements.



## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## DISTRICT-WIDE FINANCIAL STATEMENTS

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2015

	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental Activities:</b>					
Instruction					
Regular Programs	\$ 5,292,253	\$ 481,111	\$ 74,098	\$ ---	\$ (4,737,044)
Special Programs	1,917,380	231,000	880,028	---	(806,352)
Interscholastic Programs	121,952	7,350	---	---	(114,602)
Summer Programs	21	---	---	---	(21)
Gifted Programs	149,631	---	---	---	(149,631)
Bilingual Programs	82,795	---	---	---	(82,795)
Special Education Tuition	307,443	---	---	---	(307,443)
State Retirement Contributions	3,408,960	---	3,408,960	---	---
Support Services					
Pupils	989,554	---	---	---	(989,554)
Instructional Staff	714,507	---	7,371	---	(707,136)
General Administration	787,230	---	---	---	(787,230)
School Administration	499,916	---	---	---	(499,916)
Business	209,167	---	---	---	(209,167)
Operations and Maintenance	2,025,404	208,261	---	---	(1,817,143)
Transportation	942,327	21,883	570,647	---	(349,797)
Food Services	283,468	166,499	57,245	---	(59,724)
Central Services	431,585	---	---	---	(431,585)
Community Services	126,137	232,363	---	---	106,226
Facilities Acquisition and Construction	30,794	---	1,996	---	(28,798)
Non-Programmed Charges	163,495	---	---	---	(163,495)
Interest and Fees	1,222,650	---	---	---	(1,222,650)
Pension Expenses	52,293	---	---	---	(52,293)
Retiree Healthcare Expenses	31,394	---	---	---	(31,394)
Total Governmental Activities	\$ 19,790,356	\$ 1,348,467	\$ 5,000,345	\$ ---	\$ (13,441,544)
<b>General Revenues</b>					
Taxes					
Real Estate Taxes - General					\$ 10,308,289
Real Estate Taxes - Debt Service					2,361,683
Corporate Personal Property Replacement Tax					20,525
State and Federal Aid					
Formula Grants					2,619,729
Investment Earnings					6,755
Total General Revenues					\$ 15,316,981
Change in Net Position (Deficit)					\$ 1,875,437
Net Position - July 1, 2014					(5,462,513)
Prior Period Adjustment - Note 10					(1,439,400)
Net Position - June 30, 2015					\$ (5,026,476)

See Accompanying Notes to Financial Statements.

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

FUND FINANCIAL STATEMENTS

BALANCE SHEET

GOVERNMENTAL FUNDS

JUNE 30, 2015

	General	Operations and Maintenance	Debt Service	Transportation	IMRF	Capital Projects	Totals
<b>Assets</b>							
Cash	\$ 2,996,296	\$ 252,146	\$ 1,623,357	\$ 959,770	\$ 402,996	\$ 647,918	\$ 6,882,483
Investments	---	---	---	---	---	1,500	1,500
Receivables							
Property Taxes	4,035,005	549,932	1,296,238	265,786	294,217	---	6,441,178
Replacement Taxes	---	---	---	---	3,369	---	3,369
Claims and Grants	237,109	1,020	---	139,211	---	---	377,340
Employees' Computer Purchases	10,901	---	---	---	---	---	10,901
Prepaid Expenses	<u>208,126</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>208,126</u>
Total Assets	\$ <u>7,487,437</u>	\$ <u>803,098</u>	\$ <u>2,919,595</u>	\$ <u>1,364,767</u>	\$ <u>700,582</u>	\$ <u>649,418</u>	\$ <u>13,924,897</u>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>							
<b>Liabilities</b>							
Accounts Payable	\$ 148,541	\$ 12,373	\$ 200	\$ 7,377	\$ ---	\$ 190,030	\$ 358,521
Accrued Expenses	<u>935,710</u>	<u>32,676</u>	<u>---</u>	<u>8,037</u>	<u>24,580</u>	<u>---</u>	<u>1,001,003</u>
Total Liabilities	\$ <u>1,084,251</u>	\$ <u>45,049</u>	\$ <u>200</u>	\$ <u>15,414</u>	\$ <u>24,580</u>	\$ <u>190,030</u>	\$ <u>1,359,524</u>
<b>Deferred Inflows of Resources</b>							
Unavailable Revenue - Fees	\$ 172,226	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 172,226
Unavailable Revenue - Property Taxes	<u>8,219,666</u>	<u>1,120,265</u>	<u>2,640,593</u>	<u>541,664</u>	<u>598,083</u>	<u>---</u>	<u>13,120,271</u>
Total Deferred Inflows of Resources	\$ <u>8,391,892</u>	\$ <u>1,120,265</u>	\$ <u>2,640,593</u>	\$ <u>541,664</u>	\$ <u>598,083</u>	\$ <u>---</u>	\$ <u>13,292,497</u>

See Accompanying Notes to Financial Statements.

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

FUND FINANCIAL STATEMENTS

BALANCE SHEET

GOVERNMENTAL FUNDS

JUNE 30, 2015

(Continued)

	General	Operations and Maintenance	Debt Service	Transportation	IMRF	Capital Projects	Totals
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances (continued)</b>							
<b>Fund Balances (Deficit)</b>							
Non-Spendable	\$ 208,126	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 208,126
Restricted For							
Debt Service	---	---	265,319	---	---	---	265,319
Transportation	---	---	---	653,281	---	---	653,281
Retirement	---	---	---	---	235,786	---	235,786
Capital Projects	---	---	---	---	---	454,659	454,659
Assigned For							
Transportation	---	---	---	154,408	---	---	154,408
Debt Service	---	---	13,483	---	---	---	13,483
Retirement	---	---	---	---	723	---	723
Capital Projects	---	---	---	---	---	4,729	4,729
Unrestricted - Unassigned	<u>(2,196,832)</u>	<u>(362,216)</u>	<u>---</u>	<u>---</u>	<u>(158,590)</u>	<u>---</u>	<u>(2,717,638)</u>
Total Fund Balances (Deficit)	<u>\$ (1,988,706)</u>	<u>\$ (362,216)</u>	<u>\$ 278,802</u>	<u>\$ 807,689</u>	<u>\$ 77,919</u>	<u>\$ 459,388</u>	<u>\$ (727,124)</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balances	 <u>\$ 7,487,437</u>	 <u>\$ 803,098</u>	 <u>\$ 2,919,595</u>	 <u>\$ 1,364,767</u>	 <u>\$ 700,582</u>	 <u>\$ 649,418</u>	 <u>\$ 13,924,897</u>

See Accompanying Notes to Financial Statements.

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

FUND FINANCIAL STATEMENTS

RECONCILIATION OF THE GOVERNMENTAL FUNDS

BALANCE SHEET TO THE STATEMENT OF NET POSITION

JUNE 30, 2015

Total Fund Balances (Deficit) - Governmental Funds		\$ (727,124)
Amounts reported for governmental activities in the Statement of Net Position are different because:		
The cost of capital assets (land, buildings, furniture, and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the School District as a whole.		
Cost of Capital Assets	\$ 39,564,298	
Depreciation Expense to Date	(13,666,788)	25,897,510
Long-term liabilities applicable to the School District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities -- both current and long-term -- are reported in the Statement of Net Position.		
Balance at June 30, 2015 is:		
Bonds Payable	\$ 16,719,574	
Accreted and Accrued Interest Payable	<u>11,437,429</u>	(28,157,003)
Deferred credits consisting of premiums received on the sale of bonds have been recognized as other financing sources on the Fund Financial Statements when received rather than amortized over the period of the indebtedness.		
		(516,772)
Deferred Outflows/Inflows and Pension and Retiree Healthcare liabilities are not included in the Fund Financial Statements.		
		<u>(1,523,087)</u>
Net Position of Governmental Activities		\$ <u>(5,026,476)</u>

See Accompanying Notes to Financial Statements.

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24  
 FUND FINANCIAL STATEMENTS  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	General	Operations and Maintenance	Debt Service	Transportation	IMRF	Capital Projects	Totals
<b>Revenues</b>							
Property Taxes	\$ 8,061,903	\$ 1,150,434	\$ 2,361,683	\$ 480,192	\$ 615,760	\$ ---	\$ 12,669,972
Payments in Lieu of Taxes	---	---	---	---	20,525	---	20,525
Tuition	466,974	---	---	---	---	---	466,974
Earnings on Investments	2,168	280	1,451	1,311	464	1,081	6,755
Food Service	166,499	---	---	---	---	---	166,499
District/School Activity Income	133,070	---	---	---	---	---	133,070
Textbooks	531	---	---	---	---	---	531
Other Local Sources	351,249	208,261	---	21,883	---	1,996	583,389
State Aid	3,450,525	---	---	570,647	---	---	4,021,172
Federal Aid	187,946	---	---	---	---	---	187,946
On-Behalf Payments	<u>3,408,960</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>3,408,960</u>
Total Revenues	<u>\$ 16,229,825</u>	<u>\$ 1,358,975</u>	<u>\$ 2,363,134</u>	<u>\$ 1,074,033</u>	<u>\$ 636,749</u>	<u>\$ 3,077</u>	<u>\$ 21,665,793</u>
<b>Expenditures</b>							
Instruction							
Regular Programs	\$ 5,239,576	\$ ---	\$ ---	\$ ---	\$ 81,753	\$ ---	\$ 5,321,329
Special Programs	1,838,855	---	---	---	95,031	---	1,933,886
Interscholastic Programs	113,824	---	---	---	1,856	---	115,680
Summer Programs	1,484	---	---	---	21	---	1,505
Gifted Programs	147,785	---	---	---	1,846	---	149,631
Bilingual Program	79,261	---	---	---	3,534	---	82,795
Special Education Tuition	307,443	---	---	---	---	---	307,443
State Retirement Contributions	3,408,960	---	---	---	---	---	3,408,960
Support Services							
Pupils	954,092	---	---	---	35,462	---	989,554
Instructional Staff	489,263	---	---	---	29,791	---	519,054
General Administration	741,158	---	---	---	4,264	---	745,422
School Administration	468,812	---	---	---	31,104	---	499,916
Business	201,190	---	---	---	7,977	---	209,167
Operations and Maintenance	23,459	1,228,842	---	---	84,044	---	1,336,345
Transportation	---	---	---	873,917	62,818	---	936,735
Food Services	215,239	---	---	---	36,873	---	252,112
Central Services	434,864	---	---	---	---	---	434,864
Facilities Acquisition and Construction	---	---	---	---	---	297,506	297,506

See Accompanying Notes to Financial Statements.

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24  
 FUND FINANCIAL STATEMENTS  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015  
 (Continued)

	<u>General</u>	<u>Operations and Maintenance</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>IMRF</u>	<u>Capital Projects</u>	<u>Totals</u>
<b>Expenditures (continued)</b>							
Community Services	110,825	---	---	---	15,312	---	126,137
Non-Programmed Charges	113,065	31,721	---	---	18,709	---	163,495
Debt Service							
Principal	---	---	1,208,358	9,546	---	---	1,217,904
Interest and Fees	---	---	1,217,249	480	---	---	1,217,729
Total Expenditures	<u>\$ 14,889,155</u>	<u>\$ 1,260,563</u>	<u>\$ 2,425,607</u>	<u>\$ 883,943</u>	<u>\$ 510,395</u>	<u>\$ 297,506</u>	<u>\$ 20,267,169</u>
Excess or (Deficiency) of							
Revenues Over Expenditures	<u>\$ 1,340,670</u>	<u>\$ 98,412</u>	<u>\$ (62,473)</u>	<u>\$ 190,090</u>	<u>\$ 126,354</u>	<u>\$ (294,429)</u>	<u>\$ 1,398,624</u>
<b>Other Financing Sources (Uses)</b>							
Transfers In	\$ ---	\$ 4,656	\$ 85,000	\$ ---	\$ ---	\$ 100,000	\$ 189,656
Transfers Out	<u>(86,894)</u>	<u>(100,000)</u>	<u>(1,451)</u>	<u>(1,311)</u>	<u>---</u>	<u>---</u>	<u>(189,656)</u>
Total Other Financing Sources (Uses)	<u>\$ (86,894)</u>	<u>\$ (95,344)</u>	<u>\$ 83,549</u>	<u>\$ (1,311)</u>	<u>\$ ---</u>	<u>\$ 100,000</u>	<u>\$ ---</u>
Net Change in Fund Balances	\$ 1,253,776	\$ 3,068	\$ 21,076	\$ 188,779	\$ 126,354	\$ (194,429)	\$ 1,398,624
Fund Balances - July 1, 2014	<u>(3,242,482)</u>	<u>(365,284)</u>	<u>257,726</u>	<u>618,910</u>	<u>(48,435)</u>	<u>653,817</u>	<u>(2,125,748)</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ (1,988,706)</u>	<u>\$ (362,216)</u>	<u>\$ 278,802</u>	<u>\$ 807,689</u>	<u>\$ 77,919</u>	<u>\$ 459,388</u>	<u>\$ (727,124)</u>

See Accompanying Notes to Financial Statements.

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

FUND FINANCIAL STATEMENTS

RECONCILIATION OF THE GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2015

Net Change in Fund Balances - Total Governmental Funds \$ 1,398,624

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

Capital outlays are reported in governmental funds as expenditures. However,  
in the Statement of Activities, the cost of those assets is allocated over their  
estimated useful lives as depreciation expense. This is the amount by which  
depreciation exceeds capital outlay in the current period.

Depreciation Expense	\$ (1,060,214)	
Capital Outlays	<u>407,731</u>	(652,483)

Interest, accrued and accreted, during the year on certain of the District's bond  
issues and lease/purchase contracts which was not charged to expense on the  
fund financial statements (95,897)

Net amortization of bond issuance expenses and bond premium not included  
in the Fund Financial Statements.

Bond Premium Amortization		90,920
---------------------------	--	--------

Repayment of bond and capital lease principal is an expenditure in the  
governmental funds, but the repayment reduces long-term liabilities in the  
Statement of Net Assets. 1,217,960

Pension and retiree healthcare on the District's pension liability and retiree  
healthcare liability were not charged to expense on the Fund Financial Statements. (83,687)

Change in Net Position of Governmental Activities \$ 1,875,437

See Accompanying Notes to Financial Statements.

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

FUND FINANCIAL STATEMENTS

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

FIDUCIARY FUNDS

JUNE 30, 2015

	<u>Student Activity Fund</u>
<b>Assets</b>	
Cash and Investments	\$ <u>137,280</u>
<b>Liabilities</b>	
Due to Student Groups	\$ 58,774
Due to the Parent Teacher Organization	55,496
Unremitted Payroll Deductions	<u>23,010</u>
	\$ <u>137,280</u>

See Accompanying Notes to Financial Statements.



NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the District

Millburn Community Consolidated School District No. 24 is a K-8 public school system located in the eastern part of North Central Lake County, Illinois. The District serves portions of the Villages of Lindenhurst, Old Mill Creek, Wadsworth, and unincorporated areas in the vicinity. The District operates from two locations in Old Mill Creek. Enrollment for 2015 was more than 1,265 students.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America as applicable to local governmental units of this type. The following is a summary of Millburn's more significant accounting policies:

A. Reporting Entity

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The definition of a component unit is a legally separate organization for which the District is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The District is financially accountable if it appoints a voting majority of the organization's governing body and

1. It is able to impose its will on that organization or
2. There is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the District.

The District also may be financially accountable if an organization is fiscally dependent on the District regardless of whether the organization has:

1. A separately elected governing board,
2. A governing board appointed by a higher level of government, or
3. A jointly appointed board.

There are no component units, as defined by GASB, which are included in Millburn's reporting entity. Even though there are local government agencies within the geographic area served by the District, such as municipalities, libraries and other entities, these agencies have been excluded from the report because they are legally separate and the District is not financially accountable for them.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation

**District-wide Financial Statements**

The district-wide financial statements identified as the Statement of Net Position and the Statement of Activities report information on all of Millburn's non-fiduciary activities. The effect of any interfund activity has been eliminated from them. The governmental activities column reports activities that are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include:

1. Charges to residents or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function 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 instead.

**Fund Financial Statements**

Millburn's accounts in the governmental fund financial statements are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, reserves, fund balance, revenues, and expenditures. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Separate financial statements are provided for all governmental funds and fiduciary funds even though the fiduciary funds are excluded from the district-wide financial statements.

C. Measurement Focus and Basis of Accounting

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Governmental funds are used to account for the District's general government activities. Governmental fund financial statements are reported using the flow of 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. They are susceptible to accrual 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. Management considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related 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. Also, in accordance with GASB No. 24, on-behalf payments made by the State to the Teachers' Retirement System have been recognized in the financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus and Basis of Accounting (continued)

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

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

Governmental funds include the following major funds:

General Fund - The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund consists of the following:

**Educational Fund** - This account is used for most of the instructional and administrative aspects of the District's operations. The revenue consists primarily of property taxes, local fees, and state and federal aid.

**Working Cash Fund** - This fund accounts for financial resources held by the District to be used as temporary interfund loans for working capital requirements to the General Fund and the Transportation Fund. Money loaned by the Working Cash Fund to other funds must be repaid within three years. As allowed by the School Code of Illinois, this fund may be permanently abolished and become a part of the Educational Account within the General Fund or it may be partially abated to the General Fund, Special Revenue Funds, or Debt Service Funds.

**Tort Immunity Fund** - This fund accounts for the District's insurance and risk management activities. Revenue is derived primarily from property taxes.

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

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

**Operations and Maintenance Fund** - This account is used for expenditures made for operations of plant and maintenance and repair of District property. Revenue is derived primarily from property taxes and rents.

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

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

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. A brief description of Millburn's Debt Service Fund is as follows:

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus and Basis of Accounting (continued)

**Bond and Interest Fund** - This fund accounts for the periodic principal and interest payments on Millburn's bond issues. Local property taxes levied specifically for debt service is the fund's primary revenue source. The Fund also pays all other debt service obligations, except for obligations of the Transportation Fund which are paid directly by that fund. Other funds transfer amounts sufficient to cover payments not funded by a direct tax levy.

Capital Projects Fund - The Capital Projects Fund (formerly known as the Site and Construction Fund) is used to account for the financial resources to be used for the acquisition and construction and/or additions to major capital facilities. The principal source of financing is the District's issuance of bonds for this purpose. Impact fees collected from builders and developers are also deposited in this fund.

Fiduciary Fund Types (Trust and Agency Funds) - Fiduciary Funds (Trust and Agency Funds) are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

**Agency Funds** - The Agency Funds include Student Activity Funds, Flexible Spending Accounts, and Other Agency Funds. These funds are custodial in nature and do not involve the measurement of the 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. Flexible Spending Accounts account for assets that are held on behalf of District employees to cover medical expenses.

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

D. Budgets and Budgetary Accounting

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budgeted amounts in this report are the result of full compliance with the following procedures:

1. Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures disbursed and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally adopted through passage of a resolution.
4. Formal budgetary integration is employed as a management control device during the year.
5. The Board of Education may not legally spend more than budgeted expenditures by fund. However, it may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
6. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

The budget for 2014-15 was adopted on September 22, 2014, and was not amended.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Net Position or Equity

**Deposits and Investments**

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, certificates of deposit, repurchase agreements, and The Illinois Fund. Investments are stated at fair value. Changes in the fair value of investments are recorded as investment income.

**Receivables and Payables**

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." These amounts are eliminated in the governmental activities column in the statement of net assets.

**Property Tax Revenues**

The District must file its tax levy with the Lake County Clerk by the last Tuesday in December of each year. The levy filed in December becomes a lien on all taxable real property located in the District as of the preceding January 1. Thus, the owner of real property on January 1 in any year is liable for taxes of that year. Millburn's 2014 tax levy was approved during the November 24, 2014 board meeting.

The following are the actual rates levied per \$100 of assessed valuation:

Purpose	Actual		
	2014 Levy	2013 Levy	2012 Levy
Educational	3.500	3.390	2.925
Tort Immunity	.085	.075	.055
Special Education	.400	.283	.087
Operations and Maintenance	.550	.542	.478
Transportation	.266	.226	.217
SEDOL IMRF	.007	.009	.005
Working Cash	.050	.049	.020
Municipal Retirement	.152	.136	.115
Social Security	.134	.145	.073
Debt Service	<u>1.296</u>	<u>1.112</u>	<u>.944</u>
Totals	<u>6.440</u>	<u>5.967</u>	<u>4.919</u>

The District is subject to "Tax Cap" limitations affecting the five collar counties surrounding Cook County, Illinois. Under the "Tax Cap" the total of the District's tax levies not including bond levies may not increase by more than the lesser of 5% of the prior year total or the prior year percentage of increase in the Consumer Price Index. However, levies may increase beyond these limitations to the extent that any increase in assessed valuation is represented by annexations or new building.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Net Position or Equity (continued)

**Property Tax Revenues** (continued)

A summary of the past three years assessed valuations, extensions and collections follows:

<b>Tax Year</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
<b>Assessed Valuation</b>	\$ 204,195,002	\$ 212,557,834	\$ 230,452,304
<b>Extensions</b>			
<b>Purpose</b>			
Educational	\$ 7,146,825	\$ 7,205,711	\$ 6,740,730
Tort Immunity	174,564	159,418	126,749
Special Education	816,780	601,539	200,494
Operations and Maintenance	1,123,073	1,152,063	1,101,562
Transportation	542,291	480,381	500,081
SEDOL IMRF	15,090	19,130	11,523
Working Cash	102,098	104,153	46,090
Municipal Retirement	310,289	289,079	265,020
Social Security	274,203	308,209	168,230
Debt Service	<u>2,647,211</u>	<u>2,363,643</u>	<u>2,175,470</u>
<b>Totals</b>	\$ <u>13,152,424</u>	\$ <u>12,683,326</u>	\$ <u>11,335,949</u>
<b>Collections</b>	\$ <u>6,678,362</u>	\$ <u>12,669,955</u>	\$ <u>11,338,483*</u>
<b>Percentage of Extensions Collected</b>	50.78%	99.89%	100.00%

\*Amount included back taxes.

The District has a statutory tax rate limit in the various operating funds subject to change only upon the approval of its voters. Further, Millburn is subject to the Property Tax Extension Limitation Act which, in general, limits the increase in the amount of taxes to be extended each year to the lesser of 5% or the percentage increase in the Consumer Price Index for the preceding year. Certain bond issue levies and referendum approved increases are exempt from this limitation.

Property taxes are collected by the Lake County Treasurer who remits to Millburn its share of the collections. Taxes levied in one year are billed in May of the following year, payable in two installments. The first installment due date is usually during the first week in June and the second installment is usually due during the first week in September. Property taxes are normally received by the District within 90 days of each installment due date.

The 2014 property tax levy is recorded as a receivable net of estimated uncollectible amounts. The balance receivable at year-end is the amount of the taxes levied net of the estimated uncollectible amounts minus collections received to that date. Millburn defers recognition of revenue on the 2014 tax levy until the 2015-16 fiscal year as that is the year the 2014 levy was intended to finance operations. This deferral includes collections of 2014 taxes received prior to the end of the 2014-15 fiscal year.

**Personal Property Replacement Taxes**

Personal property replacement taxes are first allocated to the Municipal Retirement/Social Security Fund as required by Illinois statute, with the balance allocated to the remaining funds at the discretion of the District. If the Municipal Retirement/Social Security Fund does not levy a property tax for a particular year, then no replacement taxes are allocated to it for that year.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Net Position or Equity (continued)

**Prepaid Items**

Certain payments to vendors for goods and services that reflect costs applicable to future accounting periods are recorded as prepaid items in both the district-wide and fund financial statements.

**Capital Assets**

Capital assets, which include land, land improvements, building, building improvements, vehicles, machinery, equipment, and construction in progress are reported in the district-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost threshold of more than \$2,500 and an estimated useful life of five years or more. The District raised the threshold from \$500 to \$2,500 on July 1, 2013. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives as established by the Illinois State Board of Education. The District chose to use the same useful lives as the State Board of Education.

<u>Assets</u>	<u>Years</u>
Buildings	50
Improvements (other than buildings)	20
Equipment	5-10
Vehicles	5

The District does not depreciate land and construction in progress.

**Deferred Outflows and Inflows of Resources**

In addition to assets and liabilities, the balance sheets and statements of net position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resource until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resource until that time.

**Compensated Absences**

Employees who work a twelve-month year are entitled to be compensated for vacation time. Vacations are usually taken within the fiscal year. The entire compensated absences liability is reported on the district-wide financial statements.

For the governmental funds, the current portion of the compensated absences is the amount that is normally expected to be paid using expendable available resources. These amounts are recorded in the fund from which the employees who have accumulated vacation leave are paid.

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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Net Position or Equity (continued)

**Long-term Obligations**

In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums are deferred and amortized over the life of the bonds using the straight-line method. However, bond premiums, discounts and bond issuance costs for bonds issued prior to July 1, 2003 when the District was using the cash basis of accounting were charged to expense at the time of issuance and are not amortized or netted against liabilities. With the implementation of GASB Statement No. 65, all discounts and issuance costs were written off at June 30, 2014.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as 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 costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**District-Wide Fund Net Position**

District-wide fund net position is divided into three components:

- Invested in Capital Assets, Net of Related Debt - Consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.
- Restricted Net Position - Consist of net assets that are restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted - All other net assets are reported in this category.

**Governmental Fund Balances**

Governmental fund balances are divided between non-spendable and spendable.

Non-spendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

- Restricted - Restricted fund balances are restricted when constraints are placed on their use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
- Committed - Committed fund balances are amounts that can only be used for specific purposes as a result of constraints of the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes those constraints by taking the same type of action (e.g., legislation, resolution, ordinance). Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- Assigned - Assigned fund balances are amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by an appointed body (e.g., a budget or finance committee) or official to which the Board of Education has delegated the authority to assign, modify or rescind amounts to be used for specific purposes.



NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities and Net Position or Equity (continued)

**Governmental Fund Balances** (continued)

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as non-spendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects, or debt service fund, are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the District itself.

- Unassigned - Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash and tort.

The District permits funds to be expended in the following order: Restricted, Committed, Assigned, and Unassigned.

**Property Tax Calendar and Revenues**

Property taxes are levied each calendar year on all taxable real property located in the District on or before the last Tuesday in December. The 2014 tax levy was passed by the Board on November 24, 2014. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year and are payable in two installments early in June and early in September of the following calendar year. The District receives significant distributions of tax receipts approximately one month after these dates.

**Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**Comparative Data**

Comparative totals for the prior year have not been presented in selected sections of the accompanying financial statements.

**Eliminations and Reclassifications**

In the process of aggregating data for the district-wide financial statements, some amounts reported as interfund activity and balances may have been eliminated or reclassified.

**Excess of Expenditures Over Budget**

For the year ended June 30, 2015, the Education Fund spent more than budgeted due to higher than expected payments for on-behalf payments for TRS. \$2,294,769 was budgeted while actual costs were \$3,408,960 for an expense of \$1,114,191. However, the District also records the same amount (\$3,408,960) in revenue to cover this expense.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Deposits and Investments

Millburn is allowed to invest in securities as authorized by Chapter 30, Sections 235/1 through 235/7, and Chapter 105, Section 518-7 of the *Illinois Compiled Statutes*.

Deposits

Deposits with financial institutions are fully insured or collateralized by securities held in the District's name.

At June 30, 2015, the carrying amount of the District's deposits was \$6,883,983 which included \$300 in petty cash. The bank balance was \$7,004,997.

In addition to the District's deposits described above, the activity funds and flexible spending account it administers had cash balances at June 30, 2015 with a carrying value of \$137,280 and a bank balance of \$145,100. All activity fund and flexible spending account balances were covered by FDIC insurance.

Interest Rate Risk - 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.

Credit Risk - State law limits investments to specific types of investment instruments.

Concentration of Credit Risk - The District places no limit on the amount the District may invest in any one investment instrument. All the District's deposits and investments are covered by FDIC Insurance or collateral consisting of U.S. Government securities or U.S. Government insurance programs.

B. Loans Receivable

The Board of Education has authorized the purchase and financing of personal computer equipment by District employees. At June 30, 2015, the balance receivable from employees for such purchases was \$10,901.

C. Capital Assets

Capital asset activity for the year ended June 30, 2015 was as follows:

	Balance July 1, 2014	Increases	Decreases	Balance June 30, 2015
Capital Assets Not Being Depreciated:				
Land	\$ 826,414	\$ ---	\$ ---	\$ 826,414
Construction in Progress	---	202,915	---	202,915
Total Capital Assets Not Being Depreciated	\$ 826,414	\$ 202,915	\$ ---	\$ 1,029,329
Capital Assets Being Depreciated:				
Buildings	\$ 33,333,311	\$ ---	\$ ---	\$ 33,333,311
Improvements Other Than Buildings	593,852	---	---	593,852
Equipment	4,355,044	187,816	---	4,542,860
Vehicles	47,946	17,000	---	64,946
Total Capital Assets Being Depreciated	\$ 38,330,153	\$ 204,816	\$ ---	\$ 38,534,969
Less: Accumulated Depreciation For:				
Buildings	\$ 8,534,678	\$ 666,666	\$ ---	\$ 9,201,344
Improvements Other Than Buildings	324,450	29,693	---	354,143
Equipment	3,699,926	363,429	---	4,063,355
Vehicles	47,520	426	---	47,946
Total Accumulated Depreciation	\$ 12,606,574	\$ 1,060,214	\$ ---	\$ 13,666,788
Net Capital Assets Being Depreciated	\$ 25,723,579	\$ (855,398)	\$ ---	\$ 24,868,181
Net Governmental Activities Capital Assets	\$ 26,549,993	\$ (652,483)	\$ ---	\$ 25,897,510

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (continued)

C. Capital Assets (continued)

Depreciation is included on the Statement of Activities as a charge to income of \$1,060,214 allocable to the following functions:

Regular Programs	\$ 34,491
Interscholastic Programs	6,272
Instructional Staff	195,453
General Administration	41,808
Operations and Maintenance	735,670
Transportation	5,592
Food Services	31,356
Central Services	<u>9,572</u>
	<u>\$ 1,060,214</u>

D. Long-term Debt

Millburn's long-term debt consisted of bonded debt and lease/purchase contracts during the 2015 fiscal year. A description of that debt follows:

1. The District issued General Obligation School Bonds on May 1, 1999, for \$9,326,744. The issue was to finance the costs of school building additions and to pay costs of issuing the bonds. The issue provided for the serial retirement of principal on December 1 of each year beginning December 1, 2006 through December 1, 2016, with interest rates varying from 4.40% to 5.30%, payable on July 1 and December 1 beginning with July 1, 1999.

On October 15, 2009, the District advance refunded a portion (\$1,840,000) of this issue and issued \$1,825,000 of Series 2009 Bonds to save on future principal and interest payments.

2. On May 1, 2004, Millburn School issued \$15,984,547 in building bonds. Included in this issue were \$6,075,000 in current interest bonds which mature on January 1, 2007 through 2010 and 2019 and 2020. These current interest bonds bear interest ranging from 3.25% to 5% per annum, payable semi-annually on July 1 and January 1. The balance of the bonds issued are capital appreciation bonds totaling \$9,909,546.75 which begin maturing on January 1, 2017 and annually thereafter until fully paid, except there is no maturity due on January 1, 2020 when the final payment is made on the current interest bonds. The capital appreciation bonds accrete at interest rates ranging from 5.11% to 6.9%, depending on maturity.

On May 1, 2012, the District advance refunded the current interest bonds issued on May 1, 2004 (\$5,620,000) of this issue and issued \$5,775,000 in 2012 bonds to save on future principal and interest payments. See the Advance Refunding section below for further information.

NOTE 2 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (continued)

D. Long-term Debt (continued)

At June 30, 2015, the annual debt service requirements to service bonded debt were:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 1,075,882	\$ 1,545,118	\$ 2,621,000
2017	1,429,127	1,536,873	2,966,000
2018	1,486,454	1,719,546	3,206,000
2019	2,606,562	889,438	3,496,000
2020	3,630,000	145,200	3,775,200
2021	1,694,306	2,415,694	4,110,000
2022	1,711,576	2,728,424	4,440,000
2023	1,716,466	3,078,534	4,795,000
2024	<u>1,369,201</u>	<u>3,805,799</u>	<u>5,175,000</u>
	\$ <u>16,719,574</u>	\$ <u>17,864,626</u>	\$ <u>34,584,200</u>

Advance Refunding

On May 2, 2012, the District issued \$5,775,000 in general obligation bonds to advance refund \$5,620,000 of the current interest bond issue dated May 1, 2004. The new bonds bear interest at the rate of 2% on \$125,000 maturing within one year and a 4% on the remainder. The refunded bonds bear interest at the rate of 5% and mature \$1,995,000 on January 1, 2019 and \$3,625,000 on January 1, 2020. The general obligation refunding bonds were issued at par plus a premium of \$490,762 and, after paying issuance costs of \$103,537, the net proceeds were \$6,162,225. After retaining \$4,649 in its debt service fund, \$6,157,576 was used to purchase U.S. government securities which were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the refunded bonds mature. The advance refunding met the requirements of an insubstance debt defeasance and the refunded bonds were removed from Millburn's district-wide financial statements.

As a result of the advance refunding, the District reduced its total debt service requirements by \$339,717 which resulted in an economic gain of \$311,717.

Prior Year's Debt Defeasance

In prior years, Millburn has defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until it matures. For financial reporting purposes, the debt has been considered defeased, and therefore removed as a liability from the Millburn's district-wide financial statements. As of June 30, 2015, the amount of prior year defeased debt outstanding amounted to \$235,000.

Lease/Purchase Agreements

On October 19, 2009, the District leased a 2009 12-passenger Chevy bus from State Bank of the Lakes. The lease calls for five installments of \$9,600, plus interest at 5%, beginning on July 1, 2010. As of June 30, 2015, the lease was fully paid.

On February 2, 2009, Millburn leased seven copiers and peripheral equipment for \$104,816 from PMA Leasing, Inc. for use at Millburn West. The lease calls for 60 monthly payments of \$1,978, including interest at 5% beginning March 3, 2009 and ending February 5, 2014. As of June 30, 2015, the lease was fully paid.

On May 6, 2010, the District leased two copiers from Tech Star America for \$51,666. The lease calls for 45 monthly payments of \$1,285, including interest at 6%, beginning on June 6, 2010 and ending February 6, 2014. As of June 30, 2015, the lease was fully paid.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (continued)

D. Long-term Debt (continued)

Lease/Purchase Agreements (continued)

On June 15, 2011, Millburn leased 261 Apple computers and peripheral equipment. Total payments during the life of the lease equal \$324,864 including interest at 3%. The lease calls for payments of \$85,000 each. The first payment was paid on July 15, 2011. Subsequent payments are due on July 15 of each year until July 15, 2014. As of June 30, 2015, the lease was fully paid.

For the year ended June 30, 2015, changes in long-term debt are summarized as follows:

<u>Type of Debt</u>	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Payments and</u> <u>Defeasements</u>	<u>Balance</u> <u>June 30, 2015</u>	<u>Due in</u> <u>One Year</u>
General Obligation Bonds:					
Dated: 05-01-99	\$ 2,050,821	\$ ---	\$ 890,794	\$ 1,160,027	\$ 1,075,882
05-01-04	9,909,547	---	---	9,909,547	---
10-15-09	235,000	---	235,000	---	---
05-01-12	5,650,000	---	---	5,650,000	---
Bus Lease 10-19-09	9,600	---	9,600	---	---
Apple Computer Lease 06-15-11	82,566	---	82,566	---	---
Totals	\$ <u>17,937,534</u>	\$ <u>---</u>	\$ <u>1,217,960</u>	\$ <u>16,719,574</u>	\$ <u>1,075,882</u>

<u>Type of Debt</u>	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance</u> <u>June 30, 2015</u>	<u>Due In</u> <u>One Year</u>
Accreted and Accrued Interest:					
Accreted Interest					
Bonds Dated 05-01-99	\$ 3,950,244	\$ 98,364	\$ 984,206	\$ 3,064,402	\$ 1,319,118
Bonds Dated 05-01-04	7,388,954	987,011	2,938	8,373,027	---
Accrued Interest					
Bonds Various	---	226,000	226,000	---	226,000
Computer Leases Various	2,334	---	2,334	---	---
Totals	\$ <u>11,341,532</u>	\$ <u>1,311,375</u>	\$ <u>1,215,478</u>	\$ <u>11,437,429</u>	\$ <u>1,545,118</u>

The Education Fund is used to liquidate long-term liabilities that are not paid from the Debt Service Fund.

Operating Lease Agreement

On April 19, 2015, the District entered into an operating lease for 20 school buses with Santander Leasing, LLC. The lease calls for annual installments of \$165,000 beginning on July 20, 2015. The District will not use the buses for the full length of the lease.

At June 30, 2015, the annual payment requirements to pay the lease were:

Year Ending June 30

2016	\$ 165,020
2017	165,020
2018	165,020
2019	165,020
2020	231,020
2021	<u>641,286</u>
	\$ <u>1,532,386</u>

NOTE 3 - OTHER INFORMATION

A. Risk Management

Millburn is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District is a member of a public entity risk pool, described below, that provides property and liability coverage and purchases commercial insurance for other risks. Claims settlements have not exceeded coverages for any of the three preceding years and there has been no significant reduction in coverage since last year.

Health Care Benefits

Millburn provides health care benefits to its employees through Cooperative 90's, a cooperative organization which includes a number of other governmental units among its members. The organization employs a third-party administrator which provides claims payment and management services. The District's liability for individual claims is limited and cumulative losses are covered by stop-loss insurance. Millburn can be liable for additional contributions to Cooperative 90's should funds be insufficient to cover the cooperative's obligations. However, none have been required in previous years.

Public Entity Risk Pool

The District is a member of the Collective Liability Insurance Cooperative (CLIC) which insures all of Millburn's property, general liability, automobile, employee dishonesty, pollution, and workers' compensation claims up to specified limits. CLIC is a separate entity, with more than 150 Illinois school district members, which sets rates and purchases commercial excess and stop-loss coverage. The District pays annual premiums to CLIC for coverage. Supplementary payments may also be required upon determination by CLIC's Board of Directors that the annual premiums are insufficient to fund the operations of the pool. Supplemental payments of \$27,875 were made in the year ending June 30, 2014.

B. Joint Agreements

The District participates with other Illinois school districts in certain cooperative educational organizations, known as joint agreements. These joint agreements are owned by the participants and are operated for the specific purposes stated in the joint agreement document, e.g., Special Education, Vocational Education, Insurance Pool, etc. This District has, in accordance with the generally accepted practice of other Illinois school districts, charged the cost of its investment to current expenditures in the year paid. The investment is not capitalized and it is unclear whether the District would receive any return on its investment should it choose to withdraw from any of the joint agreements. Complete separate financial statements for any organization in which the District participates may be obtained directly from the organization by contacting the administrative District.

NOTE 4 - RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

➤ General Information About the Pension Plan

1. Plan Description

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

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois (continued)

➤ General Information About the Pension Plan (continued)

1. Plan Description (continued)

TRS issues a publicly available financial report that can be obtained at <http://trs.illinois.gov/pubs/cafr>; by writing to TRS at 2815 West Washington Street, P.O. Box 19253, Springfield, IL 62794; or by calling (888) 877-0890, option 2.

2. Benefits Provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with 5 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 ten 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% of final average salary up to a maximum of 75% 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% 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 3% of the original benefit or one half 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.

3. 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% of the total actuarial liabilities of the System by the end of the 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, 2015 was 9.4% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

- On-Behalf Contributions to TRS - The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2015, 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 \$3,341,024 in pension contributions from the State of Illinois.
- 2.2 Formula Contributions - Employers contribute .58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ending June 30, 2015 were \$38,630, and are deferred because they were paid after the June 30, 2014 measurement date.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois (continued)

➤ General Information About the Pension Plan (continued)

3. Contributions (continued)

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

For the year ended June 30, 2015, the District pension contribution was 33.00% of salaries paid from federal and special trust funds. For the year ended June 30, 2015, no salaries were paid from federal and special trust funds that required District contributions. These contributions are deferred because they were paid after the June 30, 2014 measurement date.

- Employer Retirement Cost Contributions - Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the current program is 146.5% and applies when the member is age 55 at retirement. For the year ended June 30, 2015, the District paid nothing to TRS for employer ERO contributions.

The employer is also required to make a one-time contribution to TRS for members granted salary increases over 6% 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, 2015, the District paid nothing to TRS for employer contributions due on salary increases in excess of 6% and nothing for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2015, 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:

State's Proportionate Share of the Net Pension Liability	\$ 41,497,929
District's Proportionate Share of the Net Pension Liability	<u>665,447</u>
Total Net Pension Liability	\$ <u>42,163,376</u>

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013 and rolled forward to June 30, 2014. 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, 2014, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2014, the District's proportion was .0010934369%.



NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. 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 net pension liability as of the beginning of this first measurement period under GASB Statement No. 68 was measured as of June 30, 2013, and the total pension liability was based on the June 30, 2013 actuarial valuation without any roll-up. The District's proportion of the net pension liability as of June 30, 2013 was based on the District's share of contributions to TRS for the measurement year ended June 30, 2013, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2013, the District's proportion was .0012567200%.

For the year ended June 30, 2015, the District recognized pension expense of \$3,341,024 and revenue of \$3,341,024 for support provided by the State. At June 30, 2015, 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>	<u>Net Outflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 352	\$ ---	\$ 352
Net Difference Between Projected and Actual Earnings on Pension Investments	---	(33,464)	(33,464)
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	---	(82,316)	(82,316)
Employer Contributions Subsequent to the Measurement Date	<u>38,630</u>	<u>---</u>	<u>38,630</u>
	<u>\$ 38,982</u>	<u>\$ (115,780)</u>	<u>\$ (76,798)</u>

\$38,630 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2016. 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 Ending June 30</u>	
2016	\$ 28,255
2017	28,255
2018	28,255
2019	28,255
2020	<u>2,387</u>
	<u>\$ 115,407</u>

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. 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)

1. Actuarial Assumptions

The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary Increases	5.75% average including inflation
Investment Rate of Return	7.5%, net of pension plan investment expenses, including inflation

Mortality rates were based on the RP-2000 White Collar Table with projections using scale AA that vary by member group.

For GASB disclosure purposes, the actuarial assumptions for the years ended June 30, 2014 and 2013 were assumed to be the same. However, for funding purposes, the actuarial valuations for those two years were different. The actuarial assumptions used in the June 30, 2014 valuation were based on updates to economic assumptions adopted in 2014 which lowered the investment return assumption from 8.0% to 7.5%. The salary increase and inflation assumptions were also lowered. The actuarial assumptions used in the June 30, 2013 valuation were based on the 2012 actuarial experience analysis and first adopted in the June 30, 2012 valuation. The investment return assumption was lowered from 8.5% to 8.0% and the salary increase and inflation assumptions were also lowered. Mortality assumptions were adjusted to anticipate continued improvement in mortality.

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. Large Cap	18.0%	8.23%
Global Equity Excluding U.S.	18.0%	8.58%
Aggregate Bonds	16.0%	2.27%
U.S. TIPS	2.0%	3.52%
NCREIF	11.0%	5.81%
Opportunistic Real Estate	4.0%	9.79%
ARS	8.0%	3.27%
Risk Parity	8.0%	5.57%
Diversified Inflation Strategy	1.0%	3.96%
Private Equity	14.0%	13.03%
Total	100.0%	

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. 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)

2. Discount Rate

The discount rate used to measure the total pension liability was 7.5%. 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 was 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. Therefore, the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.5%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate.

	1% Increase <u>6.50%</u>	Current Discount Rate <u>7.50%</u>	1% Increase <u>8.50%</u>
Employer's Proportionate Share of the Net Pension Liability	\$ 821,794	\$ 665,447	\$ 535,973

4. TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2014 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

B. Illinois Municipal Retirement Fund

➤ Plan Description

Millburn's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. 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 may be obtained online at [www.imrf.org](http://www.imrf.org).

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

➤ Benefits Provided

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

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011 are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with 10 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under 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
- ½ of the increase in the Consumer Price Index of the original pension amount.

➤ Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. At December 31, 2014, the measurement date, the District's membership consisted of:

Retirees and Beneficiaries	24
Inactive, Non-Retired Members	100
Active Members	<u>91</u>
Total	<u>215</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 2014 was 11.42%. For the fiscal year ended June 30, 2015, the District contributed \$236,495 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.

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

➤ Net Pension Liability

The components of the net pension liability of the IMRF as of December 31, 2014, calculated in accordance with GASB Statement No. 68, were as follows:

Total Pension Liability	\$ 5,588,454
IMRF Fiduciary Net Pension	<u>4,442,133</u>
District's Net Pension Liability	\$ <u>1,146,321</u>
IMRF Fiduciary Net Pension as a Percentage of the Total Pension Liability	79.49%

See the Schedule of Changes in Employer's Net Pension Liability and Related Ratios in the Supplemental Financial Information following the notes to the financial statements for additional information related to the funded status of the Plan.

➤ Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2014 using the following actuarial methods and assumptions:

Assumptions	
Inflation	3.50%
Price Inflation	2.75%
Salary Increases	3.75% - 14.50% including inflation
Interest Rate	7.50%

Asset Valuation Method Market value of assets

Projected Retirement Age Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.

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

➤ 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:

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

➤ Long-Term Expected Rate of Return (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Projected Return</u>
Equities	63.2%	7.60%
International Equities	2.6%	7.80%
Fixed Income	23.5%	3.00%
Real Estate	4.3%	6.15%
Alternatives	4.5%	
Private Equity		8.50%
Hedge Funds		5.25%
Commodities		2.75%
Cash	<u>1.9%</u>	2.25%
	<u>100.0%</u>	

➤ Single Discount Rate

The projection of cash flow used to determine this Single Discount Rate assumed that the Plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of this discount rate, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.56%; and resulting single discount rate is 7.5%.

➤ Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate of 7.50% as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
	<u>6.50%</u>	<u>7.50%</u>	<u>8.50%</u>
Net Pension Liability	\$ 1,985,654	\$ 1,146,321	\$ 468,230

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

For the year ended June 30, 2015, the District recognized pension expense of \$282,522. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

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

	<u>Outflows of Resources</u>	<u>Inflows of Resources</u>	<u>Net Outflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 29,883	\$ ---	\$ 29,883
Assumption Changes	195,948	---	195,948
Net Difference Between Projected and Actual Earnings on Pension Investments	<u>45,818</u>	<u>---</u>	<u>45,818</u>
	\$ 271,649	\$ ---	\$ 271,649
Pension Contributions Made Subsequent to the Measurement Date	<u>125,204</u>	<u>---</u>	<u>125,204</u>
Total Deferred Amounts Related to Pensions	\$ <u>396,853</u>	\$ <u>---</u>	\$ <u>396,853</u>

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

<u>Year Ending December 31</u>	<u>Net Deferred Outflows of Resources</u>
2015	\$ 81,935
2016	81,935
2017	81,935
Thereafter	<u>25,844</u>
	\$ <u>271,649</u>

C. Social Security

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "non-participating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The total employer contribution for the year ended June 30, 2015 was \$129,611.

NOTE 5 - TAX ANTICIPATION WARRANTS PAYABLE

The District had been authorized to issue tax anticipation warrants in 2014-15 but did not need to.

NOTE 6 - POST-EMPLOYMENT BENEFIT COMMITMENTS

A. Retiree Paid Insurance

Plan Overview - The District provides retiree healthcare benefits other than pensions to employees who meet certain criteria. The Plan, a single-employer defined benefit plan, provides medical, dental and vision benefits to retirees and their covered eligible dependents. All active employees who retire directly from the District and meet the eligibility criteria may participate. The District pays 100% of retirees health insurance premiums for the first four years following retirement for those who choose to be covered. The cost to the District for the 2014-15 fiscal year was \$31,394. The District also recorded a liability for a future amount at \$31,394.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 6 - POST-EMPLOYMENT BENEFIT COMMITMENTS (continued)

A. Retiree Paid Insurance (continued)

For those we gave notice by May 1, 2013 and retiring in June 2017, the District will pay up to \$300 per month for the cost of single medical insurance under the TRS Plan. If the retiree is eligible for Medicare, the Board will only pay the cost of the Medicare supplement.

B. THIS Fund

Millburn 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 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 THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, 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 the TRS who are not employees of the State to make a contribution to THIS Fund.

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

- On-Behalf Contributions to THIS Fund - The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 1.02% of pay during the year ended June 30, 2015. State of Illinois contributions were \$67,936 and the District recognized revenue and expenditures of this amount during the year.
- Employer Contributions to THIS Fund - The District also makes contributions to the THIS Fund. The District THIS Fund contribution was .76% during the year ended June 30, 2015. For the year ended June 30, 2015, the District paid \$50,619 to the THIS Fund, which was 100% of the required contribution.

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

NOTE 7 - LEGAL DEBT LIMITATION

The Illinois School Code limits the amount of indebtedness to 6.90%, or in some instances 15.00%, of the most recent available equalized assessed valuation (EAV) of the District. The District's legal debt limitation is as follows:

	<u>At 6.90%</u>	<u>At 15.00%</u>
2014 EAV	\$ 204,195,002	\$ 204,195,002
Rate	<u>6.90%</u>	<u>15.00%</u>
Debt Margin	\$ 14,089,455	\$ 30,629,250
Current Debt	<u>---</u>	<u>16,719,574</u>
Remaining Debt Margin	\$ <u>14,089,455</u>	\$ <u>13,909,676</u>



NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 7 - LEGAL DEBT LIMITATION (continued)

The Illinois State Board of Education has granted the District a waiver on the 6.90% limitation to permit certain debt to be subject to the 15.00% limitation..

NOTE 8 - SUBSEQUENT EVENTS

The District has evaluated subsequent events through September 25, 2015, the date on which the financial statements were available to be issued.

NOTE 9 - INTERFUND TRANSFERS

Interfund transfers for the year totaled \$189,656. These transfers were from the General Fund to the Debt Service Fund to cover payments due on the District's lease/purchase agreements for \$85,000, a transfer of \$100,000 from the Operations and Maintenance Fund to the Capital Projects Fund to pay for improvements, and small interest transfers between several funds totaling \$4,656.

NOTE 10 - NET POSITION ADJUSTMENT

For June 30, 2015, the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* required a restatement for deferred employer contributions to pension and net pension liability/asset that were expensed in the period incurred under prior standards but are recorded when the obligation is incurred under the new standards. As a result, the deferred employer contributions to pension and net pension liability/asset have been recorded which resulted in a decrease in the beginning net position of \$1,439,400.

For June 30, 2014, the implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, required a restatement for debt issuance costs that were amortized under prior standards but expensed in the period incurred under the new standards. As a result, the bond issuance costs have been fully amortized and resulted in a decrease in the beginning net position of \$622,994. The District is also recording a prior period adjustment of \$191,149 related to prepaid expenses.

NOTE 11 - CHANGE IN ACCOUNTING PRINCIPLE

Effective in the year ended June 30, 2015, the District has implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*.

**REQUIRED SUPPLEMENTARY INFORMATION**

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET  
PENSION LIABILITY AND RELATED RATIOS

JUNE 30, 2015

<b>Total Pension Liability</b>	
Service Cost	\$ 229,710
Interest	364,946
Difference Between Expected and Actual Experience	39,209
Changes in Assumptions	257,103
Benefit Payments, Including Refunds of Member Contributions	<u>(120,194)</u>
Net Change in Total Pension Liability	\$ 770,774
Total Pension Liability - Beginning	<u>4,817,680</u>
Total Pension Liability - Ending	\$ <u>5,588,454</u>
<b>Plan Fiduciary Net Position</b>	
Contributions - Employer	\$ 219,930
Contributions - Member	90,297
Net Investment Income	250,138
Benefit Payments, Including Refunds of Member Contributions	(120,194)
Other	<u>(3,638)</u>
Net Change in Plan Fiduciary Net Position	\$ 436,533
Plan Fiduciary Net Position - Beginning	<u>4,005,600</u>
Plan Fiduciary Net Position - Ending	\$ <u>4,442,133</u>
District's Net Pension Liability	\$ <u>1,146,321</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.49%
Covered-Employee Payroll	\$ 1,992,123
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	57.54%

\*The information presented is based on the actuarial valuation performed as of the December 31 year-end prior to the fiscal year-end listed above.

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

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF EMPLOYER CONTRIBUTION

JUNE 30, 2015

Actuarial Determined Contribution	\$ 219,931
Contributions in Relation to Actuarial Determined Contribution	<u>219,930</u>
Contribution Deficiency/(Excess)	\$ <u>1</u>
Covered-Employee Payroll	\$ 1,992,123
Contributions as a Percentage of Covered-Employee Payroll	11.04%

**Notes to Schedule:**

***Actuarial Method and Assumptions Used on the Calculation of the 2014 Contribution Rate\****

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.

**Actuarial Cost Method:** Aggregate entry age = normal

**Amortization Method:** Level percentage of payroll, closed

**Remaining Amortization Period:** 29-year closed period

**Asset Valuation Method:** 5-year smoothed market; 20% corridor

**Wage Growth:** 4%

**Price Inflation:** 3%, approximate; no explicit price inflation assumption is used in this valuation.

**Salary Increases:** 4.40% to 16%, including inflation

**Investment Rate of Return:** 7.50%

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

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

\*Based on Valuation Assumptions used in the December 31, 2012 actuarial valuation; note two-year lag between valuation and rate setting.

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

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

SCHEDULE OF EMPLOYER'S PROPORTIONATE  
SHARE OF THE NET PENSION LIABILITY

JUNE 30, 2015

Employer's Proportion of the Net Pension Liability	.0010934369%
Employer's Proportionate Share of the Net Pension Liability	\$ 665,447
State's Proportionate Share of the Net Pension Liability Associated With the Employer	<u>41,497,929</u>
Total	\$ <u>42,163,376</u>
Employer's Covered-Employee Payroll	\$ 6,300,222
Employer's Proportionate Share of the Net Pension Liability as a Percentage of Covered-Employee Payroll	10.56%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	(11.92)%

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

Changes of Assumptions: Amounts reported in 2014 reflect an investment rate of return of 7.5%, an inflation rate of 3.0% and real return of 4.5%, and a salary increase assumption of 5.75%. In 2013, assumptions used were an investment rate of return of 8.0%, an inflation rate of 3.25% and a real return of 4.75%, and salary increases of 6.00%. However, the total pension liability at the beginning and end of the year was calculated using the same assumptions, so the difference due to actuarial assumptions was not calculated or allocated.

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

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

SCHEDULE OF EMPLOYER'S PROPORTIONATE  
SHARE OF THE NET PENSION LIABILITY

JUNE 30, 2015

Contractually-Required Contribution	\$ 38,630
Contributions in Relation to the Contractually-Required Contribution	<u>38,613</u>
Contribution Deficiency/(Excess)	\$ <u>(13)</u>
Employer's Covered-Employee Payroll	\$ 6,300,222
Contributions as a Percentage of Covered-Employee Payroll	.61%

\*The information presented is based on the actuarial valuation performed as of the prior June 30 year-end.

**REQUIRED SUPPLEMENTARY INFORMATION -  
COMBINING STATEMENTS AND  
INDIVIDUAL FUND SCHEDULES**

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## GENERAL FUND

## COMBINING BALANCE SHEET

JUNE 30, 2015

	<u>Educational</u>	<u>Working Cash</u>	<u>Tort Immunity</u>	<u>Total</u>
<b>Assets</b>				
Cash	\$ 2,634,805	\$ 207,320	\$ 154,171	\$ 2,996,296
Receivables				
Property Taxes	3,899,948	49,751	85,306	4,035,005
Claims and Grants	237,109	---	---	237,109
Employee's Computer Purchases	10,901	---	---	10,901
Prepaid Expenses	<u>106,504</u>	<u>---</u>	<u>101,622</u>	<u>208,126</u>
Total Assets	<u>\$ 6,889,267</u>	<u>\$ 257,071</u>	<u>\$ 341,099</u>	<u>\$ 7,487,437</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$ 141,326	\$ ---	\$ 7,215	\$ 148,541
Accrued Expenses	<u>935,710</u>	<u>---</u>	<u>---</u>	<u>935,710</u>
Total Liabilities	<u>\$ 1,077,036</u>	<u>\$ ---</u>	<u>\$ 7,215</u>	<u>\$ 1,084,251</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenue - Fees	\$ 172,226	\$ ---	\$ ---	\$ 172,226
Unavailable Revenue - Property Taxes	<u>7,943,696</u>	<u>101,842</u>	<u>174,128</u>	<u>8,219,666</u>
Total Deferred Inflow of Resources	<u>\$ 8,115,922</u>	<u>\$ 101,842</u>	<u>\$ 174,128</u>	<u>\$ 8,391,892</u>
<b>Fund Balances</b>				
Non-Spendable	\$ 106,504	\$ ---	\$ 101,622	\$ 208,126
Unrestricted				
Undesignated (Deficit)	<u>(2,410,195)</u>	<u>155,229</u>	<u>58,134</u>	<u>(2,196,832)</u>
Total Fund Balances	<u>\$ (2,303,691)</u>	<u>\$ 155,229</u>	<u>\$ 159,756</u>	<u>\$ (1,988,706)</u>
Total Liabilities and Fund Balances	<u>\$ 6,889,267</u>	<u>\$ 257,071</u>	<u>\$ 341,099</u>	<u>\$ 7,487,437</u>



## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## GENERAL FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2015

	<u>Educational</u>	<u>Working Cash</u>	<u>Tort Immunity</u>	<u>Total</u>
<b>Revenues</b>				
Local Sources	\$ 8,918,343	\$ 104,136	\$ 159,915	\$ 9,182,394
State Sources	3,450,525	---	---	3,450,525
Federal Sources	<u>187,946</u>	<u>---</u>	<u>---</u>	<u>187,946</u>
Total Direct Revenues	\$ 12,556,814	\$ 104,136	\$ 159,915	\$ 12,820,865
Revenue For On-Behalf Payments	<u>3,408,960</u>	<u>---</u>	<u>---</u>	<u>3,408,960</u>
Total Revenues	\$ <u>15,965,774</u>	\$ <u>104,136</u>	\$ <u>159,915</u>	\$ <u>16,229,825</u>
<b>Expenditures</b>				
Instruction	\$ 7,728,228	\$ ---	\$ ---	\$ 7,728,228
Support Services	3,466,417	---	61,660	3,528,077
Community Services	110,825	---	---	110,825
Non-Programmed Charges	<u>113,065</u>	<u>---</u>	<u>---</u>	<u>113,065</u>
Total Direct Expenditures	\$ 11,418,535	\$ ---	\$ 61,660	\$ 11,480,195
Expenditures For On-Behalf Payments	<u>3,408,960</u>	<u>---</u>	<u>---</u>	<u>3,408,960</u>
Total Expenditures	\$ <u>14,827,495</u>	\$ <u>---</u>	\$ <u>61,660</u>	\$ <u>14,889,155</u>
Excess or (Deficiency) of Revenues Cash Expenditures	\$ 1,138,279	\$ 104,136	\$ 98,255	\$ 1,340,670
<b>Other Financing Sources (Uses)</b>				
Transfers Out	<u>(86,652)</u>	<u>(242)</u>	<u>---</u>	<u>(86,894)</u>
Net Change in Fund Balances	\$ 1,051,627	\$ 103,894	\$ 98,255	\$ 1,253,776
Fund Balance (Deficit) - July 1, 2014	<u>(3,355,318)</u>	<u>51,335</u>	<u>61,501</u>	<u>(3,242,482)</u>
Fund Balance (Deficit) - June 30, 2015	\$ <u>(2,303,691)</u>	\$ <u>155,229</u>	\$ <u>159,756</u>	\$ <u>(1,988,706)</u>

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

EDUCATIONAL FUND

SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2015

	Original and Final Budget	Actual
<b>Revenues (Page 52)</b>		
Local Sources	\$ 9,022,462	\$ 8,918,343
Flow-Through Sources	1,500	---
State Sources	3,478,735	3,450,525
Federal Sources	<u>192,392</u>	<u>187,946</u>
Total Direct Revenues	\$ 12,695,089	\$ 12,556,814
Revenue For On-Behalf Payments	<u>2,294,769</u>	<u>3,408,960</u>
Total Revenues	\$ <u>14,989,858</u>	\$ <u>15,965,774</u>
<b>Expenditures (Pages 53-55)</b>		
Instruction	\$ 8,083,335	\$ 7,728,228
Support Services	4,032,054	3,466,417
Community Services	151,910	110,825
Non-Programmed Charges	181,693	113,065
Debt Service	<u>5,000</u>	<u>---</u>
Total Direct Expenditures	\$ 12,453,992	\$ 11,418,535
Expenditures For On-Behalf Payments	<u>2,294,769</u>	<u>3,408,960</u>
Total Expenditures	\$ <u>14,748,761</u>	\$ <u>14,827,495</u>
Excess or (Deficiency) of Revenues Cash Expenditures	\$ <u>241,097</u>	\$ <u>1,138,279</u>
<b>Other Financing Sources (Uses)</b>		
Transfers In	\$ 2,300	\$ ---
Transfers Out	<u>(85,000)</u>	<u>(86,652)</u>
Total Other Financing Sources (Uses)	\$ <u>(82,700)</u>	\$ <u>(86,652)</u>
Net Change in Fund Balance	\$ <u>158,397</u>	\$ 1,051,627
Fund Balance - July 1, 2014		<u>(3,355,318)</u>
Fund Balance (Deficit) - June 30, 2015		\$ <u>(2,303,691)</u>

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## EDUCATIONAL FUND

## SCHEDULE OF REVENUES

## BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	Original and Final Budget	<u>Actual</u>
<b>Revenues</b>		
Local Sources		
Property Taxes		
General Levies	\$ 7,205,712	\$ 7,197,811
Special Education Levies	601,540	600,557
Tuition	459,350	466,974
Earnings on Investments	1,000	1,652
Food Services	181,150	166,499
District/School Activities	157,135	133,070
Textbooks	375	531
Contributions	180,500	66,791
Other	<u>235,700</u>	<u>284,458</u>
	\$ <u>9,022,462</u>	\$ <u>8,918,343</u>
Flow-Through Sources		
From State and Federal Sources	\$ <u>1,500</u>	\$ <u>---</u>
State Sources		
General State Aid	\$ 2,676,568	\$ 2,619,729
Special Education	786,207	756,391
Bilingual Education	14,400	7,446
State Free Lunch and Breakfast	360	307
Other Grants In Aid	<u>1,200</u>	<u>66,652</u>
	\$ <u>3,478,735</u>	\$ <u>3,450,525</u>
Federal Sources		
National School Lunch	\$ 50,000	\$ 56,938
IDEA Preschool	8,240	5,250
Food Service - Other	3,500	---
IDEA Flow-Through	97,275	97,009
Title II - Teacher Quality	11,377	7,371
Medicaid Matching	<u>22,000</u>	<u>21,378</u>
	\$ <u>192,392</u>	\$ <u>187,946</u>
Total Direct Cash Revenue	\$ 12,695,089	\$ 12,556,814
Revenue For On-Behalf Payments	<u>2,294,769</u>	<u>3,408,960</u>
Total Revenues	\$ <u>14,989,858</u>	\$ <u>15,965,774</u>

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## EDUCATIONAL FUND

## SCHEDULE OF EXPENDITURES

## BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

Expenditures	Original and Final Budget	<u>Actual</u>
Instruction		
Regular Programs		
Salaries	\$ 4,213,506	\$ 4,086,323
Employee Benefits	871,396	792,464
Purchased Services	27,888	21,664
Supplies and Materials	248,325	240,340
Capital Outlay	7,500	63,567
Other Objects	3,550	1,013
Non-Capitalized Equipment	40,000	2,811
Termination Benefits	<u>41,000</u>	<u>31,394</u>
	\$ <u>5,453,165</u>	\$ <u>5,239,576</u>
Special Education Programs		
Salaries	\$ 1,523,396	\$ 1,464,537
Employee Benefits	348,610	318,286
Purchased Services	17,543	16,509
Supplies and Materials	19,146	22,361
Capital Outlay	10,000	17,990
Tuition	<u>3,500</u>	<u>656</u>
	\$ <u>1,922,195</u>	\$ <u>1,840,339</u>
Interscholastic Programs		
Salaries	\$ 103,545	\$ 91,081
Employee Benefits	1,000	469
Purchased Services	13,100	10,963
Supplies and Materials	6,400	8,034
Capital Outlay	2,000	---
Other Objects	<u>1,000</u>	<u>3,277</u>
	\$ <u>127,045</u>	\$ <u>113,824</u>
Gifted Programs		
Salaries	\$ 129,000	\$ 128,867
Employee Benefits	20,200	18,918
Purchased Services	1,000	---
Supplies and Materials	400	---
Other Objects	<u>300</u>	<u>---</u>
	\$ <u>150,900</u>	\$ <u>147,785</u>
Bilingual Programs		
Salaries	\$ 67,100	\$ 68,496
Employee Benefits	9,839	8,975
Purchased Services	---	84
Supplies and Materials	<u>3,091</u>	<u>1,706</u>
	\$ <u>80,030</u>	\$ <u>79,261</u>
Special Education Private Tuition Programs		
Other Objects	\$ <u>350,000</u>	\$ <u>307,443</u>
Total Instruction	\$ <u>8,083,335</u>	\$ <u>7,728,228</u>

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## EDUCATIONAL FUND

## SCHEDULE OF EXPENDITURES

## BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	<u>Original and Final Budget</u>	<u>Actual</u>
<b>Expenditures (continued)</b>		
Support Services		
Pupils		
Salaries	\$ 769,251	\$ 775,128
Employee Benefits	126,658	116,917
Purchased Services	53,150	39,850
Supplies and Materials	18,900	19,808
Non-Capitalized Equipment	<u>4,000</u>	<u>2,389</u>
	\$ <u>971,959</u>	\$ <u>954,092</u>
Instructional Staff		
Salaries	\$ 378,605	\$ 237,512
Employee Benefits	169,883	104,035
Purchased Services	141,350	129,645
Supplies and Materials	21,650	16,287
Other Objects	100	40
Non-Capitalized Equipment	<u>---</u>	<u>1,744</u>
	\$ <u>711,588</u>	\$ <u>489,263</u>
General Administration		
Salaries	\$ 196,507	\$ 360,021
Employee Benefits	136,056	131,988
Purchased Services	167,600	165,250
Supplies and Materials	6,150	5,858
Other Objects	<u>16,275</u>	<u>16,381</u>
	\$ <u>522,588</u>	\$ <u>679,498</u>
School Administration		
Salaries	\$ 390,099	\$ 354,410
Employee Benefits	111,004	102,415
Purchased Services	6,875	6,558
Supplies and Materials	4,000	4,255
Capital Outlay	60,000	---
Other Objects	<u>2,000</u>	<u>1,174</u>
	\$ <u>573,978</u>	\$ <u>468,812</u>
Business		
Salaries	\$ 156,400	\$ 139,459
Employee Benefits	20,512	25,462
Purchased Services	39,600	31,771
Supplies and Materials	2,000	1,811
Other Objects	1,550	1,154
Non-Capitalized Equipment	<u>750</u>	<u>1,533</u>
	\$ <u>220,812</u>	\$ <u>201,190</u>

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## EDUCATIONAL FUND

## SCHEDULE OF EXPENDITURES

## BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	Original and Final Budget	Actual
<b>Expenditures (continued)</b>		
Support Services (continued)		
Food Services		
Salaries	\$ 31,750	\$ 20,996
Employee Benefits	579	355
Purchased Services	213,250	192,308
Supplies and Materials	5,000	994
Other Objects	600	586
Non-Capitalized Equipment	<u>7,000</u>	<u>---</u>
	<u>\$ 258,179</u>	<u>\$ 215,239</u>
Central		
Purchased Services	\$ 94,750	\$ 133,935
Supplies and Materials	28,100	37,953
Capital Outlay	100,000	12,851
Other Objects	100	---
Non-Capitalized Equipment	<u>550,000</u>	<u>250,125</u>
	<u>\$ 772,950</u>	<u>\$ 434,864</u>
Operations and Maintenance		
Supplies and Materials	\$ ---	\$ 6,459
Capital Outlay	<u>---</u>	<u>17,000</u>
	<u>\$ ---</u>	<u>\$ 23,459</u>
Total Support Services	<u>\$ 4,032,054</u>	<u>\$ 3,466,417</u>
Community Services		
Salaries	\$ 106,500	\$ 79,437
Employee Benefits	27,410	25,170
Purchased Services	6,500	2,809
Supplies and Materials	5,500	1,702
Other Objects	3,000	1,707
Non-Capitalized Equipment	<u>3,000</u>	<u>---</u>
	<u>\$ 151,910</u>	<u>\$ 110,825</u>
Non-Programmed Charges		
Payments For Programs		
Purchased Services	\$ 44,943	\$ 30,176
Tuition	<u>136,750</u>	<u>82,889</u>
	<u>\$ 181,693</u>	<u>\$ 113,065</u>
Debt Service		
Other Objects - Interest	<u>\$ 5,000</u>	<u>\$ ---</u>
Total Direct Expenditures	<u>\$ 12,453,992</u>	<u>\$ 11,418,535</u>
Expenditures For On-Behalf Payments	<u>2,294,769</u>	<u>3,408,960</u>
Total Expenditures	<u>\$ 14,748,761</u>	<u>\$ 14,827,495</u>

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

WORKING CASH FUND

SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	Original and Final Budget	<u>Actual</u>
<b>Revenues</b>		
Local Sources		
Property Taxes	\$ 104,154	\$ 103,894
Earnings on Investments	<u>75</u>	<u>242</u>
Total Revenues	\$ <u>104,229</u>	\$ <u>104,136</u>
<b>Expenditures</b>	\$ <u>---</u>	\$ <u>---</u>
Excess or (Deficiency) of Revenues Over Expenditures	\$ 104,229	\$ 104,136
<b>Other Financing Sources (Uses)</b>		
Transfers Out	<u>---</u>	<u>(242)</u>
Net Change in Fund Balance	\$ <u>104,229</u>	\$ 106,894
Fund Balance (Deficit) - July 1, 2014		<u>51,335</u>
Fund Balance (Deficit) - June 30, 2015		\$ <u>155,229</u>

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

TORT IMMUNITY FUND

SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	<u>Original and Final Budget</u>	<u>Actual</u>
<b>Revenues</b>		
Local Sources		
Property Taxes	\$ 159,418	\$ 159,641
Earnings on Investments	150	274
Total Revenues	\$ <u>159,568</u>	\$ <u>159,915</u>
<b>Expenditures</b>		
Support Services		
Purchased Services		
Insurance Premiums	\$ <u>150,000</u>	\$ <u>61,660</u>
Net Change in Fund Balance	\$ <u><u>9,568</u></u>	\$ 98,255
Fund Balance - July 1, 2014		<u>61,501</u>
Fund Balance - June 30, 2015		\$ <u><u>159,756</u></u>



MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

OPERATIONS AND MAINTENANCE FUND

SCHEDULE OF REVENUE, EXPENDITURES,  
AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	<u>Original and Final Budget</u>	<u>Actual</u>
<b>Revenues</b>		
Local Sources		
Property Taxes	\$ 1,152,064	\$ 1,150,434
Earnings on Investments	175	280
Other Revenue	198,500	208,261
Federal Sources	<u>37,425</u>	<u>---</u>
Total Revenues	\$ <u>1,388,164</u>	\$ <u>1,358,975</u>
<b>Expenditures</b>		
Support Services		
Operation and Maintenance of Plant		
Salaries	\$ 474,000	\$ 450,181
Employee Benefits	101,380	93,757
Purchased Services	312,900	227,487
Supplies and Materials	390,250	409,242
Capital Outlay	15,000	40,927
Other Objects	30,650	567
Non-Capitalized Equipment	<u>24,500</u>	<u>6,681</u>
Total Support Services	\$ <u>1,348,680</u>	\$ <u>1,228,842</u>
Non-Programmed Charges	\$ <u>---</u>	\$ <u>31,721</u>
Total Expenditures	\$ <u>1,348,680</u>	\$ <u>1,260,563</u>
Excess or (Deficiency) of Revenue Over Expenditures	\$ <u>39,484</u>	\$ <u>98,412</u>
<b>Other Financing Sources (Uses)</b>		
Transfer In	\$ <u>---</u>	\$ 4,656
Transfers Out	<u>137,425</u>	<u>(100,000)</u>
Total Other Financing Sources (Uses)	\$ <u>137,425</u>	\$ <u>(95,344)</u>
Net Change in Fund Balance	\$ <u>176,909</u>	\$ 3,068
Fund Balance - July 1, 2014		<u>(365,284)</u>
Fund Balance - June 30, 2015		\$ <u>(362,216)</u>

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## TRANSPORTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE

## BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	Original and Final Budget	<u>Actual</u>
<b>Revenues</b>		
Local Sources		
Property Taxes	\$ 480,382	\$ 480,192
Earnings on Investments	1,500	1,311
Other Revenue	<u>26,600</u>	<u>21,883</u>
Total Local Sources	\$ <u>508,482</u>	\$ <u>503,386</u>
State Sources		
Regular	\$ 344,000	\$ 246,380
Special Education	<u>304,000</u>	<u>324,267</u>
Total State Sources	\$ <u>648,000</u>	\$ <u>570,647</u>
Total Revenues	\$ <u>1,156,482</u>	\$ <u>1,074,033</u>
<b>Expenditures</b>		
Support Services		
Pupil Transportation		
Salaries	\$ 600,000	\$ 528,915
Employee Benefits	70,300	64,801
Purchased Services	87,600	192,943
Supplies and Materials	125,000	87,258
Capital Outlay	168,000	---
Other Objects	11,050	---
Non-Capitalized Equipment	<u>5,000</u>	<u>---</u>
Total Support Services	\$ <u>1,066,950</u>	\$ <u>873,917</u>
Debt Services		
Interest	\$ ---	\$ 426
Principal	<u>---</u>	<u>9,600</u>
Total Debt Services	\$ <u>---</u>	\$ <u>10,026</u>
Total Expenditures	\$ <u>1,066,950</u>	\$ <u>883,943</u>
Excess or (Deficiency) of Revenue Over Expenditures	\$ 89,532	\$ 190,090
<b>Other Financing Sources (Uses)</b>		
Transfers Out	<u>---</u>	<u>(1,311)</u>
Net Change in Fund Balance	\$ <u>89,532</u>	\$ 188,779
Fund Balance - July 1, 2014		<u>618,910</u>
Fund Balance - June 30, 2015		\$ <u>807,689</u>

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	<u>Original and Final Budget</u>	<u>Actual</u>
<b>Revenues</b>		
Local Sources		
Property Taxes	\$ 616,420	\$ 615,760
Personal Property Replacement Taxes	20,000	20,525
Earnings on Investments	<u>250</u>	<u>464</u>
Total Revenues	\$ <u>636,670</u>	\$ <u>636,749</u>
<b>Expenditures</b>		
Instruction	\$ 205,412	\$ 184,041
Support Services	409,950	292,333
Community Services	19,325	15,312
Non-Programmed Charges - Special Education	<u>---</u>	<u>18,709</u>
Total Expenditures	\$ <u>634,687</u>	\$ <u>510,395</u>
Net Change in Fund Balance	\$ <u><u>1,983</u></u>	\$ 126,354
Fund Balance - July 1, 2014		<u>(48,435)</u>
Fund Balance - June 30, 2015		\$ <u><u>77,919</u></u>

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## DEBT SERVICE FUND

## BOND AND INTEREST FUND

SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE

## BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	Original and Final Budget	<u>Actual</u>
<b>Revenues</b>		
Local Sources		
Property Taxes	\$ 2,363,644	\$ 2,361,683
Earnings on Investments	<u>1,500</u>	<u>1,451</u>
Total Revenues	\$ <u>2,365,144</u>	\$ <u>2,363,134</u>
<b>Expenditures</b>		
Debt Service		
Interest	\$ 1,213,144	\$ 1,215,580
Principal	1,210,794	1,208,358
Debt Service Fees	<u>4,500</u>	<u>1,669</u>
Total Expenditures	\$ <u>2,428,438</u>	\$ <u>2,425,607</u>
Excess or (Deficiency) of Revenues Over Expenditures	\$ <u>(63,294)</u>	\$ <u>(62,473)</u>
<b>Other Financing Sources (Uses)</b>		
Transfers Out	\$ (2,300)	\$ (1,451)
Transfers In	<u>85,000</u>	<u>85,000</u>
Total Other Financing Sources (Uses)	\$ <u>82,700</u>	\$ <u>83,549</u>
Net Change in Fund Balance	\$ <u>19,406</u>	\$ 21,076
Fund Balance - July 1, 2014		<u>257,726</u>
Fund Balance - June 30, 2015		\$ <u>278,802</u>

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	<u>Original and Final Budget</u>	<u>Actual</u>
<b>Revenues</b>		
Local Sources		
Earnings on Investments	\$ 1,200	\$ 1,081
Contributions and Donations	20,000	---
Other Revenue	---	1,996
State Sources	<u>50,000</u>	<u>---</u>
Total Revenues	\$ <u>71,200</u>	\$ <u>3,077</u>
<b>Expenditures</b>		
Support Services		
Facilities Acquisition		
Purchased Services	\$ 95,000	\$ 30,794
Capital Outlay	580,000	266,712
Non-Capitalized Equipment	<u>2,500</u>	<u>---</u>
Total Expenditures	\$ <u>677,500</u>	\$ <u>297,506</u>
Excess or (Deficiency) of Revenues Over Expenditures	\$ (606,300)	\$ (294,429)
<b>Other Financing Sources (Uses)</b>		
Permanent Transfers of Interest Other Funds	<u>137,425</u>	<u>100,000</u>
Net Change in Fund Balance	\$ <u>(468,875)</u>	\$ (194,429)
Fund Balance - July 1, 2014		<u>653,817</u>
Fund Balance - June 30, 2015		\$ <u>459,388</u>

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

JUNE 30, 2015

NOTE 1 - BUDGETARY PROCESS

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budget was passed on September 22, 2014 and was not amended. The cash basis budgeted amounts in this report are the result of full compliance with the following procedures:

For each fund, total expenditures may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally adopted through passage of a resolution.
4. Formal budgetary integration is employed as a management control device during the year.
5. The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
6. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoptions.

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2015, the Education Fund exceeded its budget due to on-behalf payment for TRS being \$1,114,191 higher than budgeted for. However, the District also records on-behalf revenue in the same amount to offset this shortfall.

**SUPPLEMENTARY SCHEDULES**

**FIDUCIARY FUNDS  
TRUST AND AGENCY FUNDS**

Trust Funds are used to account for assets held by the District in a trustee capacity. Agency funds are used to account for assets held by the District as an agent for individuals, private organizations, other governments, and/or other funds.

PTO and Activity Funds - To account for monies donated by parents and students to fund student events.

Flexible Spending Account Fund - To account for monies withheld for flexible spending benefits from employees wages and subsequent remittance to pay expenses.



MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

FIDUCIARY FUNDS

AGENCY FUNDS

COMBINING BALANCE SHEET

JUNE 30, 2015

	Agency		
	PTO and Activity Funds	Flexible Spending Account Fund	Total
<b>Assets</b>			
Cash and Cash Equivalents	\$ 114,270	\$ 23,010	\$ 137,280
Total Assets	\$ <u>114,270</u>	\$ <u>23,010</u>	\$ <u>137,280</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Due To Student Groups	\$ 58,774	\$ ---	\$ 58,774
Due To Parent Teacher Organizations	55,496	---	55,496
Unremitted Payroll Deductions	---	23,010	23,010
Total Liabilities	\$ <u>114,270</u>	\$ <u>23,010</u>	\$ <u>137,280</u>
Total Liabilities and Fund Balances	\$ <u>114,270</u>	\$ <u>23,010</u>	\$ <u>137,280</u>

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## STUDENT ACTIVITY FUNDS

## SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES

FOR THE YEAR ENDED JUNE 30, 2015

	Balance <u>July 1, 2014</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance <u>June 30, 2015</u>
<b>Millburn Central</b>				
Band	\$ 1,936	\$ 1,120	\$ 2,111	\$ 945
Athletics	(240)	6,742	5,005	1,497
Field Trips	2,737	84,678	84,129	3,286
Grants	---	100	---	100
Middle School	4,558	10,601	10,184	4,975
Principal	781	4,315	4,296	800
Student Council	794	224	267	751
Sunshine	53	378	---	431
Yearbook	8,311	6,089	7,731	6,669
Art - Elementary School	2,705	1,968	528	4,145
Art - Middle School	283	100	283	100
Drama Club	83	---	---	83
Middle School Yearbook	7,486	8,690	13,001	3,175
Millburn Garden	8,016	3,480	8,498	2,998
N.E.I.A.S.B.O.	---	36,874	12,870	24,004
Other Fundraiser	---	3,217	2,873	344
PBIS	114	240	---	354
PBIS - Middle School	509	---	187	322
Principal - Middle School	198	1,882	2,044	36
Scholastic Bowl	5	468	468	5
Sunshine - Middle School	965	409	460	911
Wrestling Fund	---	1,500	982	518
Early Childhood	246	675	716	205
Feed Starving Children	---	4,994	4,994	---
Millburn Flower Project	149	388	359	178
Cheerleading	1,732	---	---	1,732
24-Hour Challenge	525	7,816	8,131	210
	\$ <u>41,943</u>	\$ <u>186,948</u>	\$ <u>170,117</u>	\$ <u>58,774</u>
<b>Millburn PTO</b>	\$ <u>65,314</u>	\$ <u>100,458</u>	\$ <u>110,276</u>	\$ <u>55,496</u>
<b>Totals</b>	\$ <u>107,257</u>	\$ <u>287,406</u>	\$ <u>280,393</u>	\$ <u>114,270</u>

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

FLEXIBLE SPENDING ACCOUNT FUND

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**Assets**

Cash and Cash Equivalents -	
Beginning Balance	\$ 23,066
Additions	76,225
Disbursements	<u>(76,281)</u>
Cash and Cash Equivalents - Ending Balance	\$ <u>23,010</u>

**Liabilities**

Unremitted Payroll Deductions Payable -	
Beginning Balance	\$ 23,066
Additions	76,225
Disbursements	<u>(76,281)</u>
Ending Balance	\$ <u>23,010</u>

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

COMPUTATION OF PER CAPITA TUITION CHARGE

FOR THE YEAR ENDED JUNE 30, 2015

<b>Total Expenditures</b>		
Educational Fund	\$ 11,418,535	
Operations and Maintenance Fund	1,260,563	
Bond and Interest Fund	2,425,607	
Transportation Fund	883,943	
Municipal Retirement Fund	510,395	
Tort Immunity Fund	<u>61,660</u>	\$16,560,703
<b>Less: Receipts or Expenditures Not Applicable To Operating Expense of Regular Term</b>		
Special Education Programs - Pre-K	\$ 299,644	
Summer School	1,505	
Special Education Tuition	307,443	
Community Services	126,137	
Capital Outlay and Non-Capitalized Equipment	417,618	
Bond and Lease Principal Retired	1,217,960	
Payments to Other Districts and Governments	<u>163,495</u>	<u>2,533,802</u>
Operating Expense of Regular Program		\$ 14,026,901
Average Daily Attendance	1,257.06	
Net Operating Expense Per Pupil	\$ <u>11,158.50</u>	
<b>Deductions For Computation of Tuition Charges (Revenue Offsetting Expense of a Special Activity)</b>		
State Transportation Aid	\$ 570,647	
Special Education	853,400	
District/School Activity	133,070	
Food Services	223,437	
Textbooks	531	
Other Local Fees	21,883	
Rentals	203,682	
Other Grants-In-Aid	<u>103,154</u>	<u>2,109,804</u>
Net Operating Expenses For Tuition Computation		\$ 11,917,097
Add: Total Depreciation Allowance		<u>1,086,742</u>
Total Allowance For Tuition Computation		\$ <u>13,003,839</u>
Average Daily Attendance	1,257.06	
Per Capita Tuition Charge	\$ <u>10,344.64</u>	

NOTE: These computations are prepared from the District's Annual Financial Report which it files with the Illinois State Board of Education on a regulatory basis of accounting. The regulatory basis is different than the basis of accounting used in this report.

Due to ROE on Friday, October 14th  
Due to ISBE on Tuesday, November 15th  
SD/JA16

School District  
Joint Agreement

ILLINOIS STATE BOARD OF EDUCATION  
School Business Services Division  
100 North First Street, Springfield, Illinois 62777-0001  
217/785-8779  
Illinois School District/Joint Agreement  
Annual Financial Report \*  
June 30, 2016

**School District/Joint Agreement Information**

(See instructions on inside of this page.)

School District/Joint Agreement Number:  
**34-049-0240-04**

County Name:  
**Lake**

Name of School District/Joint Agreement:  
**Millburn CC School District No. 24**

Address:  
**18550 Millburn Road**

City:  
**Wadsworth**

Email Address:  
**sigchns@millburn24.net**

Zip Code:  
**60083**

**Accounting Basis:**

CASH  
 ACCRUAL

**Filing Status:**

Submit electronic AFR directly to ISBE  
**Click on the Link to Submit:**  
Send ISBE a File

**Single Audit Status:**

Type of Auditor's Report Issued:  
Qualified  Unqualified   
Adverse  Disclaimer   
Reviewed by District Superintendent/Administrator

YES  NO Are Federal expenditures greater than \$750,000?  
YES  NO Is all Single Audit Information completed and attached?  
YES  NO Were any financial statement or federal awards findings issued?  
Reviewed by Township Treasurer (Cook County only)  
Name of Township:

Reviewed by Regional Superintendent/Cook ISC

District Superintendent/Administrator Name (Type or Print):  
**Jason Lind**

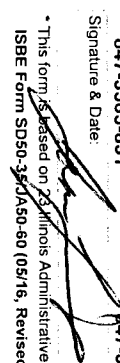
Township Treasurer Name (Type or Print):

Email Address:  
**jind@millburn24.net**

Email Address:

Telephone:  
**847-3565-831**

Telephone:

Signature & Date:  
  
11/2/16

Signature & Date:

Fax Number:  
**847-356-0722**

Fax Number:

\* This form is based on 23 Illinois Administrative Code 100 Subtitle A, Chapter 1, Subchapter C (Part 100)  
ISBE Form SD50-37DA50-60 (05/16, Revised 7/1/2016)

This form is based on 23 Illinois Administrative Code, Subtitle A, Chapter 1, Subchapter C, Part 100.  
In some instances, use of open account codes (cells) may not be authorized by statute or administrative rule.  
Each school district or joint agreement is responsible for obtaining the concurring legal opinion and/or other supporting authorization/documentation, as necessary, to use the applicable account code (cell).

**Certified Public Accountant Information**

Name of Auditing Firm:  
**Millburn Cain & Co**

Name of Audit Manager:  
**M. David Cain, Sr.**

Address:  
**4237 Grove Avenue**

City:  
**Gurnee**

Phone Number:  
**847-336-6455**

IL License Number (9 digit):  
**060-001071**

Email Address:  
**dcain@millburncain.biz**

State:  
**IL**  
Zip Code:  
**60031**

Fax Number:  
**847-336-9594**

Expiration Date:  
**1/1/2017**

AFR Page No.	TAB Name
2	Aud Quest
2	Aud Quest
3	FP Info
4	Financial Profile
5-6	Assets-Liab
7-8	Acct Summary
9 - 14	Revenues
15- 22	Expenditures
23	ARRA Sched
24	Tax Sched
25	Short-Term Long-Term Debt
26	Rest Tax Levies-Tort Im
27	Cap Outlay Deprec
28- 29	PCTC-OEPP
30	ICR Computation
31	Shared Outsourced Serv
32	AC
33	ITEMIZATION
34	REF
35	Opinion-Notes
36	Deficit AFR Sum Calc
-	AUDITCHECK
37- 46	Single Audit Cover - CAP

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

All School Districts/Joint Agreements must complete this form (Note: Joint agreement supplementary/statistical schedules may not be applicable)

**Round all amounts to the nearest dollar. Do not enter cents.** (Exception: 9 Month ADA on page 28, line 78)

This form complies with **Part 100 (Requirements for Accounting, Budgeting, Financial Reporting, and Auditing)**

23. Illinois Administrative Code 100, Subtitle A, Chapter 1, Subchapter C (Part 100)

Any errors left unresolved by the **Audit Checklist/Balancing Schedule** must be explained in the itemization page.

**Submit AFR Electronically**

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

Attachment Manager Link

Note: CD/Disk no longer accepted

AFR supporting documentation must be embedded as Microsoft Word (.doc), Word Perfect (.wpd) or Adobe (.pdf) and inserted within tab "Options & Notes". These documents include: The Audit, Management letter, Opinion letters, Compliance letters, Financial notes etc.... For embedding instructions see "Options & Notes" tab of this form.

Note: Adobe Acrobat (\*.pdf) files cannot be embedded if you do not have the software. Simply attach files as separate docs in the Attachment Manager and they will be embedded for you.

**Submit Paper Copy of AFR with Signatures**

1) The auditor must send three paper copies of the AFR form (cover through page 8 at minimum) to the School District with the auditor signature. Note: School Districts and Regional Superintendents may prefer a complete paper copy in lieu of an electronic file. Please comply with their requests as necessary.

2) Upon receipt, the School District retains one copy for their records, signs, and forwards the remaining two copies to the Regional Superintendents' office no later than October 15, annually.

3) Upon receipt, the Regional Superintendents' office retains one copy for their records, signs, and forwards the remaining paper copy to ISBE no later than November 15, annually.

Single Audit Act

Yellow Book, CPE, and Peer Review requirements must be met if the Auditor issues an opinion stating "Governmental Auditing Standards" were utilized.

**Qualifications of Auditing Firm**

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

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

**AUDITOR'S QUESTIONNAIRE**

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

**PART A - FINDINGS**

- 1. One or more school board members, administrators, certified school business officials, or other qualifying district employees failed to file economic interest statements pursuant to the Illinois Government Ethics Act. [5 ILCS 420/4A-101]
- 2. One or more custodians of funds failed to comply with the bonding requirements pursuant to Sections 8-2, 10-20.19 or 19-6 of the School Code. [105 ILCS 5/8-2, 10-20.19, 19-6]

- 3. One or more contracts were executed or purchases made contrary to the provisions of Section 10-20.21 of the School Code. [105 ILCS 5/10-20.21]
- 4. One or more violations of the Public Funds Deposit Act or the Public Funds Investment Act were noted. [30 ILCS 225/1 et. seq. and 30 ILCS 235/1 et. seq.]
- 5. Restricted funds were commingled in the accounting records or used for other than the purpose for which they were restricted.
- 6. One or more short-term loans or short-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory Authority.
- 7. One or more long-term loans or long-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory Authority.
- 8. Corporate Personal Property Replacement Tax monies were deposited and/or used without first satisfying the lien imposed pursuant to the State Revenue Sharing Act. [30 ILCS 115/12]
- 9. One or more interfund loans were made in non-conformity with the applicable authorizing statute or without statutory authorization.
- 10. One or more interfund loans were outstanding beyond the term provided by statute.
- 11. One or more permanent transfers were made in non-conformity with the applicable authorizing statute/regulation or without statutory/ regulatory authorization.
- 12. Substantial, or systematic misclassification of budgetary items such as, but not limited to, revenues, receipts, expenditures, disbursements or expenses were observed.

- 13. The Chart of Accounts used to define and control budget and accounting records does not conform to the minimum requirements imposed by ISBE rules pursuant to Sections 2-3.27 and 2-3.28 of the School Code. [105 ILCS 5/2-3.27, 2-3.28]
- 14. At least one of the following forms was filed with ISBE late: The FY15 AFR (ISBE FORM 50-35), FY15 Annual Statement of Affairs (ISBE Form 50-37) and FY16 Budget (ISBE FORM 50-36). Explain in the comments box below.  
ISBE rules pursuant to Sections 3-15.1, 10-17, and 17-1 of the School Code [105 ILCS 5/3-15.1, 5/10-17, 5/17-1]

**PART B - FINANCIAL DIFFICULTIES/CERTIFICATION CRITERIA PURSUANT TO SECTION 1A-8 OF THE SCHOOL CODE [105 ILCS 5/1A-8]**

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

**PART C - OTHER ISSUES**

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

**PART D - EXPLANATION OF ACCOUNTING PRACTICES FOR LATE MANDATED CATEGORICAL PAYMENTS**

(For School Districts who report on an Accrual/Modified Accrual Accounting Basis only)

School districts that report on the accrual/modified accrual basis of accounting must identify where late mandated categorical payments (Acct Codes 3100, 3105, 3110, 3500, and 3510) are recorded. Depending on the accounting procedure these amounts will be used to adjust the Direct Receipts/Revenues in calculation 1 and 2 of the Financial Profile Score. In FY2016, identify those late payments recorded as Intergovernmental Receivables, Other Receivables, or Deferred Revenue & Other Current Liabilities or Direct Receipts/Revenue. Payments should only be listed once.

- 24. Enter the date that the district used to accrue mandated categorical payments  
Date: 8/2/2016
- 25. For the listed mandated categorical (Revenue Code (3110, 3500, 3510, 3100, 3105) that were vouchered prior to June 30th, but not released until after year end as reported in ISBE FRIS system, enter the amounts that were accrued in the chart below.

Account Name	3110	3500	3510	3100	3105	Total
Deferred Revenues (490)	94,257	57,303	72,342	42,680	39,456	306,038
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)						
Direct Receipts/Revenue						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)						
Total						306,038

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

**PART E - QUALIFICATIONS OF AUDITING FIRM**

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

**Comments Applicable to the Auditor's Questionnaire:**

The undersigned affirms that this audit was conducted by a qualified to the requirements of subsection (a) or (b) of 23 Illinois Administrative Code Part 100 Section 110, as applicable.

Name of Audit Firm (print)

MILBURN GAIN & Co.

Signature

*[Handwritten Signature]*

11-2-16  
mm/dd/yyyy



MILBURN CAIN & CO.  
A PROFESSIONAL CORPORATION  
CERTIFIED PUBLIC ACCOUNTANTS  
4237 GROVE AVENUE  
GURNEE, ILLINOIS 60031  
  
PHONE: (847) 336-6455  
FAX: (847) 336-9594

INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Millburn Community Consolidated School District No. 24  
Wadsworth, Illinois

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Millburn Community Consolidated School District No. 24 (the District), as of and for the year ended June 30, 2016, which collectively comprise the District's basic financial statements. The basic financial statements have been audited; however, they are not presented as part of this Annual Financial Report form. The basic financial statements should be read in conjunction with the following auditors' opinion. Our opinion reads as follows:

**Report on the Financial Statements**

We have audited the accompanying basic financial statements of Millburn Community Consolidated School District No. 24 as of and for the year ended June 30, 2016, and the related notes to financial statements, as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 controls relevant to the District'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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

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 Millburn Community Consolidated School District No. 24 as of June 30, 2016, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### **Other Matters**

#### *Other Information*

These regulatory-based financial statements are issued to comply with regulatory provisions prescribed by the Illinois State Board of Education, which is a comprehensive basis of accounting other than, and differs from, accounting principles generally accepted in the United States of America. They are intended to assure effective legislative and public oversight of school district financing and spending activities of accountable Illinois public school districts. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The information provided on pages 2-4, supplementary schedules on pages 23-27, statistical section on pages 28-30 and the itemization schedule on page 33, Schedule of Funding Progress relative to the Illinois Municipal Retirement Fund, and Schedules for Trust and Agency Funds are presented for the purposes of additional analysis and are not a required part of the financial statements. Such information, except for the average daily attendance figure included in the computation of operating expense per pupil on page 28, and per capita tuition charges on page 29, and the Schedule of Funding Progress relative to the Illinois Municipal Retirement Fund, is the responsibility of management and has been derived from and relate directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying and accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

The information on pages 28-30 is propagated from information in the audited financial statements, but we take no responsibility for the accuracy of those calculations.

The Report on Shared Services or Outsourcing on page 31 contains unaudited information concerning prior, current and future year expenditures which was provided by the District. The Administrative Cost Worksheet on page 32 contains unaudited information concerning the current year budget which was provided by the District. The actual expenditure information on this page is fairly stated in all material respects in relation to the financial statements taken as a whole.

The average daily attendance figure, included in the computation of operating expense per pupil on page 28 and per capita tuition charges on page 29, and the Schedule of Funding Progress relative to the Illinois Municipal Retirement Fund, have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

The table of contents references a Federal Compliance Section on pages 37-46; however, this District was not required to have a Single Audit and this section has not been completed.

This report is intended solely for the information and use of the Board of Education, management of Millburn Community Consolidated School District No. 24, and the Illinois State Board of Education and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Milburn Cain & Co." in a cursive script.

MILBURN CAIN & CO.  
Certified Public Accountants

Gurnee, Illinois  
September 22, 2016

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the District

Millburn Community Consolidated School District No. 24 is a K-8 public school system located in the eastern part of North Central Lake County, Illinois. The District serves portions of the Villages of Lindenhurst, Old Mill Creek, Wadsworth, and unincorporated areas in the vicinity. The District operates from two locations in Old Mill Creek. Enrollment for 2016 was more than 1,265 students.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America as applicable to local governmental units of this type. The following is a summary of Millburn's more significant accounting policies:

A. Reporting Entity

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The definition of a component unit is a legally separate organization for which the District is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The District is financially accountable if it appoints a voting majority of the organization's governing body and:

1. It is able to impose its will on that organization or
2. There is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the District.

The District also may be financially accountable if an organization is fiscally dependent on the District regardless of whether the organization has:

1. A separately elected governing board,
2. A governing board appointed by a higher level of government, or
3. A jointly appointed board.

There are no component units, as defined by GASB, which are included in Millburn's reporting entity. Even though there are local government agencies within the geographic area served by the District, such as municipalities, libraries and other entities, these agencies have been excluded from the report because they are legally separate and the District is not financially accountable for them.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation

**District-wide Financial Statements**

The district-wide financial statements identified as the Statement of Net Position and the Statement of Activities report information on all of Millburn's non-fiduciary activities. The effect of any interfund activity has been eliminated from them. The governmental activities column reports activities that are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include:

1. Charges to residents or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function 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 instead.

**Fund Financial Statements**

Millburn's accounts in the governmental fund financial statements are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, reserves, fund balance, revenues, and expenditures. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Separate financial statements are provided for all governmental funds and fiduciary funds even though the fiduciary funds are excluded from the district-wide financial statements.

C. Measurement Focus and Basis of Accounting

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Governmental funds are used to account for the District's general government activities. Governmental fund financial statements are reported using the flow of 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. They are susceptible to accrual 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. Management considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related 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. Also, in accordance with GASB No. 24, on-behalf payments made by the State to the Teachers' Retirement System have been recognized in the financial statements.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus and Basis of Accounting (continued)

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

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

Governmental funds include the following major funds:

General Fund - The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund consists of the following:

**Educational Fund** - This account is used for most of the instructional and administrative aspects of the District's operations. The revenue consists primarily of property taxes, local fees, and state and federal aid.

**Working Cash Fund** - This fund accounts for financial resources held by the District to be used as temporary interfund loans for working capital requirements to the General Fund and the Transportation Fund. Money loaned by the Working Cash Fund to other funds must be repaid within three years. As allowed by the School Code of Illinois, this fund may be permanently abolished and become a part of the Educational Account within the General Fund or it may be partially abated to the General Fund, Special Revenue Funds, or Debt Service Funds.

**Tort Immunity Fund** - This fund accounts for the District's insurance and risk management activities. Revenue is derived primarily from property taxes.

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

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

**Operations and Maintenance Fund** - This account is used for expenditures made for operations of plant and maintenance and repair of District property. Revenue is derived primarily from property taxes and rents.

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

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

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. A brief description of Millburn's Debt Service Fund is as follows:

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus and Basis of Accounting (continued)

**Bond and Interest Fund** - This fund accounts for the periodic principal and interest payments on Millburn's bond issues. Local property taxes levied specifically for debt service is the fund's primary revenue source. The Fund also pays all other debt service obligations, except for obligations of the Transportation Fund which are paid directly by that fund. Other funds transfer amounts sufficient to cover payments not funded by a direct tax levy.

Capital Projects Fund - The Capital Projects Fund (formerly known as the Site and Construction Fund) and the Fire Prevention and Safety Fund are used to account for the financial resources to be used for the acquisition and construction and/or additions to major capital facilities. The principal source of financing is the District's issuance of bonds for this purpose. Impact fees collected from builders and developers are also deposited in this fund.

Fiduciary Fund Types (Trust and Agency Funds) - Fiduciary Funds (Trust and Agency Funds) are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

**Agency Funds** - The Agency Funds include Student Activity Funds, Flexible Spending Accounts, and Other Agency Funds. These funds are custodial in nature and do not involve the measurement of the 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. Flexible Spending Accounts account for assets that are held on behalf of District employees to cover medical expenses.

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

D. Budgets and Budgetary Accounting

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budgeted amounts in this report are the result of full compliance with the following procedures:

1. Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures disbursed and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally adopted through passage of a resolution.
4. Formal budgetary integration is employed as a management control device during the year.
5. The Board of Education may not legally spend more than budgeted expenditures by fund. However, it may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
6. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

The budget for 2015-16 was adopted on September 14, 2015, and was amended on May 23, 2016.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities, and Net Position or Equity

**Deposits and Investments**

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, certificates of deposit, repurchase agreements, and The Illinois Fund. Investments are stated at fair value. Changes in the fair value of investments are recorded as investment income.

**Receivables and Payables**

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." These amounts are eliminated in the governmental activities column in the statement of net assets.

**Property Tax Revenues**

The District must file its tax levy with the Lake County Clerk by the last Tuesday in December of each year. The levy filed in December becomes a lien on all taxable real property located in the District as of the preceding January 1. Thus, the owner of real property on January 1 in any year is liable for taxes of that year. Millburn's 2015 tax levy was approved during the November 23, 2015 board meeting. The District records property tax revenue net of a .25% allowance for uncollectible taxes.

The following are the actual rates levied per \$100 of assessed valuation:

Purpose	Actual		
	2015 Levy	2014 Levy	2013 Levy
Educational	3.431	3.500	3.390
Tort Immunity	.059	.085	.075
Special Education	.390	.400	.283
Operations and Maintenance	.550	.550	.542
Transportation	.139	.266	.226
SEDOL IMRF	.008	.007	.009
Working Cash	.040	.050	.049
Municipal Retirement	.148	.152	.136
Social Security	.127	.134	.145
Debt Service	1.389	1.296	1.112
Life Safety	<u>.032</u>	<u>---</u>	<u>---</u>
Totals	<u>6.313</u>	<u>6.440</u>	<u>5.967</u>

The District is subject to "Tax Cap" limitations affecting the five collar counties surrounding Cook County, Illinois. Under the "Tax Cap" the total of the District's tax levies not including bond levies may not increase by more than the lesser of 5% of the prior year total or the prior year percentage of increase in the Consumer Price Index. However, levies may increase beyond these limitations to the extent that any increase in assessed valuation is represented by annexations or new building.



NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities, and Net Position or Equity (continued)

**Property Tax Revenues** (continued)

A summary of the past three years assessed valuations, extensions, and collections follows:

Tax Year	2015	2014	2013
<b>Assessed Valuation</b>	\$ 215,699,157	\$ 204,195,002	\$ 212,557,834
<b>Extensions</b>			
<b>Purpose</b>			
Educational	\$ 7,400,002	\$ 7,146,825	\$ 7,205,711
Tort Immunity	127,756	174,564	159,418
Special Education	841,227	816,780	601,539
Operations and Maintenance	1,186,345	1,123,073	1,152,063
Transportation	301,384	542,291	480,381
SEDOL IMRF	16,492	15,090	19,130
Working Cash	86,280	102,098	104,153
Municipal Retirement	319,804	310,289	289,079
Social Security	274,117	274,203	308,209
Debt Service	2,995,660	2,647,211	2,363,643
Life Safety	<u>69,326</u>	<u>---</u>	<u>---</u>
<b>Totals</b>	<b>\$ <u>13,618,393</u></b>	<b>\$ <u>13,152,424</u></b>	<b>\$ <u>12,683,326</u></b>
<b>Collections</b>	<b>\$ <u>6,948,163</u></b>	<b>\$ <u>13,130,467*</u></b>	<b>\$ <u>12,669,955</u></b>
<b>Percentage of Extensions Collected</b>	51.02%	99.83%	99.89%

\*Amount included back taxes.

The District has a statutory tax rate limit in the various operating funds subject to change only upon the approval of its voters. Further, Millburn is subject to the Property Tax Extension Limitation Act which, in general, limits the increase in the amount of taxes to be extended each year to the lesser of 5% or the percentage increase in the Consumer Price Index for the preceding year. Certain bond issue levies and referendum approved increases are exempt from this limitation.

Property taxes are collected by the Lake County Treasurer who remits to Millburn its share of the collections. Taxes levied in one year are billed in May of the following year, payable in two installments. The first installment due date is usually during the first week in June and the second installment is usually due during the first week in September. Property taxes are normally received by the District within 90 days of each installment due date.

The 2015 property tax levy is recorded as a receivable net of estimated uncollectible amounts. The balance receivable at year-end is the amount of the taxes levied net of the estimated uncollectible amounts minus collections received to that date. Millburn defers recognition of revenue on the 2015 tax levy until the 2016-17 fiscal year as that is the year the 2015 levy was intended to finance operations. This deferral includes collections of 2015 taxes received prior to the end of the 2015-16 fiscal year.

**Personal Property Replacement Taxes**

Personal property replacement taxes are first allocated to the Municipal Retirement/Social Security Fund as required by Illinois statute, with the balance allocated to the remaining funds at the discretion of the District. If the Municipal Retirement/Social Security Fund does not levy a property tax for a particular year, then no replacement taxes are allocated to it for that year.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities, and Net Position or Equity (continued)

**Prepaid Items**

Certain payments to vendors for goods and services that reflect costs applicable to future accounting periods are recorded as prepaid items in both the district-wide and fund financial statements.

**Capital Assets**

Capital assets, which include land, land improvements, building, building improvements, vehicles, machinery, equipment, and construction in progress are reported in the district-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost threshold of more than \$2,500 and an estimated useful life of five years or more. The District raised the threshold from \$500 to \$2,500 on July 1, 2013. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives as established by the Illinois State Board of Education. The District chose to use the same useful lives as the State Board of Education.

<u>Assets</u>	<u>Years</u>
Buildings	50
Improvements (other than buildings)	20
Equipment	5-10
Vehicles	5

The District does not depreciate land and construction in progress.

**Deferred Outflows and Inflows of Resources**

In addition to assets and liabilities, the balance sheets and statements of net position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resource until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resource until that time.

**Compensated Absences**

Employees who work a twelve-month year are entitled to be compensated for vacation time. Vacations are usually taken within the fiscal year. The entire compensated absences liability is reported on the district-wide financial statements.

For the governmental funds, the current portion of the compensated absences is the amount that is normally expected to be paid using expendable available resources. These amounts are recorded in the fund from which the employees who have accumulated vacation leave are paid.

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.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities, and Net Position or Equity (continued)

**Long-term Obligations**

In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums are deferred and amortized over the life of the bonds using the straight-line method. However, bond premiums, discounts and bond issuance costs for bonds issued prior to July 1, 2003 when the District was using the cash basis of accounting were charged to expense at the time of issuance and are not amortized or netted against liabilities. With the implementation of GASB Statement No. 65, all discounts and issuance costs were written off at June 30, 2014.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as 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 costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**District-Wide Fund Net Position**

District-wide fund net position is divided into three components:

- Invested in Capital Assets, Net of Related Debt - Consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.
- Restricted Net Position - Consist of net assets that are restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted - All other net assets are reported in this category.

**Governmental Fund Balances**

Governmental fund balances are divided between non-spendable and spendable.

Non-spendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

- Restricted - Restricted fund balances are restricted when constraints are placed on their use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
- Committed - Committed fund balances are amounts that can only be used for specific purposes as a result of constraints of the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes those constraints by taking the same type of action (e.g., legislation, resolution, ordinance). Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- Assigned - Assigned fund balances are amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by an appointed body (e.g., a budget or finance committee) or official to which the Board of Education has delegated the authority to assign, modify, or rescind amounts to be used for specific purposes.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Assets, Liabilities, and Net Position or Equity (continued)

**Governmental Fund Balances** (continued)

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as non-spendable, restricted, or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects, or debt service fund, are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the District itself.

- Unassigned - Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash and tort.

The District permits funds to be expended in the following order: Restricted, Committed, Assigned, and Unassigned.

**Property Tax Calendar and Revenues**

Property taxes are levied each calendar year on all taxable real property located in the District on or before the last Tuesday in December. The 2015 tax levy was passed by the Board on November 23, 2015. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year and are payable in two installments early in June and early in September of the following calendar year. The District receives significant distributions of tax receipts approximately one month after these dates.

**Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**Comparative Data**

Comparative totals for the prior year have not been presented in selected sections of the accompanying financial statements.

**Eliminations and Reclassifications**

In the process of aggregating data for the district-wide financial statements, some amounts reported as interfund activity and balances may have been eliminated or reclassified.

**Excess of Expenditures Over Budget**

For the year ended June 30, 2016, the Education Fund spent more than budgeted due to higher than expected payments for on-behalf payments for TRS. \$2,315,268 was budgeted while actual costs were \$3,413,010 for an expense of \$1,097,742 more than budgeted. However, the District also records the same amount in revenue to cover this expense.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Deposits and Investments

Millburn is allowed to invest in securities as authorized by Chapter 30, Sections 235/1 through 235/7, and Chapter 105, Section 518-7 of the *Illinois Compiled Statutes*.

Deposits

At June 30, 2016, the carrying amount of the District's deposits was \$7,896,620 which included \$300 in petty cash. The bank balance was \$8,463,327. In addition, the activity funds and flexible spending account it administers had cash balances at June 30, 2016 with a carrying value of \$129,521 and a bank balance of \$131,433.

Interest Rate Risk - 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. State law limits investments to specific types of investment instruments. The District places no limit on the amount the District may invest in any one investment instrument. All the District's deposits and investments are covered by FDIC Insurance or collateral consisting of U.S. Government securities or U.S. Government insurance programs.

The District categorizes its fair 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; and Level 3 inputs are significant unobservable inputs. As of June 30, 2016, all of the District's investments were Level 1 inputs.

B. Loans Receivable

The Board of Education has authorized the purchase and financing of personal computer equipment by District employees. At June 30, 2016, the balance receivable from employees for such purchases was \$3,452.

C. Capital Assets

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

	Balance July 1, 2015	Increases	Decreases	Balance June 30, 2016
Capital Assets Not Being Depreciated:				
Land	\$ 826,414	\$ ---	\$ ---	\$ 826,414
Construction in Progress	202,915	---	202,915	---
Total Capital Assets Not Being Depreciated	\$ 1,029,329	\$ ---	\$ 202,915	\$ 826,414
Capital Assets Being Depreciated:				
Buildings	\$ 33,333,311	\$ 281,598	\$ ---	\$ 33,614,909
Improvements Other Than Buildings	593,852	96,978	---	690,830
Equipment	4,542,860	111,454	---	4,654,314
Vehicles	64,946	46,435	---	111,381
Total Capital Assets Being Depreciated	\$ 38,534,969	\$ 536,465	\$ ---	\$ 39,071,434
Less: Accumulated Depreciation For:				
Buildings	\$ 9,201,344	\$ 672,298	\$ ---	\$ 9,873,642
Improvements Other Than Buildings	354,143	34,542	---	388,685
Equipment	4,063,355	93,086	---	4,156,441
Vehicles	47,946	5,569	---	53,515
Total Accumulated Depreciation	\$ 13,666,788	\$ 805,495	\$ ---	\$ 14,472,283
Net Capital Assets Being Depreciated	\$ 24,868,181	\$ (269,030)	\$ ---	\$ 24,599,151
Net Governmental Activities Capital Assets	\$ 25,897,510	\$ (269,030)	\$ 202,915	\$ 25,425,565

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (continued)

C. Capital Assets (continued)

Depreciation is included on the Statement of Activities as a charge to income of \$805,495 allocable to the following functions:

Regular Programs	\$ 26,121
Interscholastic Programs	4,750
Instructional Staff	148,020
General Administration	31,662
Operations and Maintenance	557,613
Transportation	6,333
Food Services	23,747
Central Services	<u>7,249</u>
	<u>\$ 805,495</u>

D. Long-term Debt

Millburn's long-term debt consisted of bonded debt during the 2016 fiscal year. A description of that debt follows:

1. The District issued General Obligation School Bonds on May 1, 1999, for \$9,326,744. The issue was to finance the costs of school building additions and to pay costs of issuing the bonds. The issue provided for the serial retirement of principal on December 1 of each year beginning December 1, 2006 through December 1, 2016, with interest rates varying from 4.40% to 5.30%, payable on July 1 and December 1 beginning with July 1, 1999.

On October 15, 2009, the District advance refunded a portion (\$1,840,000) of this issue and issued \$1,825,000 of Series 2009 Bonds to save on future principal and interest payments.

2. On May 1, 2004, Millburn School issued \$15,984,547 in building bonds. Included in this issue were \$6,075,000 in current interest bonds which mature on January 1, 2007 through 2010 and 2019 and 2020. These current interest bonds bear interest ranging from 3.25% to 5% per annum, payable semi-annually on July 1 and January 1. The balance of the bonds issued are capital appreciation bonds totaling \$9,909,546.75 which begin maturing on January 1, 2017 and annually thereafter until fully paid, except there is no maturity due on January 1, 2020 when the final payment is made on the current interest bonds. The capital appreciation bonds accrete at interest rates ranging from 5.11% to 6.9%, depending on maturity.

On May 1, 2012, the District advance refunded the current interest bonds issued on May 1, 2004 (\$5,620,000) of this issue and issued \$5,775,000 in 2012 bonds to save on future principal and interest payments. See the Advance Refunding section below for further information.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (continued)

D. Long-term Debt (continued)

At June 30, 2016, the annual debt service requirements to service bonded debt were:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 1,429,127	\$ 1,536,873	\$ 2,966,000
2018	1,486,454	1,719,546	3,206,000
2019	2,606,562	889,438	3,496,000
2020	3,630,000	145,200	3,775,200
2021	1,694,306	2,415,694	4,110,000
2022	1,711,576	2,728,424	4,440,000
2023	1,716,466	3,078,534	4,795,000
2024	<u>1,369,202</u>	<u>3,805,798</u>	<u>5,175,000</u>
	\$ <u>15,643,693</u>	\$ <u>16,319,507</u>	\$ <u>31,963,200</u>

Advance Refunding

On May 2, 2012, the District issued \$5,775,000 in general obligation bonds to advance refund \$5,620,000 of the current interest bond issue dated May 1, 2004. The new bonds bear interest at the rate of 2% on \$125,000 maturing within one year and a 4% on the remainder. The refunded bonds bear interest at the rate of 5% and mature \$1,995,000 on January 1, 2019 and \$3,625,000 on January 1, 2020. The general obligation refunding bonds were issued at par plus a premium of \$490,762 and, after paying issuance costs of \$103,537, the net proceeds were \$6,162,225. After retaining \$4,649 in its debt service fund, \$6,157,576 was used to purchase U.S. government securities which were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the refunded bonds mature. The advance refunding met the requirements of an in-substance debt defeasance and the refunded bonds were removed from Millburn's district-wide financial statements.

As a result of the advance refunding, the District reduced its total debt service requirements by \$339,717 which resulted in an economic gain of \$311,717.

Prior Year's Debt Defeasance

In prior years, Millburn has defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until it matures. For financial reporting purposes, the debt has been considered defeased, and therefore removed as a liability from the Millburn's district-wide financial statements. As of June 30, 2016, the amount of prior year defeased debt outstanding amounted to \$235,000.

For the year ended June 30, 2016, changes in long-term debt are summarized as follows:

<u>Type of Debt</u>	<u>Balance July 1, 2015</u>	<u>Additions</u>	<u>Payments and Defeasements</u>	<u>Balance June 30, 2016</u>	<u>Due in One Year</u>
General Obligation Bonds:					
Dated:					
05-01-99	\$ 1,160,027	\$ ---	\$ 1,075,882	\$ 84,145	\$ 84,145
05-01-04	9,909,547	---	---	9,909,547	1,344,981
05-01-12	<u>5,650,000</u>	---	---	<u>5,650,000</u>	---
	\$ <u>16,719,574</u>	\$ <u>---</u>	\$ <u>1,075,882</u>	\$ <u>15,643,692</u>	\$ <u>1,429,126</u>

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (continued)

D. Long-term Debt (continued)

For the year ended June 30, 2016, changes in long-term debt are summarized as follows:

<u>Type of Debt</u>		<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance</u> <u>June 30, 2016</u>	<u>Due In</u> <u>One Year</u>
Accreted and Accrued Interest:						
Accreted Interest						
Bonds Dated	05-01-99	\$ 3,064,402	\$ 582,345	\$ 1,319,118	\$ 2,327,629	\$ ---
Bonds Dated	05-01-04	8,373,027	1,040,727	---	9,413,754	1,087,316
Accrued Interest						
Bonds Dated	05-01-12	---	<u>226,000</u>	<u>226,000</u>	---	<u>226,000</u>
Totals		\$ <u>11,437,429</u>	\$ <u>1,849,072</u>	\$ <u>1,545,118</u>	\$ <u>11,741,383</u>	\$ <u>1,313,316</u>

The Education Fund is used to liquidate long-term liabilities that are not paid from the Debt Service Fund.

E. Operating Lease Agreement

On April 19, 2015, the District entered into a four-year operating lease for 20 school buses with Santander Leasing, LLC. The lease calls for annual installments of \$165,000 beginning on July 20, 2015. The District will not use the buses for the full length of the lease.

At June 30, 2016, the annual payment requirements to pay the lease were:

Year Ending June 30

2017	\$ 165,020
2018	165,020
2019	<u>165,020</u>
	\$ <u>495,060</u>

NOTE 3 - OTHER INFORMATION

A. Risk Management

Millburn is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District is a member of a public entity risk pool, described below, that provides property and liability coverage and purchases commercial insurance for other risks. Claims settlements have not exceeded coverages for any of the three preceding years and there has been no significant reduction in coverage since last year.

**Health Care Benefits**

Millburn provides health care benefits to its employees through Cooperative 90's, a cooperative organization which includes a number of other governmental units among its members. The organization employs a third-party administrator which provides claims payment and management services. The District's liability for individual claims is limited and cumulative losses are covered by stop-loss insurance. Millburn can be liable for additional contributions to Cooperative 90's should funds be insufficient to cover the cooperative's obligations. However, none have been required in previous years.



## NOTES TO FINANCIAL STATEMENTS (continued)

### NOTE 3 - OTHER INFORMATION (continued)

#### A. Risk Management (continued)

##### Public Entity Risk Pool

The District is a member of the Collective Liability Insurance Cooperative (CLIC) which insures all of Millburn's property, general liability, automobile, employee dishonesty, pollution, and workers' compensation claims up to specified limits. CLIC is a separate entity, with more than 150 Illinois school district members, which sets rates and purchases commercial excess and stop-loss coverage. The District pays annual premiums to CLIC for coverage. Supplementary payments may also be required upon determination by CLIC's Board of Directors that the annual premiums are insufficient to fund the operations of the pool. Supplemental payments of \$10,754 were made in the year ending June 30, 2016.

#### B. Joint Agreements

The District participates with other Illinois school districts in certain cooperative educational organizations, known as joint agreements. These joint agreements are owned by the participants and are operated for the specific purposes stated in the joint agreement document, e.g., Special Education, Vocational Education, Insurance Pool, etc. This District has, in accordance with the generally accepted practice of other Illinois school districts, charged the cost of its investment to current expenditures in the year paid. The investment is not capitalized and it is unclear whether the District would receive any return on its investment should it choose to withdraw from any of the joint agreements. Complete separate financial statements for any organization in which the District participates may be obtained directly from the organization by contacting the administrative District.

### NOTE 4 - RETIREMENT FUND COMMITMENTS

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

##### ➤ General Information About the Pension Plan

##### 1. Plan Description

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

TRS issues a publicly available financial report that can be obtained at <http://trs.illinois.gov/pubs/cafr>; by writing to TRS at 2815 West Washington Street, P.O. Box 19253, Springfield, IL 62794; or by calling (888) 877-0890, option 2.

##### 2. Benefits Provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with 5 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 ten 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% of final average salary up to a maximum of 75% with 34 years of service. Disability and death benefits are also provided.

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois (continued)

➤ General Information About the Pension Plan (continued)

2. Benefits Provided (continued)

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% 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 3% of the original benefit or one half 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.

3. 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% of the total actuarial liabilities of the System by the end of the 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% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

- On-Behalf Contributions to TRS - The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2016, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$3,413,010 in pension contributions from the State of Illinois.
- 2.2 Formula Contributions - Employers contribute .58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ending June 30, 2016 were \$40,429, and are deferred because they were paid after the June 30, 2015 measurement date.
- Federal and Trust Fund Contributions - When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that has been in effect since the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS. Public Act 98-0674 now requires the two rates to be the same.

For the year ended June 30, 2016, the District pension contribution was 36.06% of salaries paid from federal and special trust funds. For the year ended June 30, 2016, no salaries were paid from federal and special trust funds that required District contributions. These contributions are deferred because they were paid after the June 30, 2015 measurement date.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois (continued)

➤ General Information About the Pension Plan (continued)

3. Contributions (continued)

- Employer Retirement Cost Contributions - Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the current program is 146.5% and applies when the member is age 55 at retirement. For the year ended June 30, 2016, the District paid nothing to TRS for employer ERO contributions.

The employer is also required to make a one-time contribution to TRS for members granted salary increases over 6% if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2016, the District paid nothing to TRS for employer contributions due on salary increases in excess of 6% and nothing for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2016, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

State's Proportionate Share of the Net Pension Liability	\$ 40,748,081
District's Proportionate Share of the Net Pension Liability	<u>682,398</u>
Total Net Pension Liability	\$ <u>41,430,479</u>

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013 and rolled forward to June 30, 2015. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2015, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2015, the District's proportion was .0010416682%.

The net pension liability as of the beginning of this first measurement period under GASB Statement No. 68 was measured as of June 30, 2013, and the total pension liability was based on the June 30, 2013 actuarial valuation without any roll-up. The District's proportion of the net pension liability as of June 30, 2013 was based on the District's share of contributions to TRS for the measurement year ended June 30, 2013, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2013, the District's proportion was .0012567200%.

For the year ended June 30, 2016, the District recognized pension expense of \$3,413,010 and revenue of \$3,413,010 for support provided by the State. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. 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)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Outflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 254	\$ (748)	\$ (494)
Net Difference Between Projected and Actual Earnings on Pension Investments	13,514	(23,895)	(10,381)
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	---	(88,700)	(88,700)
Employer Contributions Subsequent to the Measurement Date	<u>40,429</u>	<u>---</u>	<u>40,429</u>
	<u>\$ 54,197</u>	<u>\$ (113,343)</u>	<u>\$ (59,146)</u>

\$40,629 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2016. 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 Ending June 30</u>	
2016	\$ 28,982
2017	28,982
2018	28,982
2019	28,982
2020	<u>3,192</u>
	<u>\$ 119,120</u>

1. Actuarial Assumptions

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

Inflation	3.00%
Salary Increases	5.75% average including inflation
Investment Rate of Return	7.5%, net of pension plan investment expenses, including inflation

Mortality rates were based on the RP-2000 White Collar Table with projections using scale AA that vary by member group.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. 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)

1. Actuarial Assumptions (continued)

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Large Cap	18.0%	7.53%
Global Equity Excluding U.S.	18.0%	7.88%
Aggregate Bonds	16.0%	1.57%
U.S. TIPS	2.0%	2.82%
NCREIF	11.0%	5.11%
Opportunistic Real Estate	4.0%	9.09%
ARS	8.0%	2.57%
Risk Parity	8.0%	4.87%
Diversified Inflation Strategy	1.0%	3.26%
Private Equity	<u>14.0%</u>	12.33%
Total	<u>100.0%</u>	

2. Discount Rate

At June 30, 2015, the discount rate used to measure the total pension liability was a blended rate of 7.47%, which was a change from the June 30, 2014 rate of 7.5%. 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 was 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. Therefore, the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

A. 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)

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.47%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.47%) or 1-percentage-point higher (8.47%) than the current rate.

	1% Increase <u>6.47%</u>	Current Discount Rate <u>7.47%</u>	1% Increase <u>8.47%</u>
Employer's Proportionate Share of the Net Pension Liability	\$ 843,276	\$ 682,398	\$ 550,473

4. TRS Fiduciary Net Position

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

B. Illinois Municipal Retirement Fund

➤ Plan Description

Millburn's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. 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 may be obtained online at [www.imrf.org](http://www.imrf.org).

➤ Benefits Provided

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

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011 are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings in 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.

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

➤ Benefits Provided (continued)

Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with 10 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under 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
- ½ of the increase in the Consumer Price Index of the original pension amount.

➤ Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. At December 31, 2015, the measurement date, the District's membership consisted of:

Retirees and Beneficiaries	27
Inactive, Non-Retired Members	102
Active Members	<u>91</u>
Total	<u>220</u>

➤ Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2015 was 11.67%. For the fiscal year ended June 30, 2016, the District contributed \$258,313 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 components of the net pension liability of the IMRF as of December 31, 2015, calculated in accordance with GASB Statement No. 68, were as follows:

Total Pension Liability	\$ 6,223,032
IMRF Fiduciary Net Pension	<u>4,604,732</u>
District's Net Pension Liability	\$ <u>1,618,300</u>
IMRF Fiduciary Net Pension as a Percentage of the Total Pension Liability	73.99%

See the Schedule of Changes in Employer's Net Pension Liability and Related Ratios in the Supplemental Financial Information following the notes to the financial statements for additional information related to the funded status of the Plan.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

➤ Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2015 using the following actuarial methods and assumptions:

Assumptions	
Inflation	3.50%
Price Inflation	2.75%
Salary Increases	3.75% - 14.50% including inflation
Interest Rate	7.46%

Asset Valuation Method	Market value of assets
Projected Retirement Age	Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.

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

➤ 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Projected Return</u>
Equities	38.0%	7.39%
International Equities	17.0%	7.59%
Fixed Income	27.0%	3.00%
Real Estate	8.0%	6.00%
Alternatives	9.0%	
Private Equity		8.15%
Hedge Funds		5.25%
Commodities		2.75%
Cash	<u>1.0%</u>	2.25%
	<u>100.0%</u>	



NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

➤ Single Discount Rate

The projection of cash flow used to determine this Single Discount Rate assumed that the Plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of this discount rate, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.56%; and resulting single discount rate is 7.46%.

➤ Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate of 7.46% as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.46%) or 1-percentage-point higher (8.46%) than the current rate:

	1% Decrease <u>6.46%</u>	Current Discount Rate <u>7.46%</u>	1% Increase <u>8.46%</u>
Net Pension Liability	\$ 2,540,598	\$ 1,618,300	\$ 869,295

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

For the year ended June 30, 2016, the District recognized pension expense of \$465,460. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Outflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 35,133	\$ ---	\$ 35,133
Assumption Changes	65,246	---	65,246
Net Difference Between Projected and Actual Earnings on Pension Investments	74,588	---	74,588
Employer Contributions Subsequent to the Measurement Date	<u>---</u>	<u>---</u>	<u>---</u>
	\$ <u>174,967</u>	\$ <u>---</u>	\$ <u>174,967</u>

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 - RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

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

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 Ending December 31</u>	<u>Net Deferred Outflows of Resources</u>
2016	\$ 174,967
2017	174,967
2018	118,876
2019	66,671
Thereafter	_____ ---
	\$ <u>535,481</u>

C. Social Security

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "non-participating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The total employer contribution for the year ended June 30, 2016 was \$140,328.

NOTE 5 - TAX ANTICIPATION WARRANTS PAYABLE

The District had been authorized to issue tax anticipation warrants in 2014-15 but did not need to.

NOTE 6 - POST-EMPLOYMENT BENEFIT COMMITMENTS

A. Retiree Paid Insurance

Plan Overview - The District provides retiree healthcare benefits other than pensions to employees who meet certain criteria. The Plan, a single-employer defined benefit plan, provides medical, dental and vision benefits to retirees and their covered eligible dependents. All active employees who retire directly from the District and meet the eligibility criteria may participate. The District pays 100% of retirees health insurance premiums for the first four years following retirement for those who choose to be covered. The cost to the District for the 2015-16 fiscal year was \$25,553. The District also recorded a liability for a future amount at \$25,553.

For those we gave notice by May 1, 2013 and retiring in June 2017, the District will pay up to \$300 per month for the cost of single medical insurance under the TRS Plan. If the retiree is eligible for Medicare, the Board will only pay the cost of the Medicare supplement.

B. THIS Fund

Millburn 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 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.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 6 - POST-EMPLOYMENT BENEFIT COMMITMENTS (continued)

B. THIS Fund (continued)

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, 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 the TRS who are not employees of the State to make a contribution to THIS Fund.

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

- On-Behalf Contributions to THIS Fund - The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 1.07% of pay during the year ended June 30, 2016. State of Illinois contributions were \$74,584 and the District recognized revenue and expenditures of this amount during the year.
- Employer Contributions to THIS Fund - The District also makes contributions to the THIS Fund. The District THIS Fund contribution was .80% during the year ended June 30, 2016. For the year ended June 30, 2016, the District paid \$55,764 to the THIS Fund, which was 100% of the required contribution.

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

NOTE 7 - LEGAL DEBT LIMITATION

The Illinois School Code limits the amount of indebtedness to 6.90%, or in some instances 15.00%, of the most recent available equalized assessed valuation (EAV) of the District. The District's legal debt limitation is as follows:

	<u>At 6.90%</u>	<u>At 15.00%</u>
2015 EAV	\$ 215,699,157	\$ 215,699,157
Rate	<u>6.90%</u>	<u>15.00%</u>
Debt Margin	\$ 14,883,242	\$ 32,354,874
Current Debt	<u>---</u>	<u>15,643,693</u>
Remaining Debt Margin	\$ <u>14,883,242</u>	\$ <u>16,711,181</u>

The Illinois State Board of Education has granted the District a waiver on the 6.90% limitation to permit certain debt to be subject to the 15.00% limitation..

NOTE 8 - SUBSEQUENT EVENTS

After year-end, the District was informed by the State that a portion of its fiscal year 2016 special education expenses needed to be paid from the general state aid funding in order to ensure that the State properly demonstrated maintenance of fiscal effort for IDEA Part B Flow Through. For the year ended June 30, 2016, \$2,103 of the District's special education expenses (in State expense line item 1200) were paid with general state aid.

The District has evaluated subsequent events through September 22, 2016, the date on which the financial statements were available to be issued.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 9 - INTERFUND TRANSFERS

Interfund transfers for the year totaled \$1,591,421. These transfers were from the Transportation Fund to the Operations and Maintenance Fund for \$705,000, and from the Operations and Maintenance Fund to the Capital Projects Fund for \$705,000 to cover new projects. Additionally, the General Fund transferred \$180,000 to the Capital Projects Fund to further assist with new projects. The Debt Service Fund transferred \$1,421 of interest to the Operations and Maintenance Fund.

NOTE 10 - NET POSITION ADJUSTMENT

For June 30, 2015, the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* required a restatement for deferred employer contributions to pension and net pension liability/asset that were expensed in the period incurred under prior standards but are recorded when the obligation is incurred under the new standards. As a result, the deferred employer contributions to pension and net pension liability/asset have been recorded which resulted in a decrease in the beginning net position of \$1,439,400.

NOTE 11 - CHANGE IN ACCOUNTING PRINCIPLE

Effective in the year ended June 30, 2016, the District has implemented GASB Statement No. 72, *Fair Value Measurement and Application*. This Statement further clarifies how the fair value is determined for assets and liabilities. The Statement also required additional disclosures about the fair value of measurement of the investments held by the District (see Note 2).

Effective in the year ended June 30, 2015, the District has implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*.

## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET  
PENSION LIABILITY AND RELATED RATIOS

JUNE 30, 2016\*

<b>Total Pension Liability</b>	
Service Cost	\$ 230,920
Interest	421,385
Difference Between Expected and Actual Experience	106,283
Changes in Assumptions	16,846
Benefit Payments, Including Refunds of Member Contributions	<u>(140,856)</u>
Net Change in Total Pension Liability	\$ 634,578
Total Pension Liability - Beginning	<u>5,588,454</u>
Total Pension Liability - Ending	\$ <u>6,223,032</u>
<b>Plan Fiduciary Net Position</b>	
Contributions - Employer	\$ 248,313
Contributions - Member	102,456
Net Investment Income	22,735
Benefit Payments, Including Refunds of Member Contributions	(140,856)
Other	<u>(70,049)</u>
Net Change in Plan Fiduciary Net Position	\$ 162,599
Plan Fiduciary Net Position - Beginning	<u>4,442,133</u>
Plan Fiduciary Net Position - Ending	\$ <u>4,604,732</u>
District's Net Pension Liability	\$ <u>1,618,300</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.99%
Covered-Employee Payroll	\$ 2,127,786
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	76.06%

\*The information presented is based on the actuarial valuation performed as of the December 31 year-end prior to the fiscal year-end listed above.

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

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF EMPLOYER CONTRIBUTION

JUNE 30, 2016\*

Actuarial Determined Contribution	\$ 248,313
Contributions in Relation to Actuarial Determined Contribution	<u>248,313</u>
Contribution Deficiency/(Excess)	\$ <u>---</u>
Covered-Employee Payroll	\$ 2,127,786
Contributions as a Percentage of Covered-Employee Payroll	11.67%

Notes to Schedule:

*Actuarial Method and Assumptions Used on the Calculation of the 2015 Contribution Rate\**

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.

**Actuarial Cost Method:** Aggregate entry age = normal

**Amortization Method:** Level percentage of payroll, closed

**Remaining Amortization Period:** 28-year closed period

**Asset Valuation Method:** 5-year smoothed market; 20% corridor

**Wage Growth:** 4%

**Price Inflation:** 3%, approximate; no explicit price inflation assumption is used in this valuation.

**Salary Increases:** 4.40% to 16%, including inflation

**Investment Rate of Return:** 7.50%

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

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

\*Based on Valuation Assumptions used in the December 31, 2013 actuarial valuation; note two-year lag between valuation and rate setting.

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

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

SCHEDULE OF EMPLOYER'S PROPORTIONATE  
SHARE OF THE NET PENSION LIABILITY

JUNE 30, 2016\*

Employer's Proportion of the Net Pension Liability	.0010416682%
Employer's Proportionate Share of the Net Pension Liability	\$ 682,398
State's Proportionate Share of the Net Pension Liability Associated With the Employer	<u>40,748,081</u>
Total	\$ <u>41,430,479</u>
Employer's Covered-Employee Payroll	\$ 6,970,454
Employer's Proportionate Share of the Net Pension Liability as a Percentage of Covered-Employee Payroll	9.78%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	(9.67)%

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

Changes of Assumptions: Amounts reported in 2015 reflect an investment rate of return of 7.5%, an inflation rate of 3.0% and real return of 4.5%, and a salary increase assumption of 5.75%. In 2014, assumptions used were an investment rate of return of 7.5%, an inflation rate of 3.0% and a real return of 4.5%, and salary increases of 5.75%. However, the total pension liability at the beginning and end of the year was calculated using the same assumptions, so the difference due to actuarial assumptions was not calculated or allocated.

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

MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

SCHEDULE OF EMPLOYER'S PROPORTIONATE  
SHARE OF THE NET PENSION LIABILITY

JUNE 30, 2016\*

Contractually-Required Contribution	\$ 40,429
Contributions in Relation to the Contractually-Required Contribution	<u>40,341</u>
Contribution Deficiency/(Excess)	\$ <u><u>87</u></u>
Employer's Covered-Employee Payroll	\$ 6,970,454
Contributions as a Percentage of Covered-Employee Payroll	.58%

\*The information presented is based on the actuarial valuation performed as of the prior June 30 year-end.



## MILLBURN COMMUNITY CONSOLIDATED SCHOOL DISTRICT NO. 24

## STUDENT ACTIVITY FUNDS

## SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES

FOR THE YEAR ENDED JUNE 30, 2016

	Balance <u>July 1, 2015</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance <u>June 30, 2016</u>
<b>Millburn Central</b>				
Band	\$ 945	\$ 1,568	\$ 1,751	\$ 762
Athletics	1,497	1,406	1,212	1,691
Field Trips	3,286	96,530	92,099	7,717
Grants	100	---	96	4
Middle School	4,975	20,491	15,975	9,491
Principal	800	1,816	2,152	464
Student Council	751	964	1,048	667
Student Council Emergency	---	50	---	50
Sunshine	431	180	---	611
Yearbook	6,669	1,213	131	7,751
Art - Elementary School	4,145	1,517	599	5,063
Art - Middle School	100	100	129	71
Drama Club	83	---	---	83
Middle School Yearbook	3,175	6,710	3,570	6,315
Millburn Garden	2,998	8,742	3,623	8,117
N.E.I.A.S.B.O.	24,004	2	24,006	---
Other Fundraiser	344	2,948	2,944	348
PBIS	354	995	309	1,040
PBIS - Middle School	322	---	297	25
Principal - Middle School	36	2,979	3,012	3
Scholastic Bowl	5	662	662	5
Sunshine - Middle School	911	329	175	1,065
Wrestling Fund	518	---	337	181
Early Childhood	205	861	910	156
Millburn Flower Project	178	---	---	178
Cheerleading	1,732	---	1,590	142
24-Hour Challenge	210	9,123	6,337	2,996
	\$ <u>58,774</u>	\$ <u>159,186</u>	\$ <u>162,964</u>	\$ <u>54,996</u>
<b>Millburn PTO</b>	\$ <u>55,496</u>	\$ <u>96,371</u>	\$ <u>97,301</u>	\$ <u>54,566</u>
<b>Totals</b>	\$ <u>114,270</u>	\$ <u>255,557</u>	\$ <u>260,265</u>	\$ <u>109,562</u>

	A	B	C	D	E	F	G	H	I	J	K	L	M
<b>FINANCIAL PROFILE INFORMATION</b>													
<i>Required to be completed for School Districts only.</i>													
<b>A. Tax Rates</b> (Enter the tax rate - ex: .0150 for \$1.50)	Tax Year 2015 Equalized Assessed Valuation (EAV): 215,699,157												
	Rate(s): Educational 0.034307 + Maintenance 0.005500 + Transportation 0.013972 = Combined Total 0.053780 Working Cash 0.000400												
<b>B. Results of Operations *</b>	Receipts/Revenues 15,241,416 Disbursements/Expenditures 14,299,065 Excess/(Deficiency) 942,351 Fund Balance (1,644,217)												
* The numbers shown are the sum of entries on Pages 7 & 8, lines 8, 17, 20, and B1 for the Educational, Operations & Maintenance, Transportation and Working Cash Funds.													
<b>C. Short-Term Debt **</b>	CPRT Notes 0 + TAWs 0 + TANs 0 + TO/EMP. Orders 0 + GSA Certificates 0 + Total 0 = Other 0												
** The numbers shown are the sum of entries on page 25.													
<b>D. Long-Term Debt</b>	Check the applicable box for long-term debt allowance by type of district: <input checked="" type="checkbox"/> a. 6.9% for elementary and high school districts. 14,883,242 <input type="checkbox"/> b. 13.8% for unit districts.												
	Long-Term Debt Outstanding: c. Long-Term Debt (Principal only) 511 15,643,692 Outstanding:												
<b>E. Material Impact on Financial Position</b>	If applicable, check any of the following items that may have a material impact on the entity's financial position during future reporting periods. Attach sheets as needed explaining each item checked.												
	<input type="checkbox"/> Pending Litigation <input type="checkbox"/> Material Decrease in EAV <input type="checkbox"/> Material Increase/Decrease in Enrollment <input type="checkbox"/> Adverse Arbitration Ruling <input type="checkbox"/> Passage of Referendum <input type="checkbox"/> Taxes Filled Under Protest <input type="checkbox"/> Decisions By Local Board of Review or Illinois Property Tax Appeal Board (PTAB) <input type="checkbox"/> Other Ongoing Concerns (Describe & Itemize)												
<i>Comments:</i>													

**ESTIMATED FINANCIAL PROFILE SUMMARY**  
(Go to the following website for reference to the Financial Profile)  
[www.isbe.net/sfms/p/profile.htm](http://www.isbe.net/sfms/p/profile.htm)

**District Name:** Millburn CC School District No. 24  
**District Code:** 34-049-0240-04  
**County Name:** Lake

	A	B	C	D	E	F	G	H	I	K	L	M	N	O	Q	R
1																
2																
3																
4																
5																
6																
7																
8																
9																
10																
11																
12																
13																
14																
15																
16																
17																
18																
19																
20																
21																
22																
23																
24																
25																
26																
27																
28																
29																
30																
31																
32																
33																
34																
35																
36																
37																
38																
39																
40																
41																
42																

**1. Fund Balance to Revenue Ratio:**  
 Total Sum of Fund Balance (P8, Cells C81, D81, F81 & I81) Funds 10, 20, 40, 70 + (50 & 80 if negative) **Total** (1,644,217.00) **Ratio** (0.108) **Score** 1  
 Total Sum of Direct Revenues (P7, Cell C8, D8, F8 & I8) Funds 10, 20, 40, & 70, Minus Funds 10 & 20 **Total** 15,241,416.00 **Weight** 0.35  
 Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74) 0.00

**2. Expenditures to Revenue Ratio:**  
 Total Sum of Direct Expenditures (P7, Cell C17, D17, F17, I17) Funds 10, 20 & 40 **Total** 14,299,065.00 **Ratio** 0.938 **Score** 4  
 Total Sum of Direct Revenues (P7, Cell C8, D8, F8, & I8) Funds 10, 20, 40 & 70, Minus Funds 10 & 20 **Total** 15,241,416.00 **Adjustment** 0  
 Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74) 0.00 **Weight** 0.35  
 (Excluding C:D57, C:D61, C:D65, C:D69 and C:D73) **Value** 1.40  
 Possible Adjustment:

**3. Days Cash on Hand:**  
 Total Sum of Cash & Investments (P5, Cell C4, D4, F4, I4 & C5, D5, F5 & I5) Funds 10, 20, 40 & 70 **Total** 4,328,013.00 **Days** 108.96 **Score** 3  
 Total Sum of Direct Expenditures (P7, Cell C17, D17, F17 & I17) Funds 10, 20, 40 divided by 360 **Total** 39,719.63 **Weight** 0.30

**4. Percent of Short-Term Borrowing Maximum Remaining:**  
 Tax Anticipation Warrants Borrowed (P25, Cell F6-7 & F11) Funds 10, 20 & 40 **Total** 0.00 **Percent** 100.00 **Score** 4  
 EAV x 85% x Combined Tax Rates (P3, Cell J7 and J10) (.85 x EAV) x Sum of Combined Tax Rates **Total** 9,860,255.56 **Weight** 0.40

**5. Percent of Long-Term Debt Margin Remaining:**  
 Long-Term Debt Outstanding (P3, Cell H37) **Total** 15,643,692.00 **Percent** (5.10) **Score** 1  
 Total Long-Term Debt Allowed (P3, Cell H31) **Total** 14,893,241.83 **Weight** 0.10

**Total Profile Score: 2.55 \***

**Estimated 2017 Financial Profile Designation: WATCH**

\* Total Profile Score may change based on data provided on the Financial Profile Information, page 3 and by the timing of mandated categorical payments. Final score will be calculated by ISBE.

BASIC FINANCIAL STATEMENTS  
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS  
STATEMENT OF POSITION AS OF JUNE 30, 2016

A	B	ASSETS (Enter Whole Dollars)										
		C	D	E	F	G	H	I	J	K		
	Acct. #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety		
1		(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)		
2												
3												
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20												
21												
22												
23												
24												
25												
26												
27												
28												
29												
30												
31												
32												
33												
34												
35												
36												
37												
38												
39												
40												
41												

BASIC FINANCIAL STATEMENTS  
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS  
STATEMENT OF POSITION AS OF JUNE 30, 2016

A	B	L	M		N
			Account Groups	General Long-Term Debt	
ASSETS (Enter Whole Dollars)	Acct. #	Agency Fund	General Fixed Assets		
1					
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					

**BASIC FINANCIAL STATEMENT  
STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER  
SOURCES (USES) AND CHANGES IN FUND BALANCE  
ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2016**

A	B	C		D		E		F		G		H		I		J		K	
		(10)	(11)	(20)	(21)	(30)	(31)	(40)	(41)	(50)	(51)	(60)	(70)	(80)	(81)	(90)	(91)		
Description (Enter Whole Dollars)	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety									
1																			
2																			
3																			
4																			
5																			
6																			
7																			
8																			
9																			
10																			
11																			
12																			
13																			
14																			
15																			
16																			
17																			
18																			
19																			
20																			
21																			
22																			
23																			
24																			
25																			
26																			
27																			
28																			
29																			
30																			
31																			
32																			
33																			
34																			
35																			
36																			
37																			
38																			
39																			
40																			
41																			
42																			
43																			
44																			
45																			

**BASIC FINANCIAL STATEMENT**  
**STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER**  
**SOURCES (USES) AND CHANGES IN FUND BALANCE**  
**ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2016**

	A	B	C	D	E	F	G	H	I	J	K
	Description (Enter Whole Dollars)	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
2	<b>PERMANENT TRANSFER TO VARIOUS OTHER FUNDS (8100)</b>										
46	Abolishment or Abatement of the Working Cash Fund 12	8110							0		
47	Transfer of Working Cash Fund Interest 12	8120							0		
48	Transfer Among Funds	8130									
49	Transfer of Interest	8140			1,421						
50	Transfer from Capital Project Fund to O&M Fund	8150						0			
51	Transfer of Excess Fire Prevention & Safety Tax & Interest Proceeds to O&M Fund 4	8160									0
52	Transfer of Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund 5	8170									0
53	Taxes Pledged to Pay Principal on Capital Leases	8410									0
54	Grants/Reimbursements Pledged to Pay Principal on Capital Leases	8420									0
55	Other Revenues Pledged to Pay Principal on Capital Leases	8430									0
56	Fund Balance Transfers Pledged to Pay Principal on Capital Leases	8440									0
57	Taxes Pledged to Pay Interest on Capital Leases	8510									0
58	Grants/Reimbursements Pledged to Pay Interest on Capital Leases	8520									0
59	Other Revenues Pledged to Pay Interest on Capital Leases	8530									0
60	Fund Balance Transfers Pledged to Pay Interest on Capital Leases	8540									0
61	Taxes Pledged to Pay Principal on Revenue Bonds	8610									0
62	Grants/Reimbursements Pledged to Pay Principal on Revenue Bonds	8620									0
63	Other Revenues Pledged to Pay Principal on Revenue Bonds	8630									0
64	Fund Balance Transfers Pledged to Pay Principal on Revenue Bonds	8640									0
65	Taxes Pledged to Pay Interest on Revenue Bonds	8710									0
66	Grants/Reimbursements Pledged to Pay Interest on Revenue Bonds	8720									0
67	Other Revenues Pledged to Pay Interest on Revenue Bonds	8730									0
68	Fund Balance Transfers Pledged to Pay Interest on Revenue Bonds	8740									0
69	Taxes Transferred to Pay for Capital Projects	8810									0
70	Grants/Reimbursements Pledged to Pay for Capital Projects	8820									0
71	Other Revenues Pledged to Pay for Capital Projects	8830									0
72	Fund Balance Transfers Pledged to Pay for Capital Projects	8840									0
73	Transfer to Debt Service Fund to Pay Principal on ISBE Loans	8910									0
74	Other Uses Not Classified Elsewhere	8990									0
75	Total Other Uses of Funds		180,000	705,000	1,421	705,000	0	0	0	0	0
76	Total Other Sources/Uses of Funds		180,000	705,000	1,421	705,000	0	885,000	0	0	0
77	Excess of Receipts/Revenues and Other Sources of Funds (Over/Under) Expenditures/Disbursements and Other Uses of Funds		(180,000)	1,421	(1,421)	(705,000)	0	0	0	0	0
78	Fund Balances - July 1, 2015		617,713	(62,380)	21,014	(599,289)	80,139	619,551	102,728	37,415	0
79	Other Changes in Fund Balances - Increases (Decreases)		(2,303,691)	(362,216)	278,802	807,689	77,919	459,388	155,229	159,756	0
80	Fund Balances - June 30, 2016		(1,685,978)	(424,596)	299,816	208,400	158,058	1,078,939	257,957	197,171	0
81											0

STATEMENT OF REVENUES RECEIVED/REVENUES  
FOR THE YEAR ENDING JUNE 30, 2016

	A	B	C	D	E	F	G	H	I	J	K
Description (Enter Whole Dollars)	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety	
<b>RECEIPTS/REVENUES FROM LOCAL SOURCES (1000)</b>											
AD VALOREM TAXES LEVIED BY LOCAL EDUCATION AGENCY	1100										
Designated Purposes Levies (1110-1120) <sup>7</sup>		7,135,096	1,121,342	2,643,163	540,975	309,879		102,418	174,635		
Leasing Purposes Levy <sup>8</sup>	1130										
Special Education Purposes Levy	1140	815,402				14,444					
FICA/Medicare Only Purposes Levies	1150					273,114					
Area Vocational Construction Purposes Levy	1160										
Summer School Purposes Levy	1170										
Other Tax Levies (Describe & Itemize)	1190										
<b>Total Ad Valorem Taxes Levied By District</b>		<b>7,950,498</b>	<b>1,121,342</b>	<b>2,643,163</b>	<b>540,975</b>	<b>597,437</b>	<b>0</b>	<b>102,418</b>	<b>174,635</b>	<b>0</b>	
<b>PAYMENTS IN LIEU OF TAXES</b>											
Mobile Home Privilege Tax	1210										
Payments from Local Housing Authorities	1220										
Corporate Personal Property Replacement Taxes <sup>9</sup>	1230					18,790					
Other Payments in Lieu of Taxes (Describe & Itemize)	1290										
<b>Total Payments in Lieu of Taxes</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>18,790</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>TUITION</b>											
Regular - Tuition from Pupils or Parents (In State)	1300	233,540									
Regular - Tuition from Other Districts (In State)	1311										
Regular - Tuition from Other Sources (In State)	1312										
Regular - Tuition from Other Sources (Out of State)	1313										
Summer Sch - Tuition from Pupils or Parents (In State)	1314										
Summer Sch - Tuition from Other Districts (In State)	1321										
Summer Sch - Tuition from Other Sources (In State)	1322										
Summer Sch - Tuition from Other Sources (Out of State)	1323										
CTE - Tuition from Pupils or Parents (In State)	1324										
CTE - Tuition from Other Districts (In State)	1331										
CTE - Tuition from Other Sources (In State)	1332										
CTE - Tuition from Other Sources (Out of State)	1333										
Special Ed - Tuition from Pupils or Parents (In State)	1334										
Special Ed - Tuition from Other Districts (In State)	1341										
Special Ed - Tuition from Other Sources (In State)	1342	188,240									
Special Ed - Tuition from Other Sources (Out of State)	1343										
Adult - Tuition from Pupils or Parents (In State)	1344										
Adult - Tuition from Other Districts (In State)	1351										
Adult - Tuition from Other Sources (In State)	1352										
Adult - Tuition from Other Sources (Out of State)	1353										
<b>Total Tuition</b>	1354	<b>421,780</b>									
<b>TRANSPORTATION FEES</b>											
Regular - Transp Fees from Pupils or Parents (In State)	1400										
Regular - Transp Fees from Other Districts (In State)	1411										
Regular - Transp Fees from Other Sources (In State)	1412										
Regular - Transp Fees from Co-curricular Activities (In State)	1413										
Regular - Transp Fees from Other Sources (Out of State)	1415										
Summer Sch - Transp Fees from Pupils or Parents (In State)	1416										
Summer Sch - Transp Fees from Other Districts (In State)	1421										
Summer Sch - Transp Fees from Other Sources (In State)	1422										
Summer Sch - Transp Fees from Other Sources (Out of State)	1423										
CTE - Transp Fees from Pupils or Parents (In State)	1424										
CTE - Transp Fees from Other Sources (In State)	1431										
<b>Total Transportation Fees</b>											
<b>Total</b>											



STATEMENT OF REVENUES RECEIVED/REVENUES  
FOR THE YEAR ENDING JUNE 30, 2016

	A	B	C	D	E	F	G	H	I	J	K
	Description (Enter Whole Dollars)	Acct #	Educational (10)	Operations & Maintenance (20)	Debt Services (30)	Transportation (40)	Municipal Retirement/ Social Security (50)	Capital Projects (60)	Working Cash (70)	Tort (80)	Fire Prevention & Safety (90)
1											
2	CTE - Transp Fees from Other Districts (In State)	1432									
52	CTE - Transp Fees from Other Sources (In State)	1433									
53	CTE - Transp Fees from Other Sources (Out of State)	1434									
54	Special Ed - Transp Fees from Pupils or Parents (In State)	1441									
55	Special Ed - Transp Fees from Other Districts (In State)	1442									
56	Special Ed - Transp Fees from Other Sources (In State)	1443									
57	Special Ed - Transp Fees from Other Sources (Out of State)	1444									
58	Adult - Transp Fees from Pupils or Parents (In State)	1451									
59	Adult - Transp Fees from Other Districts (In State)	1452									
60	Adult - Transp Fees from Other Sources (In State)	1453									
61	Adult - Transp Fees from Other Sources (Out of State)	1454									
62	Total Transportation Fees					21,984					
63	EARNINGS ON INVESTMENTS	1500									
64	Interest on Investments	1510	2,975		1,424	1,273	510	474	310	252	
65	Gain or Loss on Sale of Investments	1520									
66	Total Earnings on Investments		2,975		1,424	1,273	510	474	310	252	
67	FOOD SERVICE	1600									
68	Sales to Pupils - Lunch	1611	156,481								
69	Sales to Pupils - Breakfast	1612									
70	Sales to Pupils - A la Carte	1613	4,608								
71	Sales to Pupils - Other (Describe & Itemize)	1614	4,919								
72	Sales to Adults	1620									
73	Other Food Service (Describe & Itemize)	1690	166,008								
74	Total Food Service		166,008								
75	DISTRICT/SCHOOL ACTIVITY INCOME	1700									
76	Admissions - Athletic	1711									
77	Admissions - Other (Describe & Itemize)	1719									
78	Fees	1720	82,993								
79	Book Store Sales	1730	2,858								
80	Other District/School Activity Revenue (Describe & Itemize)	1790	46,686								
81	Total District/School Activity Income		132,537								
82	TEXTBOOK INCOME	1800									
83	Rentals - Regular Textbooks	1811									
84	Rentals - Summer School Textbooks	1812									
85	Rentals - Adult/Continuing Education Textbooks	1813									
86	Rentals - Other (Describe & Itemize)	1819									
87	Sales - Regular Textbooks	1821	458								
88	Sales - Summer School Textbooks	1822									
89	Sales - Adult/Continuing Education Textbooks	1823									
90	Sales - Other (Describe & Itemize)	1829									
91	Other (Describe & Itemize)	1890	458								
92	Total Textbook Income		458								
93	OTHER REVENUE FROM LOCAL SOURCES	1900									
94	Rentals	1910		202,558							
95	Contributions and Donations from Private Sources	1920	15,435	100							
96	Impact Fees from Municipal or County Governments	1930									
97	Services Provided Other Districts	1940									
98	Refund of Prior Years' Expenditures	1950									
99	Payments of Surplus Moneys from TIF Districts	1960									
100	Drivers' Education Fees	1970									

Due to ROE on October 15th  
 Due to ISBE on November 15th  
 SD/JA15

School District  
 Joint Agreement

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

**Illinois School District/Joint Agreement  
 Annual Financial Report \***  
 June 30, 2015

**School District/Joint Agreement Information**

(See instructions on inside of this page.)

School District/Joint Agreement Number:  
**34-049-0240-04**

County Name:  
**Lake**

Name of School District/Joint Agreement:  
**Millburn CC School District No. 24**

Address:  
**18550 Millburn Road**

City:  
**Wadsworth**

Email Address:  
[sljohns@millburn24.net](mailto:sljohns@millburn24.net)

Zip Code:  
**60083**

**Annual Financial Report**

Type of Auditor's Report Issued:

Qualified  Unqualified   
 Adverse   
 Disclaimer

Reviewed by District Superintendent/Administrator

District Superintendent/Administrator Name (Type or Print):  
**Jason Lind**

Email Address:  
[jlind@millburn24.net](mailto:jlind@millburn24.net)

Telephone:  
**847-356-8331**

Fax Number:  
**847-356-0722**

Signature & Date:

**Accounting Basis:**

CASH  
 ACCRUAL

**Filing Status:**

Submit electronic AFR directly to ISBE

Click on the Link to Submit:  
[Send ISBE a File](#)

0

**A-133 Single Audit Status:**

YES  NO Are Federal expenditures greater than \$500,000?  
 YES  NO Is all A-133 Single Audit Information completed and attached?  
 YES  NO Were any financial statement or federal awards findings issued?

Reviewed by Township Treasurer (Cook County only)

Township Treasurer Name (type or print)  
 Name of Township:

Email Address:

Telephone:

Signature & Date:

Fax Number:

**Certified Public Accountant Information**

Name of Auditing Firm:  
**Millburn Cain & Co**

Name of Audit Manager:  
**M. David Cain, Sr.**

Address:  
**4237 Grove Ave**

City:  
**Gurnee**

State:  
**IL**

Zip Code:  
**60031**

Phone Number:  
**847-336-6455**

Fax Number:  
**847-336-9594**

IL License Number:  
**060-001071**

Expiration Date:  
**1/1/2016**

Email Address:  
[dcain@millburncain.biz](mailto:dcain@millburncain.biz)

ISBE Use Only

Reviewed by Regional Superintendent/Cook ISB

Regional Superintendent/Cook ISB Name (Type or Print):

Email Address:

Telephone:

Signature & Date:

Fax Number:

This form is based on 23 Illinois Administrative Code, Subtitle A, Chapter 1, Subchapter C, Part 100.  
 In some instances, use of open account codes (cells) may not be authorized by statute or administrative rule.  
 Each school district or joint agreement is responsible for obtaining the concurring legal opinion and/or other supporting authorization/documentation, as necessary, to use the applicable account code (cell).

\* This form is based on 23 Illinois Administrative Code 100, Subtitle A, Chapter 1, Subchapter C (Part 100).  
 ISBE Form SD50-35/JA50-60 (05/15)

TABLE OF CONTENTS

	TAB Name	AFR Page No.
Auditor's Questionnaire.....	Aud Quest	2
Comments Applicable to the Auditor's Questionnaire.....	Aud Quest	2
Financial Profile Information.....	FP Info	3
Estimated Financial Profile Summary.....	Financial Profile	4
<b>Basic Financial Statements</b>		
Statement of Assets and Liabilities Arising from Cash Transactions/Statement of Position.....	Assets-Liab	5-6
Statement of Revenues Received/Revenues, Expenditures Disbursed/Expenditures, Other Sources (Uses) and Changes in Fund Balances (All Funds).....	Acct Summary	7-8
Statements of Revenues Received/Revenues (All Funds).....	Revenues	9-14
Statements of Expenditures Disbursed/Expenditures Budget to Actual (All Funds).....	Expenditures	15-22
<b>Supplementary Schedules</b>		
Federal Stimulus - American Recovery and Reinvestment Act (ARRA) Schedule.....	ARRA Sched	23
Schedule of Ad Valorem Tax Receipts.....	Tax Sched	24
Schedule of Short-Term Debt/Long-Term Debt.....	Short-Term Long-Term Debt	25
Schedule of Restricted Local Tax Levies and Selected Revenue Sources/ Schedule of Tort Immunity Expenditures.....	Rest Tax Levies-Tort Im	26
<b>Statistical Section</b>		
Schedule of Capital Outlay and Depreciation.....	Cap Outlay Deprec	27
Estimated Operating Expenditures Per Pupil and Per Capita Tuition Charge Computation.....	PCTC-OEPP	28-29
Estimated Indirect Cost Rate for Federal Programs (Section I, Section II).....	ICR Computation	30
Report on Shared Services or Outsourcing.....	Shared Outsourced Serv.	31
Administrative Cost Worksheet.....	AC	32
Itemization Schedule.....	ITEMIZATION	33
Reference Page.....	REF	34
Notes, Opinion Letters, etc.....	Opinion-Notes	35
Deficit Reduction Calculation.....	Deficit AFR Sum Calc	36
Audit Checklist/Balancing Schedule.....	AUDITCHECK	=
<b>A-133 Single Audit Section</b>		
Annual Federal Compliance Report.....	A-133 Cover - CAP	37-46

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

All School Districts/Joint Agreements must complete this form (Note: joint agreement supplementary/statistical schedules may not be applicable)

**Round all amounts to the nearest dollar. Do not enter cents.** (Exception: 9 Month ADA on page 28, line 78)

This form complies with **Part 100 (Requirements for Accounting, Budgeting, Financial Reporting, and Auditing)**.

[23, Illinois Administrative Code 100, Subtitle A, Chapter 1, Subchapter C \(Part 100\)](#)

Any errors left unresolved by the **Audit Checklist/Balancing Schedule** must be explained in the itemization page.

**Submit AFR Electronically**

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

[Attachment Manager Link](#)

**Note: CD/Disk no longer accepted.**

- \* AFR supporting documentation must be embedded as Microsoft Word (.doc), Word Perfect (\*.wpd) or Adobe (\*.pdf) and inserted within tab "Opinions & Notes". These documents include: The Audit, Management letter, Opinion letters, Compliance letters, Financial notes etc.... For embedding instructions see "Opinions & Notes" tab of this form.

**Note: Adobe Acrobat (\*.pdf) files cannot be embedded if you do not have the software. Simply attach files as separate docs in the Attachment Manager and they will be embedded for you.**

**Submit Paper Copy of AFR with Signatures**

- 1) The auditor must send three **paper** copies of the AFR form (cover through page 8 at minimum) to the School District with the auditor signature.  
*Note: School Districts and Regional Superintendents may prefer a complete paper copy in lieu of an electronic file. Please comply with their requests as necessary.*

- 2) Upon receipt, the School District retains one copy for their records, signs, and forwards the remaining two copies to the Regional Superintendent's office no later than October 15, annually.
- 3) Upon receipt, the Regional Superintendent's office retains one copy for their records, signs, and forwards the remaining paper copy to ISBE no later than November 15, annually.

- \* Yellow Book, CPE, and Peer Review requirements must be met if the Auditor issues an opinion stating "Governmental Auditing Standards" were utilized.  
[Single Audit Act A-133](#)

**Qualifications of Auditing Firm**

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

**AUDITOR'S QUESTIONNAIRE**

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

**PART A - FINDINGS**

1. One or more school board members, administrators, certified school business officials, or other qualifying district employees failed to file economic interest statements pursuant to the *Illinois Government Ethics Act. [5 ILCS 420/4A-101]*
2. One or more custodians of funds failed to comply with the bonding requirements pursuant to *Sections 8-2, 10-20.19 or 19-6 of the School Code. [105 ILCS 5/8-2; 10-20.19; 19-6]*
3. One or more contracts were executed or purchases made contrary to the provisions of *Section 10-20.21 of the School Code. [105 ILCS 5/10-20.21]*
4. One or more violations of the Public Funds Deposit Act or the Public Funds Investment Act were noted. *[30 ILCS 225/1 et. seq. and 30 ILCS 235/1 et. seq.]*
5. Restricted funds were commingled in the accounting records or used for other than the purpose for which they were restricted.
6. One or more short-term loans or short-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory Authority.
7. One or more long-term loans or long-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory Authority.
8. Corporate Personal Property Replacement Tax monies were deposited and/or used without first satisfying the lien imposed pursuant to the *State Revenue Sharing Act. [30 ILCS 115/12]*
9. One or more interfund loans were made in non-conformity with the applicable authorizing statute or without statutory authorization.
10. One or more interfund loans were outstanding beyond the term provided by statute.
11. One or more permanent transfers were made in non-conformity with the applicable authorizing statute/regulation or without statutory/regulatory authorization.
12. Substantial, or systematic misclassification of budgetary items such as, but not limited to, revenues, receipts, expenditures, disbursements or expenses were observed.
13. The Chart of Accounts used to define and control budget and accounting records does not conform to the minimum requirements imposed by ISBE rules pursuant to *Sections 2-3.27 and 2-3.28 of the School Code. [105 ILCS 5/2-3.27; 2-3.28]*
14. At least one of the following forms was filed with ISBE late: The FY14 AFR (ISBE FORM 50-35), FY14 Annual Statement of Affairs (ISBE Form 50-37) and FY15 Budget (ISBE FORM 50-36). Explain in the comments box below.  
*ISBE rules pursuant to Sections 3-15.1, 10-17, and 17-1 of the School Code [105 ILCS 5/3-15.1; 5/10-17; 5/17-1]*

**PART B - FINANCIAL DIFFICULTIES/CERTIFICATION Criteria pursuant to Section 1A-8 of the School Code [105 ILCS 5/1A-8]**

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

**PART C - OTHER ISSUES**

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

**PART D - EXPLANATION OF ACCOUNTING PRACTICES FOR LATE MANDATED CATEGORICAL PAYMENTS**

(For School Districts who report on an Accrual/Modified Accrual Accounting Basis only)

School districts that report on the accrual/modified accrual basis of accounting must identify where late mandated categorical payments (Acct Codes 3100, 3105, 3110, 3500, and 3510) are recorded. Depending on the accounting procedure these amounts will be used to adjust the Direct Receipts/Revenues in calculation 1 and 2 of the Financial Profile Score. In FY2014, identify those late payments recorded as Intergovernmental Receivables, Other Receivables, or Deferred Revenue & Other Current Liabilities or Direct Receipts/Revenue. Payments should only be listed once.

24. Enter the date that the district used to accrue mandated categorical payments

Date: 8/18/2015

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

Account Name	3110	3500	3510	3100	3105	Total
<b>Deferred Revenues (490)</b>						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)	90,892	60,199	79,012	53,661	38,054	321,818
<b>Direct Receipts/Revenue</b>						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)						0
<b>Total</b>						321,818

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

**PART E - QUALIFICATIONS OF AUDITING FIRM**

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

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

**Comments Applicable to the Auditor's Questionnaire:**

**Milburn Cain & Co**  
Name of Audit Firm (print)

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

Signature

mm/dd/yyyy

	A	B	C	D	E	F	G	H	I	J	K	L	M
1	<b>FINANCIAL PROFILE INFORMATION</b>												
2													
3	<i>Required to be completed for School Districts only.</i>												
4													
5	<b>A. Tax Rates</b> (Enter the tax rate - ex: .0150 for \$1.50)												
6													
7	Tax Year <u>2014</u>		Equalized Assessed Valuation (EAV):		205,195,002								
8													
9	Educational		Operations & Maintenance		Transportation		Combined Total		Working Cash				
10	Rate(s): 0.035000		+ 0.005500		+ 0.002660		= 0.043160		0.000500				
11													
12													
13	<b>B. Results of Operations *</b>												
14													
15	Receipts/Revenues		Disbursements/Expenditures		Excess/ (Deficiency)		Fund Balance						
16	15,093,958		13,563,041		1,530,917		(1,702,989)						
17	* The numbers shown are the sum of entries on Pages 7 & 8, lines 8, 17, 20, and 81 for the Educational, Operations & Maintenance, Transportation and Working Cash Funds.												
18													
19													
20	<b>C. Short-Term Debt **</b>												
21	CPPRT Notes		TAWs		TANs		TO/EMP. Orders		GSA Certificates				
22	0		0		0		0		0				
23	Other		Total										
24	0		0										
25	** The numbers shown are the sum of entries on page 25.												
26													
27													
28	<b>D. Long-Term Debt</b>												
29	Check the applicable box for long-term debt allowance by type of district.												
30													
31	<input checked="" type="checkbox"/> a. 6.9% for elementary and high school districts,		14,158,455										
32	<input type="checkbox"/> b. 13.8% for unit districts.												
33													
34	Long-Term Debt Outstanding:												
35													
36	c. Long-Term Debt (Principal only)		Acct										
37	Outstanding:.....		511		16,719,574								
38													
39													
40	<b>E. Material Impact on Financial Position</b>												
41	If applicable, check any of the following items that may have a material impact on the entity's financial position during future reporting periods.												
42	Attach sheets as needed explaining each item checked.												
43													
44	<input type="checkbox"/> Pending Litigation												
45	<input type="checkbox"/> Material Decrease in EAV												
46	<input type="checkbox"/> Material Increase/Decrease in Enrollment												
47	<input type="checkbox"/> Adverse Arbitration Ruling												
48	<input type="checkbox"/> Passage of Referendum												
49	<input type="checkbox"/> Taxes Filed Under Protest												
50	<input type="checkbox"/> Decisions By Local Board of Review or Illinois Property Tax Appeal Board (PTAB)												
51	<input type="checkbox"/> Other Ongoing Concerns (Describe & Itemize)												
52													
53	Comments:												
54													
55													
56													
57													
58													
59													
60													
61													

A	B	C	D	E	F	G	H	I	K	L	M	N	O	HQ
1	<b>ESTIMATED FINANCIAL PROFILE SUMMARY</b>													
2	(Go to the following website for reference to the Financial Profile)													
3	<a href="http://www.isbe.net/sfms/p/profile.htm">www.isbe.net/sfms/p/profile.htm</a>													
4														
5														
6														
7	<b>District Name:</b>	Millburn CC School District No. 24												
8	<b>District Code:</b>	34-049-0240-04												
9	<b>County Name:</b>	Lake												
10														
11	<b>1. Fund Balance to Revenue Ratio:</b>													
12	Total Sum of Fund Balance (P8, Cells C81, D81, F81 & I81)													
13	Total Sum of Direct Revenues (P7, Cell C8, D8, F8 & I8)													
14	Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74)													
15	(Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)													
16	<b>2. Expenditures to Revenue Ratio:</b>													
17	Total Sum of Direct Expenditures (P7, Cell C17, D17, F17, I17)													
18	Total Sum of Direct Revenues (P7, Cell C8, D8, F8, & I8)													
19	Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74)													
20	(Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)													
21	Possible Adjustment:													
22														
23	<b>3. Days Cash on Hand:</b>													
24	Total Sum of Cash & Investments (P5, Cell C4, D4, F4, I4 & C5, D5, F5 & I5)													
25	Total Sum of Direct Expenditures (P7, Cell C17, D17, F17 & I17)													
26														
27	<b>4. Percent of Short-Term Borrowing Maximum Remaining:</b>													
28	Tax Anticipation Warrants Borrowed (P25, Cell F6-7 & F11)													
29	EAV x 85% x Combined Tax Rates (P3, Cell J7 and J10)													
30														
31	<b>5. Percent of Long-Term Debt Margin Remaining:</b>													
32	Long-Term Debt Outstanding (P3, Cell H37)													
33	Total Long-Term Debt Allowed (P3, Cell H31)													
34														
35														
36														
37														
38														
39														
40														
41														

Total	Ratio	Score Weight Value
(1,702,989.00)	(0.113)	1
15,008,958.00		0.35
(85,000.00)		0.35
<b>Total</b>	<b>Ratio</b>	<b>Score</b>
13,563,041.00	0.904	4
15,008,958.00		0
(85,000.00)		0.35
	0	1.40
<b>Total</b>	<b>Days</b>	<b>Score</b>
4,054,041.00	107.60	3
37,675.11		0.10
		0.30
<b>Total</b>	<b>Percent</b>	<b>Score</b>
0.00	100.00	4
7,527,783.84		0.10
		0.40
<b>Total</b>	<b>Percent</b>	<b>Score</b>
16,719,574.00	(18.08)	1
14,158,455.14		0.10
		0.10
<b>Total Profile Score:</b>		<b>2.55 *</b>

**Estimated 2016 Financial Profile Designation: WATCH**

\* Total Profile Score may change based on data provided on the Financial Profile Information, page 3 and by the timing of mandated categorical payments. Final score will be calculated by ISBE.

**BASIC FINANCIAL STATEMENTS**  
**STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS**  
**STATEMENT OF POSITION AS OF JUNE 30, 2015**

A	B	C	D	E	F	G	H	I	J	K
ASSETS	Acct. #	(10)	(20)	(30)	(40)	(60)	(60)	(70)	(80)	(90)
		Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
<b>2</b>										
<b>3</b>										
<b>4</b>										
<b>5</b>										
<b>6</b>										
<b>7</b>										
<b>8</b>										
<b>9</b>										
<b>10</b>										
<b>11</b>										
<b>12</b>										
<b>13</b>										
<b>14</b>										
<b>15</b>										
<b>16</b>										
<b>17</b>										
<b>18</b>										
<b>19</b>										
<b>20</b>										
<b>21</b>										
<b>22</b>										
<b>23</b>										
<b>24</b>										
<b>25</b>										
<b>26</b>										
<b>27</b>										
<b>28</b>										
<b>29</b>										
<b>30</b>										
<b>31</b>										
<b>32</b>										
<b>33</b>										
<b>34</b>										
<b>35</b>										
<b>36</b>										
<b>37</b>										
<b>38</b>										
<b>39</b>										
<b>40</b>										
<b>41</b>										



BASIC FINANCIAL STATEMENTS  
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS  
STATEMENT OF POSITION AS OF JUNE 30, 2015

A		B	L	M	N
ASSETS		Acct. #	Agency Fund	General Fixed Assets	General Long-Term Debt
1					
2					
3	<b>CURRENT ASSETS (100)</b>		137,280		
4	Cash (Accounts 111 through 115) <sup>1</sup>				
5	Investments	120			
6	Taxes Receivable	130			
7	Interfund Receivables	140			
8	Intergovernmental Accounts Receivable	150			
9	Other Receivables	160			
10	Inventory	170			
11	Prepaid Items	180			
12	Other Current Assets (Describe & Itemize)	190			
13	<b>Total Current Assets</b>		137,280		
14	<b>CAPITAL ASSETS (200)</b>				
15	Works of Art & Historical Treasures	210			
16	Land	220		826,414	
17	Building & Building Improvements	230		33,333,311	
18	Site Improvements & Infrastructure	240		593,852	
19	Capitalized Equipment	250		4,807,806	
20	Construction in Progress	260		202,915	
21	Amount Available in Debt Service Funds	340			278,802
22	Amount to be Provided for Payment on Long-Term Debt	350			16,440,772
23	<b>Total Capital Assets</b>			39,564,298	16,719,574
24	<b>CURRENT LIABILITIES (400)</b>				
25	Interfund Payables	410			
26	Intergovernmental Accounts Payable	420			
27	Other Payables	430			
28	Contracts Payable	440			
29	Loans Payable	460			
30	Salaries & Benefits Payable	470			
31	Payroll Deductions & Withholdings	480			
32	Deferred Revenues & Other Current Liabilities	480			
33	Due to Activity Fund Organizations	493	137,280		
34	<b>Total Current Liabilities</b>		137,280		
35	<b>LONG-TERM LIABILITIES (500)</b>				
36	Long-Term Debt Payable (General Obligation, Revenue, Other)	511			16,719,574
37	<b>Total Long-Term Liabilities</b>				16,719,574
38	Reserved Fund Balance	714			
39	Unreserved Fund Balance	730			
40	Investment in General Fixed Assets			39,564,298	
41	<b>Total Liabilities and Fund Balance</b>		137,280	39,564,298	16,719,574

**BASIC FINANCIAL STATEMENT**  
**STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER**  
**SOURCES (USES) AND CHANGES IN FUND BALANCE**  
**ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2015**

A	B	C	D	E	F	G	H	I	J	K
Description	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
<b>RECEIPTS/REVENUES</b>										
Local Sources	1000	8,918,343	1,358,975	2,363,134	503,386	636,749	3,077	104,136	159,915	0
Flow-Through Receipts/Revenues from One District to Another District	2000	0	0	0	0	0	0	0	0	0
State Sources	3000	3,450,525	0	0	570,647	0	0	0	0	0
Federal Sources	4000	187,946	0	0	0	0	0	0	0	0
Total Direct Receipts/Revenues		12,556,814	1,358,975	2,363,134	1,074,033	636,749	3,077	104,136	159,915	0
Receipts/Revenues for "On Behalf" Payments <sup>2</sup>	3998	3,408,960								
Total Receipts/Revenues		15,965,774	1,358,975	2,363,134	1,074,033	636,749	3,077	104,136	159,915	0
<b>DISBURSEMENTS/EXPENDITURES</b>										
Instruction	1000	7,728,228				184,041				
Support Services	2000	3,466,417	1,228,842		873,917	292,333	297,506		61,660	0
Community Services	3000	110,825	0		0	15,312				0
Payments to Other Districts & Governmental Units	4000	113,065	31,721	0	0	18,709	0			0
Debt Service	5000	0	0	2,425,607	10,026	0			61,660	0
Total Direct Disbursements/Expenditures		11,418,535	1,260,563	2,425,607	883,943	510,395	297,506			0
Disbursements/Expenditures for "On Behalf" Payments <sup>2</sup>	4180	3,408,960	0	0	0	0				0
Total Disbursements/Expenditures		14,827,495	1,260,563	2,425,607	883,943	510,395	297,506		61,660	0
Excess of Direct Receipts/Revenues Over (Under) Direct Disbursements/Expenditures <sup>3</sup>		1,138,279	98,412	(62,473)	190,090	126,354	(294,429)	104,136	98,255	0
<b>OTHER SOURCES/USES OF FUNDS</b>										
<b>OTHER SOURCES OF FUNDS (7000)</b>										
<b>PERMANENT TRANSFER FROM VARIOUS FUNDS</b>										
Abolishment of the Working Cash Fund <sup>12</sup>	7110									
Abatement of the Working Cash Fund <sup>12</sup>	7110									
Transfer of Working Cash Fund Interest	7120									
Transfer Among Funds	7130						100,000			
Transfer of Interest	7140									
Transfer from Capital Project Fund to O&M Fund	7150									
Transfer of Excess Fire Prevention & Safety Tax and Interest Proceeds to O&M Fund <sup>4</sup>	7160									
Transfer to Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund <sup>5</sup>	7170									
<b>SALE OF BONDS (7200)</b>										
Principal on Bonds Sold	7210									
Premium on Bonds Sold	7220									
Accrued Interest on Bonds Sold	7230									
Sale or Compensation for Fixed Assets <sup>6</sup>	7300									
Transfer to Debt Service to Pay Principal on Capital Leases	7400			82,564						
Transfer to Debt Service to Pay Interest on Capital Leases	7500			2,436						
Transfer to Debt Service to Pay Principal on Revenue Bonds	7600			0						
Transfer to Debt Service Fund to Pay Interest on Revenue Bonds	7700			0						
Transfer to Capital Projects Fund	7800						0			
ISBE Loan Proceeds	7900									
Other Sources Not Classified Elsewhere	7990		4,656	85,000			100,000		0	0
Total Other Sources of Funds		0	4,656	85,000	0	0	100,000	0	0	0
<b>OTHER USES OF FUNDS (8000)</b>										

**BASIC FINANCIAL STATEMENT**  
**STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER**  
**SOURCES (USES) AND CHANGES IN FUND BALANCE**  
**ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2015**

A	B	C	D	E	F	G	H	I	J	K
Description	Acct #	Educational (10)	Operations & Maintenance (20)	Debt Services (30)	Transportation (40)	Municipal Retirement/ Social Security (50)	Capital Projects (60)	Working Cash (70)	Tort (80)	Fire Prevention & Safety (90)
<b>PERMANENT TRANSFER TO VARIOUS OTHER FUNDS (8100)</b>										
Abolishment or Abatement of the Working Cash Fund <sup>12</sup>	8110							0		
Transfer of Working Cash Fund Interest <sup>12</sup>	8120							0		
Transfer Among Funds	8130									
Transfer of Interest	8140		100,000							
Transfer from Capital Project Fund to O&M Fund	8150						0			
Transfer of Excess Fire Prevention & Safety Tax & Interest Proceeds to O&M Fund <sup>4</sup>	8160									0
Transfer of Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund <sup>5</sup>	8170									0
Taxes Pledged to Pay Principal on Capital Leases	8410									
Grants/Reimbursements Pledged to Pay Principal on Capital Leases	8420									
Other Revenues Pledged to Pay Principal on Capital Leases	8430	82,564								
Fund Balance Transfers Pledged to Pay Principal on Capital Leases	8440									
Taxes Pledged to Pay Interest on Capital Leases	8510									
Grants/Reimbursements Pledged to Pay Interest on Capital Leases	8520									
Other Revenues Pledged to Pay Interest on Capital Leases	8530	2,436								
Fund Balance Transfers Pledged to Pay Interest on Capital Leases	8540									
Taxes Pledged to Pay Principal on Revenue Bonds	8610									
Grants/Reimbursements Pledged to Pay Principal on Revenue Bonds	8620									
Other Revenues Pledged to Pay Principal on Revenue Bonds	8630									
Fund Balance Transfers Pledged to Pay Principal on Revenue Bonds	8640									
Taxes Pledged to Pay Interest on Revenue Bonds	8710									
Grants/Reimbursements Pledged to Pay Interest on Revenue Bonds	8720	1,652		1,451		1,311		242		
Other Revenues Pledged to Pay Interest on Revenue Bonds	8730	86,652	100,000	1,451		1,311	0	242	0	0
Fund Balance Transfers Pledged to Pay Interest on Revenue Bonds	8740	(86,652)	(95,344)	83,549	(1,311)	0	100,000	(242)	0	0
Taxes Transferred to Pay for Capital Projects	8810									
Grants/Reimbursements Pledged to Pay for Capital Projects	8820									
Other Revenues Pledged to Pay for Capital Projects	8830									
Fund Balance Transfers Pledged to Pay for Capital Projects	8840									
Transfer to Debt Service Fund to Pay Principal on ISBE Loans	8910									
Other Uses Not Classified Elsewhere	8990									
<b>Total Other Uses of Funds</b>				21,076						
<b>Total Other Sources/Uses of Funds</b>				257,726	807,689	(48,435)	653,817	51,335	159,756	0
Excess of Receipts/Revenues and Other Sources of Funds (Over/Under) Expenditures/Disbursements and Other Uses of Funds		1,051,627	3,068	188,779	103,894	(194,429)	103,894	98,255	98,255	0
<b>Fund Balances - July 1, 2014</b>		(3,355,318)	(365,284)	278,802	807,689	77,919	459,388	155,229	159,756	0
Other Changes in Fund Balances - Increases (Decreases) (Describe & Itemize)										
<b>Fund Balances - June 30, 2015</b>		(2,303,691)	(362,216)	278,802	807,689	77,919	459,388	155,229	159,756	0

STATEMENT OF REVENUES RECEIVED/REVENUES FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K	
	Description	Acct #	(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)	
			Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety	
1												
2												
3	<b>RECEIPTS/REVENUES FROM LOCAL SOURCES (1000)</b>											
4	<b>AD VALOREM TAXES LEVIED BY LOCAL EDUCATION AGENCY</b>											
5	Designated Purposes Levies (1110-1120) <sup>7</sup>		7,197,811	1,150,434	2,361,683	480,192	288,875		103,894	159,641		
6	Leasing Purposes Levy <sup>8</sup>	1130										
7	Special Education Purposes Levy	1140	600,557				19,005					
8	FICA/Medicare Only Purposes Levies	1150					307,880					
9	Area Vocational Construction Purposes Levy	1160										
10	Summer School Purposes Levy	1170										
11	Other Tax Levies (Describe & Itemize)	1190										
12	<b>Total Ad Valorem Taxes Levied By District</b>		<b>7,798,368</b>	<b>1,150,434</b>	<b>2,361,683</b>	<b>480,192</b>	<b>615,760</b>	<b>0</b>	<b>103,894</b>	<b>159,641</b>	<b>0</b>	
13	<b>PAYMENTS IN LIEU OF TAXES</b>											
14	Mobile Home Privilege Tax	1210										
15	Payments from Local Housing Authorities	1220										
16	Corporate Personal Property Replacement Taxes <sup>9</sup>	1230					20,525					
17	Other Payments in Lieu of Taxes (Describe & Itemize)	1290										
18	<b>Total Payments in Lieu of Taxes</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>20,525</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
19	<b>TUITION</b>											
20	Regular - Tuition from Pupils or Parents (In State)	1311	235,974									
21	Regular - Tuition from Other Districts (In State)	1312										
22	Regular - Tuition from Other Sources (In State)	1313										
23	Regular - Tuition from Other Sources (Out of State)	1314										
24	Summer Sch - Tuition from Pupils or Parents (In State)	1321										
25	Summer Sch - Tuition from Other Districts (In State)	1322										
26	Summer Sch - Tuition from Other Sources (In State)	1323										
27	Summer Sch - Tuition from Other Sources (Out of State)	1324										
28	CTE - Tuition from Pupils or Parents (In State)	1331										
29	CTE - Tuition from Other Districts (In State)	1332										
30	CTE - Tuition from Other Sources (In State)	1333										
31	CTE - Tuition from Other Sources (Out of State)	1334										
32	Special Ed - Tuition from Pupils or Parents (In State)	1341										
33	Special Ed - Tuition from Other Districts (In State)	1342	231,000									
34	Special Ed - Tuition from Other Sources (In State)	1343										
35	Special Ed - Tuition from Other Sources (Out of State)	1344										
36	Adult - Tuition from Pupils or Parents (In State)	1351										
37	Adult - Tuition from Other Districts (In State)	1352										
38	Adult - Tuition from Other Sources (In State)	1353										
39	Adult - Tuition from Other Sources (Out of State)	1354										
40	<b>Total Tuition</b>		<b>466,974</b>									
41	<b>TRANSPORTATION FEES</b>											
42	Regular - Transp Fees from Pupils or Parents (In State)	1411				21,883						
43	Regular - Transp Fees from Other Districts (In State)	1412										
44	Regular - Transp Fees from Other Sources (In State)	1413										
45	Regular - Transp Fees from Co-curricular Activities (In State)	1415										
46	Regular Transp Fees from Other Sources (Out of State)	1416										
47	Summer Sch - Transp. Fees from Pupils or Parents (In State)	1421										
48	Summer Sch - Transp. Fees from Other Districts (In State)	1422										
49	Summer Sch - Transp. Fees from Other Sources (In State)	1423										
50	Summer Sch - Transp. Fees from Other Sources (Out of State)	1424										
51	CTE - Transp Fees from Pupils or Parents (In State)	1431										
52	CTE - Transp Fees from Other Districts (In State)	1432										

STATEMENT OF REVENUES RECEIVED/REVENUES FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K
	Description	Acct #	Educational (10)	Operations & Maintenance (20)	Debt Services (30)	Transportation (40)	Municipal Retirement/Social Security (50)	Capital Projects (60)	Working Cash (70)	Tort (80)	Fire Prevention & Safety (90)
1											
2											
53	CTE - Transp Fees from Other Sources (In State)	1433									
54	CTE - Transp Fees from Other Sources (Out of State)	1434									
55	Special Ed - Transp Fees from Pupils or Parents (In State)	1441									
56	Special Ed - Transp Fees from Other Districts (In State)	1442									
57	Special Ed - Transp Fees from Other Sources (In State)	1443									
58	Special Ed - Transp Fees from Other Sources (Out of State)	1444									
59	Adult - Transp Fees from Pupils or Parents (In State)	1451									
60	Adult - Transp Fees from Other Districts (In State)	1452									
61	Adult - Transp Fees from Other Sources (In State)	1453									
62	Adult - Transp Fees from Other Sources (Out of State)	1454									
63	<b>Total Transportation Fees</b>					21,883					
64	<b>EARNINGS ON INVESTMENTS</b>										
65	Interest on Investments	1510	1,652	280	1,451	1,311	464	1,081	242	274	
66	Gain or Loss on Sale of Investments	1520									
67	<b>Total Earnings on Investments</b>		1,652	280	1,451	1,311	464	1,081	242	274	0
68	<b>FOOD SERVICE</b>										
69	Sales to Pupils - Lunch	1611	155,288								
70	Sales to Pupils - Breakfast	1612									
71	Sales to Pupils - A la Carte	1613	4,136								
72	Sales to Pupils - Other (Describe & Itemize)	1614									
73	Sales to Adults	1620	5,813								
74	Other Food Service (Describe & Itemize)	1690	1,262								
75	<b>Total Food Service</b>		166,499								
76	<b>DISTRICT/SCHOOL ACTIVITY INCOME</b>										
77	Admissions - Athletic	1711									
78	Admissions - Other (Describe & Itemize)	1719									
79	Fees	1720	80,100								
80	Book Store Sales	1730	2,710								
81	Other District/School Activity Revenue (Describe & Itemize)	1790	50,260								
82	<b>Total District/School Activity Income</b>		133,070	0							
83	<b>TEXTBOOK INCOME</b>										
84	Rentals - Regular Textbooks	1811									
85	Rentals - Summer School Textbooks	1812									
86	Rentals - Adult/Continuing Education Textbooks	1813									
87	Rentals - Other (Describe & Itemize)	1819									
88	Sales - Regular Textbooks	1821	531								
89	Sales - Summer School Textbooks	1822									
90	Sales - Adult/Continuing Education Textbooks	1823									
91	Sales - Other (Describe & Itemize)	1829									
92	Other (Describe & Itemize)	1890									
93	<b>Total Textbook Income</b>		531								
94	<b>OTHER REVENUE FROM LOCAL SOURCES</b>										
95	Rentals	1910		203,682							
96	Contributions and Donations from Private Sources	1920	66,791								
97	Impact Fees from Municipal or County Governments	1930									
98	Services Provided Other Districts	1940									
99	Refund of Prior Years' Expenditures	1950									
100	Payments of Surplus Moneys from TIF Districts	1960									
101	Drivers' Education Fees	1970									
102	Proceeds from Vendors' Contracts	1980									
103	School Facility Occupation Tax Proceeds	1983									

STATEMENT OF REVENUES RECEIVED/REVENUES FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K
	Description	Acct #	Educational (10)	Operations & Maintenance (20)	Debt Services (30)	Transportation (40)	Municipal Retirement/Social Security (50)	Capital Projects (60)	Working Cash (70)	Tort (80)	Fire Prevention & Safety (90)
1											
2											
104	Payment from Other Districts	1991									
105	Sale of Vocational Projects	1992	232,363								
106	Other Local Fees (Describe & Itemize)	1993									
107	Other Local Revenues (Describe & Itemize)	1999	52,095	4,579				1,996			
108	Total Other Revenue from Local Sources		351,249	208,261	0	0	0	1,996	0	0	0
109	Total Receipts/Revenues from Local Sources	1000	8,918,343	1,358,975	2,363,134	503,386	636,749	3,077	104,136	159,915	0
<b>FLOW-THROUGH RECEIPTS/REVENUES FROM ONE DISTRICT TO ANOTHER DISTRICT (2000)</b>											
110											
111	Flow-through Revenue from State Sources	2100									
112	Flow-through Revenue from Federal Sources	2200									
113	Other Flow-Through (Describe & Itemize)	2300									
114	Total Flow-Through Receipts/Revenues from One District to Another District	2000	0	0	0	0	0	0	0	0	0
<b>RECEIPTS/REVENUES FROM STATE SOURCES (3000)</b>											
115											
116	UNRESTRICTED GRANTS-IN-AID										
117	General State Aid - Sec. 18-8.05	3001	2,619,729								
118	General State Aid - Hold Harmless/Supplemental	3002									
119	Reorganization Incentives (Accounts 3005-3021)	3005									
120	Other Unrestricted Grants-In-Aid from State Sources (Describe & Itemize)	3099									
121	Total Unrestricted Grants-In-Aid		2,619,729	0	0	0	0	0	0	0	0
<b>RESTRICTED GRANTS-IN-AID</b>											
122											
123	SPECIAL EDUCATION										
124	Special Education - Private Facility Tuition	3100	219,694								
125	Special Education - Funding for Children Requiring Sp ED Services	3105	155,802								
126	Special Education - Personnel	3110	379,543								
127	Special Education - Orphanage - Individual	3120									
128	Special Education - Orphanage - Summer Individual	3130									
129	Special Education - Summer School	3145	1,352								
130	Special Education - Other (Describe & Itemize)	3199									
131	Total Special Education		756,391	0	0	0	0	0	0	0	0
<b>CAREER AND TECHNICAL EDUCATION (CTE)</b>											
132											
133	CTE - Technical Education - Tech Prep	3200									
134	CTE - Secondary Program Improvement (CTE I)	3220									
135	CTE - WECEP	3225									
136	CTE - Agriculture Education	3235									
137	CTE - Instructor Practicum	3240									
138	CTE - Student Organizations	3270									
139	CTE - Other (Describe & Itemize)	3299									
140	Total Career and Technical Education		0	0	0	0	0	0	0	0	0
<b>BILINGUAL EDUCATION</b>											
141											
142	Bilingual Ed - Downstate - TPI and TBE	3305	7,446								
143	Bilingual Education Downstate - Transitional Bilingual Education	3310									
144	Total Bilingual Ed		7,446								0
145	State Free Lunch & Breakfast	3360	307								
146	School Breakfast Initiative	3365									
147	Driver Education	3370									
148	Adult Ed (from ICCB)	3410									
149	Adult Ed - Other (Describe & Itemize)	3499									

STATEMENT OF REVENUES RECEIVED/REVENUES FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K
	Description	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
1											
2											
150	<b>TRANSPORTATION</b>										
151	Transportation - Regular and Vocational	3500				246,380					
152	Transportation - Special Education	3510				324,267					
153	Transportation - Other (Describe & Itemize)	3599									
154	<b>Total Transportation</b>		0	0		570,647	0				
155	Learning Improvement - Change Grants	3610									
156	Scientific Literacy	3660									
157	Truant Alternative/Optional Education	3695									
158	Early Childhood - Block Grant	3705									
159	Reading Improvement Block Grant	3715									
160	Reading Improvement Block Grant - Reading Recovery	3720									
161	Continued Reading Improvement Block Grant	3725									
162	Continued Reading Improvement Block Grant (2% Set Aside)	3726									
163	Chicago General Education Block Grant	3766									
164	Chicago Educational Services Block Grant	3767									
165	School Safety & Educational Improvement Block Grant	3775									
166	Technology - Technology for Success	3780									
167	State Charter Schools	3815									
168	Extended Learning Opportunities - Summer Bridges	3825									
169	Infrastructure Improvements - Planning/Construction	3920									
170	School Infrastructure - Maintenance Projects	3925									
171	Other Restricted Revenue from State Sources (Describe & Itemize)	3999	66,652								
172	<b>Total Restricted Grants-In-Aid</b>		830,796	0	0	570,647	0	0	0	0	0
173	<b>Total Receipts from State Sources</b>	<b>3000</b>	<b>3,450,525</b>	0	0	570,647	0	0	0	0	0
174	<b>RECEIPTS/REVENUES FROM FEDERAL SOURCES (4000)</b>										
175	<b>UNRESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT</b>										
176	Federal Impact Aid	4001									
177	Other Unrestricted Grants-In-Aid Received Directly from the Fed Govt (Describe & Itemize)	4009									
178	<b>Total Unrestricted Grants-In-Aid Received Directly from the Federal Govt</b>		0	0	0	0	0	0	0	0	0
179	<b>RESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT</b>										
180	Head Start	4045									
181	Construction (Impact Aid)	4050									
182	MAGNET	4060									
183	Other Restricted Grants-In-Aid Received Directly from the Federal Govt (Describe & Itemize)	4090									
184	<b>Total Restricted Grants-In-Aid Received Directly from Federal Govt</b>		0	0	0	0	0	0	0	0	0
185	<b>RESTRICTED GRANTS-IN-AID RECEIVED FROM FEDERAL GOVT THRU THE STATE</b>										
186	<b>TITLE VI</b>										
187	Title VI - Innovation and Flexibility Formula	4100									
188	Title VI - District Projects	4105									
189	Title VI - Rural Education Initiative (REI)	4107									
190	Title V - Other (Describe & Itemize)	4199									
191	<b>Total Title V</b>		0	0	0	0	0	0	0	0	0
192	<b>FOOD SERVICE</b>										
193	Breakfast Start-Up Expansion	4200									
194	National School Lunch Program	4210	56,938								
195	Special Milk Program	4215									

STATEMENT OF REVENUES RECEIVED/REVENUES FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K
	Description	Acct #	Educational (10)	Operations & Maintenance (20)	Debt Services (30)	Transportation (40)	Municipal Retirement/Social Security (50)	Capital Projects (60)	Working Cash (70)	Tort (80)	Fire Prevention & Safety (90)
1											
2											
196	School Breakfast Program	4220									
197	Summer Food Service Program	4225									
198	Child Adult Care Food Program	4226									
199	Fresh Fruits & Vegetables	4240									
200	Food Service - Other (Describe & Itemize)	4299	56,938				0				
201	<b>Total Food Service</b>										
202	<b>TITLE I</b>										
203	Title I - Low Income	4300									
204	Title I - Low Income - Neglected, Private	4305									
205	Title I - Comprehensive School Reform	4332									
206	Title I - Reading First	4334									
207	Title I - Even Start	4335									
208	Title I - Reading First SEA Funds	4337									
209	Title I - Migrant Education	4340									
210	Title I - Other (Describe & Itemize)	4399									
211	<b>Total Title I</b>		0	0		0	0				
212	<b>TITLE IV</b>										
213	Title IV - Safe & Drug Free Schools - Formula	4400									
214	Title IV - 21st Century Comm Learning Centers	4421									
215	Title IV - Other (Describe & Itemize)	4499									
216	<b>Total Title IV</b>		0	0		0	0				
217	<b>FEDERAL - SPECIAL EDUCATION</b>										
218	Fed - Spec Education - Preschool Flow-Through	4600	5,250								
219	Fed - Spec Education - Preschool Discretionary	4605									
220	Fed - Spec Education - IDEA - Flow Through	4620	97,009								
221	Fed - Spec Education - IDEA - Room & Board	4625									
222	Fed - Spec Education - IDEA - Discretionary	4630									
223	Fed - Spec Education - IDEA - Other (Describe & Itemize)	4699									
224	<b>Total Federal - Special Education</b>		102,259	0		0	0				
225	<b>CTE - PERKINS</b>										
226	CTE - Perkins - Title III E - Tech Prep	4770									
227	CTE - Other (Describe & Itemize)	4799									
228	<b>Total CTE - Perkins</b>		0	0		0	0				
229	Federal - Adult Education	4810									
230	ARRA - General State Aid - Education Stabilization	4850									
231	ARRA - Title I - Low Income	4851									
232	ARRA - Title I - Neglected, Private	4852									
233	ARRA - Title I - Delinquent, Private	4853									
234	ARRA - Title I - School Improvement (Part A)	4854									
235	ARRA - Title I - School Improvement (Section 1003g)	4855									
236	ARRA - IDEA - Part B - Preschool	4856									
237	ARRA - IDEA - Part B - Flow-Through	4857									
238	ARRA - Title IID - Technology-Formula	4860									
239	ARRA - Title IID - Technology-Competitive	4861									
240	ARRA - McKinney - Vento Homeless Education	4862									
241	ARRA - Child Nutrition Equipment Assistance	4863									
242	Impact Aid Formula Grants	4864									
243	Impact Aid Competitive Grants	4865									
244	Qualified Zone Academy Bond Tax Credits	4866									
245	Qualified School Construction Bond Credits	4867									
246	Build America Bond Tax Credits	4868									
247	Build America Bond Interest Reimbursement	4869									



STATEMENT OF REVENUES RECEIVED/REVENUES FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K
	Description	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
1											
2											
248	ARRA - General State Aid - Other Govt Services Stabilization	4870									
249	Other ARRA Funds - II	4871									
250	Other ARRA Funds - III	4872									
251	Other ARRA Funds - IV	4873									
252	Other ARRA Funds - V	4874									
253	ARRA - Early Childhood	4875									
254	Other ARRA Funds VII	4876									
255	Other ARRA Funds VIII	4877									
256	Other ARRA Funds IX	4878									
257	Other ARRA Funds X	4879									
258	Other ARRA Funds Ed Job Fund Program	4880	0	0	0	0	0	0		0	0
259	<b>Total Stimulus Programs</b>		0	0	0	0	0	0		0	0
260	Race to the Top Program	4901									
261	Race to the Top - Preschool Expansion Grant	4902									
262	Advanced Placement Fee/International Baccalaureate	4904									
263	Title III - Immigrant Education Program (IEP)	4905									
264	Title III - Language Inst Program - Limited Eng (LI/LEP)	4909									
265	Learn & Serve America	4910									
266	McKinney Education for Homeless Children	4920									
267	Title II - Eisenhower Professional Development Formula	4930									
268	Title II - Teacher Quality	4932	7,371								
269	Federal Charter Schools	4960									
270	Medicaid Matching Funds - Administrative Outreach	4991	10,078								
271	Medicaid Matching Funds - Fee-for-Service Program	4992	11,300								
272	Other Restricted Revenue from Federal Sources (Describe & Itemize)	4999									
273	<b>Total Restricted Grants-In-Aid Received from the Federal Govt Thru the State</b>		187,946	0	0	0	0	0		0	0
274	<b>Total Receipts/Revenues from Federal Sources</b>	4000	187,946	0	0	0	0	0	0	0	0
275	<b>Total Direct Receipts/Revenues</b>		12,556,814	1,358,975	2,363,134	1,074,033	636,749	3,077	104,136	159,915	0

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K	L
	Description	Func #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
3	<b>10 - EDUCATIONAL FUND (ED)</b>											
4	<b>INSTRUCTION (ED)</b>											
5	Regular Programs	1100	4,086,323	792,464	21,664	240,340	63,567	1,013	2,811	31,394	5,239,576	5,453,165
6	Tuition Payment to Charter Schools	1115									0	0
7	Pre-K Programs	1125									0	0
8	Special Education Programs (Functions 1200-1220)	1200	1,238,033	251,688	16,509	21,473	17,990	656			1,546,349	1,613,191
9	Special Education Programs Pre-K	1225	226,504	66,598		888					293,990	309,004
10	Remedial and Supplemental Programs K-12	1250									0	0
11	Remedial and Supplemental Programs Pre-K	1275									0	0
12	Adult/Continuing Education Programs	1300									0	0
13	CTE Programs	1400									0	0
14	Interscholastic Programs	1500	91,081	469	10,963	8,034		3,277			113,824	127,045
15	Summer School Programs	1600									0	0
16	Gifted Programs	1650	128,867	18,918							147,785	150,900
17	Driver's Education Programs	1700			84	1,706					79,261	80,030
18	Bilingual Programs	1800	68,496	8,975							0	0
19	Truant Alternative & Optional Programs	1900									0	0
20	Pre-K Programs - Private Tuition	1910									0	0
21	Regular K-12 Programs - Private Tuition	1911									0	0
22	Special Education Programs K-12 - Private Tuition	1912									0	0
23	Special Education Programs Pre-K - Tuition	1913						307,443			307,443	350,000
24	Remedial/Supplemental Programs K-12 - Private Tuition	1914									0	0
25	Remedial/Supplemental Programs Pre-K - Private Tuition	1915									0	0
26	Adult/Continuing Education Programs - Private Tuition	1916									0	0
27	CTE Programs - Private Tuition	1917									0	0
28	Interscholastic Programs - Private Tuition	1918									0	0
29	Summer School Programs - Private Tuition	1919									0	0
30	Gifted Programs - Private Tuition	1920									0	0
31	Bilingual Programs - Private Tuition	1921									0	0
32	Truant Alternative/Optional Ed Programs - Private Tuition	1922									0	0
33	<b>Total Instruction</b>	<b>1000</b>	<b>5,839,304</b>	<b>1,139,112</b>	<b>49,220</b>	<b>272,441</b>	<b>81,557</b>	<b>312,389</b>	<b>2,811</b>	<b>31,394</b>	<b>7,728,228</b>	<b>8,083,335</b>
34	<b>SUPPORT SERVICES (ED)</b>											
35	<b>SUPPORT SERVICES - PUPILS</b>											
36	Attendance & Social Work Services	2110	229,636	36,415		1,149					267,200	273,150
37	Guidance Services	2120									0	0
38	Health Services	2130	156,319	8,996	18,685	9,398			2,389		195,787	173,759
39	Psychological Services	2140	124,192	26,181		3,174					152,324	156,925
40	Speech Pathology & Audiology Services	2150	259,060	45,292	20,925	3,174					328,451	336,300
41	Other Support Services - Pupils (Describe & Itemize)	2190	5,921	33	240	4,136					10,330	31,825
42	<b>Total Support Services - Pupils</b>	<b>2100</b>	<b>775,128</b>	<b>116,917</b>	<b>39,850</b>	<b>19,808</b>	<b>0</b>	<b>0</b>	<b>2,389</b>	<b>0</b>	<b>954,092</b>	<b>971,959</b>
43	<b>SUPPORT SERVICES - INSTRUCTIONAL STAFF</b>											
44	Improvement of Instruction Services	2210	128,301	65,152	73,832	975					268,260	463,993
45	Educational Media Services	2220	109,211	38,883	18,813	13,729		40	1,744		182,420	218,595
46	Assessment & Testing	2230			37,000	1,583					38,583	29,000
47	<b>Total Support Services - Instructional Staff</b>	<b>2200</b>	<b>237,512</b>	<b>104,035</b>	<b>129,645</b>	<b>16,287</b>	<b>0</b>	<b>40</b>	<b>1,744</b>	<b>0</b>	<b>489,263</b>	<b>711,588</b>
48	<b>SUPPORT SERVICES - GENERAL ADMINISTRATION</b>											
49	Board of Education Services	2310	2,300	96,081	30,657	4,832		11,693			145,763	189,640
50	Executive Administration Services	2320	357,521	35,888	856	415		4,663			399,343	158,689
51	Special Area Administration Services	2330	200	19	96	611		25			951	59,259
52	Tort Immunity Services	2360									0	0
53	<b>Total Support Services - General Administration</b>	<b>2300</b>	<b>360,021</b>	<b>131,988</b>	<b>165,250</b>	<b>5,858</b>	<b>0</b>	<b>16,381</b>	<b>0</b>	<b>0</b>	<b>679,498</b>	<b>522,588</b>

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K	L
	Description	Funct #	Salaries (100)	Employee Benefits (200)	Purchased Services (300)	Supplies & Materials (400)	Capital Outlay (500)	Other Objects (600)	Non-Capitalized Equipment (700)	Termination Benefits (800)	Total (900)	Budget
1												
2												
54	SUPPORT SERVICES - SCHOOL ADMINISTRATION											
55	Office of the Principal Services	2410	354,410	102,415	6,558	4,255		1,174			468,812	573,978
56	Other Support Services - School Admin (Describe & Itemize)	2490									0	
57	Total Support Services - School Administration	2400	354,410	102,415	6,558	4,255	0	1,174	0	0	468,812	573,978
58	SUPPORT SERVICES - BUSINESS											
59	Direction of Business Support Services	2510	67,597	6,748							74,345	72,390
60	Fiscal Services	2520	71,862	18,714	31,771	1,811		1,154	1,533		126,945	146,422
61	Operation & Maintenance of Plant Services	2540				6,459	17,000				23,459	
62	Pupil Transportation Services	2550									0	
63	Food Services	2560	20,996	355	192,308	994		586			215,239	258,179
64	Internal Services	2570									0	2,000
65	Total Support Services - Business	2500	160,455	25,817	224,079	9,264	17,000	1,740	1,533	0	439,888	478,991
66	SUPPORT SERVICES - CENTRAL											
67	Direction of Central Support Services	2610									0	
68	Planning, Research, Development, & Evaluation Services	2620									0	
69	Information Services	2630									0	
70	Staff Services	2640									0	100
71	Data Processing Services	2660									434,864	772,850
72	Total Support Services - Central	2600	0	0	133,935	37,953	12,851	0	250,125	0	434,864	772,950
73	Other Support Services (Describe & Itemize)	2900									0	
74	Total Support Services	2000	1,887,526	481,172	699,317	93,425	29,851	19,335	255,791	0	3,466,417	4,032,054
75	COMMUNITY SERVICES (ED)	3000	79,437	25,170	2,809	1,702		1,707			110,825	151,910
76	PAYMENTS TO OTHER DISTRICTS & GOVT UNITS (ED)											
77	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)											
78	Payments for Regular Programs	4110									30,176	43,816
79	Payments for Special Education Programs	4120						30,176			82,889	135,000
80	Payments for Adult/Continuing Education Programs	4130						82,889			0	
81	Payments for CTE Programs	4140									0	
82	Payments for Community College Programs	4170									0	
83	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	2,877
84	Total Payments to Dist & Other Govt Units (In-State)	4100			0			113,065			113,065	181,693
85	Payments for Regular Programs - Tuition	4210									0	
86	Payments for Special Education Programs - Tuition	4220									0	
87	Payments for Adult/Continuing Education Programs - Tuition	4230									0	
88	Payments for CTE Programs - Tuition	4240									0	
89	Payments for Community College Programs - Tuition	4270									0	
90	Payments for Other Programs - Tuition	4280									0	
91	Other Payments to In-State Govt Units	4290									0	
92	Total Payments to Other District & Govt Units - Tuition (In State)	4200						0			0	0
93	Payments for Regular Programs - Transfers	4310									0	
94	Payments for Special Education Programs - Transfers	4320									0	
95	Payments for Adult/Continuing Ed Programs - Transfers	4330									0	

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K	L
	Description	Func #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
1												
2												
96	Payments for CTE Programs - Transfers	4340									0	
97	Payments for Community College Program - Transfers	4370									0	
98	Payments for Other Programs - Transfers	4380									0	
99	Other Payments to In-State Govt Units - Transfers	4390									0	
100	<b>Total Payments to Other District &amp; Govt Units - Transfers (In-State)</b>	<b>4300</b>			0			0			0	0
101	Payments to Other Dist & Govt Units (Out-of-State)	4400									0	
102	<b>Total Payments to Other District &amp; Govt Units</b>	<b>4000</b>			0			113,065			113,065	181,693
103	<b>DEBT SERVICES (ED)</b>											
104	<b>DEBT SERVICES - INTEREST ON SHORT-TERM DEBT</b>											
105	Tax Anticipation Warrants	5110									0	
106	Tax Anticipation Notes	5120									0	5,000
107	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
108	State Aid Anticipation Certificates	5140									0	
109	Other Interest on Short-Term Debt	5150									0	5,000
110	<b>Total Interest on Short-Term Debt</b>	<b>5100</b>						0			0	5,000
111	Debt Services - Interest on Long-Term Debt	5200						0			0	5,000
112	<b>Total Debt Services</b>	<b>5000</b>						0			0	5,000
113	<b>PROVISIONS FOR CONTINGENCIES (ED)</b>	<b>6000</b>										
114	<b>Total Direct Disbursements/Expenditures Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures</b>		7,806,267	1,645,454	751,346	367,568	111,408	446,496	258,602	31,394	11,418,535	12,453,992
115											1,138,279	
116												
117	<b>20 - OPERATIONS &amp; MAINTENANCE FUND (O&amp;M)</b>											
118	<b>SUPPORT SERVICES (O&amp;M)</b>											
119	<b>SUPPORT SERVICES - PUPILS</b>										0	
120	Other Support Services - Pupils (Describe & Itemize)	2190									0	
121	<b>SUPPORT SERVICES - BUSINESS</b>										0	
122	Direction of Business Support Services	2510									0	
123	Facilities Acquisition & Construction Services	2530				7,185	7,300		6,681		21,166	
124	Operation & Maintenance of Plant Services	2540	450,181	93,757	227,487	402,057	33,627	567			1,207,676	1,348,680
125	Pupil Transportation Services	2550									0	
126	Food Services	2560									0	
127	<b>Total Support Services - Business</b>	<b>2500</b>	450,181	93,757	227,487	409,242	40,927	567	6,681	0	1,228,842	1,348,680
128	Other Support Services (Describe & Itemize)	2900									0	
129	<b>Total Support Services</b>	<b>2000</b>	450,181	93,757	227,487	409,242	40,927	567	6,681	0	1,228,842	1,348,680
130	<b>COMMUNITY SERVICES (O&amp;M)</b>	<b>3000</b>									0	
131	<b>PAYMENTS TO OTHER DIST &amp; GOVT UNITS (O&amp;M)</b>											
132	<b>PAYMENTS TO OTHER GOVT UNITS (IN-STATE)</b>											
133	Payments for Special Education Programs	4120						31,721			31,721	
134	Payments for CTE Programs	4140									0	
135	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	
136	<b>Total Payments to Other Govt. Units (In-State)</b>	<b>4100</b>			0			31,721			31,721	0
137	Payments to Other Govt. Units (Out of State)	4400									0	
138	<b>Total Payments to Other Dist &amp; Govt Units</b>	<b>4000</b>			0			31,721			31,721	0
139	<b>DEBT SERVICES (O&amp;M)</b>	<b>5000</b>										
140	<b>DEBT SERVICES - INTEREST ON SHORT-TERM DEBT</b>											
141	Tax Anticipation Warrants	5110									0	
142	Tax Anticipation Notes	5120									0	

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K	L
	Description	Func #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
1												
2												
143	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
144	State Aid Anticipation Certificates	5140									0	
145	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
146	Total Debt Service - Interest on Short-Term Debt	5100						0			0	0
147	DEBT SERVICE - INTEREST ON LONG-TERM DEBT	5200									0	
148	Total Debt Services	5000						0			0	0
149	PROVISIONS FOR CONTINGENCIES (O&M)	6000										
150	Total Direct Disbursements/Expenditures		450,181	93,757	227,487	409,242	40,927	32,288	6,681	0	1,260,563	1,348,680
151	Excess (Deficiency) of Receipts/Revenues/Over										98,412	
152												
153	<b>30 - DEBT SERVICES (DS)</b>											
154	PAYMENTS TO OTHER DIST & GOVT UNITS (DS)	4000									0	
155	DEBT SERVICES (DS)	5000										
156	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT										0	
157	Tax Anticipation Warrants	5110									0	
158	Tax Anticipation Notes	5120									0	
159	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
160	State Aid Anticipation Certificates	5140									0	
161	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
162	Total Debt Services - Interest On Short-Term Debt	5100						0			0	0
163	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200						1,215,578			1,215,578	1,213,144
164	DEBT SERVICES - PAYMENTS OF PRINCIPAL ON LONG-TERM DEBT (Lease/Purchase Principal Retired) <sup>11</sup>	5300										
165	DEBT SERVICES - OTHER (Describe & Itemize)	5400						1,208,360			1,208,360	1,210,794
166	Total Debt Services	5000			0			1,669			1,669	3,500
167	PROVISION FOR CONTINGENCIES (DS)	6000						2,425,607			2,425,607	2,427,438
168	Total Disbursements/ Expenditures				0			2,425,607			2,425,607	2,428,438
169	Excess (Deficiency) of Receipts/Revenues Over											
170	Disbursements/Expenditures											
171	<b>40 - TRANSPORTATION FUND (TR)</b>											
172	SUPPORT SERVICES (TR)											
173	SUPPORT SERVICES - PUPILS										0	
174	Other Support Services - Pupils (Describe & Itemize)	2190									0	
175	SUPPORT SERVICES - BUSINESS											
176	Pupil Transportation Services	2550									873,917	1,066,950
177	Other Support Services (Describe & Itemize)	2900									0	
178	Total Support Services	2000									873,917	1,066,950
179	COMMUNITY SERVICES (TR)	3000									0	
180	PAYMENTS TO OTHER DIST & GOVT UNITS (TR)											
181	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)											
182	Payments for Regular Programs	4110									0	
183	Payments for Special Education Programs	4120									0	
184	Payments for Adult/Continuing Education Programs	4130									0	
185	Payments for CTE Programs	4140									0	
186	Payments for Community College Programs	4170									0	
187	Other Payments to In-State Govt. Units	4190									0	
188	Total Payments to Other Govt. Units (In-State)	4100			0			0			0	0

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K	L
	Description	Func #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
189	PAYMENTS TO OTHER GOVT UNITS (OUT-OF-STATE)	4400									0	0
190	Total Payments to Other Dist & Govt Units	4000			0			0			0	0
191	DEBT SERVICES (TR)											
192	DEBT SERVICE - INTEREST ON SHORT-TERM DEBT											
193	Tax Anticipation Warrants	5110									0	
194	Tax Anticipation Notes	5120									0	
195	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
196	State Aid Anticipation Certificates	5140									0	
197	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
198	Total Debt Services - Interest On Short-Term Debt	5100						0			0	0
199	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200						426			426	
200	DEBT SERVICE - PAYMENTS OF PRINCIPAL ON LONG-TERM DEBT (Lease/Purchase Principal Retired) 11	5300						9,600			9,600	
201	DEBT SERVICES - OTHER (Describe & Itemize)	5400						10,026			10,026	0
202	Total Debt Services											
203	PROVISION FOR CONTINGENCIES (TR)	6000										
204	Total Disbursements/ Expenditures		528,915	64,801	192,943	87,258	0	10,026	0	0	883,943	1,066,950
205	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures											
206											190,090	
207	50 - MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND (MR/SS)											
208	INSTRUCTION (MR/SS)											
209	Regular Programs	1100		81,753							81,753	83,812
210	Pre-K Programs	1125									0	
211	Special Education Programs (Functions 1200-1220)	1200		87,893							87,893	107,300
212	Special Education Programs - Pre-K	1225		7,138							7,138	7,950
213	Remedial and Supplemental Programs - K-12	1250									0	
214	Remedial and Supplemental Programs - Pre-K	1275									0	
215	Adult/Continuing Education Programs	1300									0	
216	CTE Programs	1400									0	
217	Interscholastic Programs	1500		1,856							1,856	1,150
218	Summer School Programs	1600		21							21	150
219	Gifted Programs	1650		1,846							1,846	1,900
220	Driver's Education Programs	1700									0	
221	Bilingual Programs	1800		3,534							3,534	3,150
222	Truants' Alternative & Optional Programs	1900									0	
223	Total Instruction	1000		184,041							184,041	205,412
224	SUPPORT SERVICES (MR/SS)	2000										
225	SUPPORT SERVICES - PUPILS											
226	Attendance & Social Work Services	2110		15,114							15,114	15,750
227	Guidance Services	2120									0	
228	Health Services	2130		14,982							14,982	16,600
229	Psychological Services	2140		1,629							1,629	1,800
230	Speech Pathology & Audiology Services	2150		3,636							3,636	4,000
231	Other Support Services - Pupils (Describe & Itemize)	2190		101							101	2,000
232	Total Support Services - Pupils	2100		35,462							35,462	40,150
233	SUPPORT SERVICES - INSTRUCTIONAL STAFF											
234	Improvement of Instruction Services	2210		19,303							19,303	9,500
235	Educational Media Services	2220		10,488							10,488	11,700
236	Assessment & Testing	2230									0	
237	Total Support Services - Instructional Staff	2200		29,791							29,791	21,200

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
2	<b>SUPPORT SERVICES - GENERAL ADMINISTRATION</b>											
238	Board of Education Services	2310		464							464	650
239	Executive Administration Services	2320		3,800							3,800	14,000
240	Service Area Administrative Services	2330									0	1,000
241	Claims Paid from Self Insurance Fund	2361									0	
242	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362									0	
243	Unemployment Insurance Payments	2363									0	
244	Insurance Payments (Regular or Self-Insurance)	2364									0	
245	Risk Management and Claims Services Payments	2365									0	
246	Judgment and Settlements	2366									0	
247	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367									0	
248	Reciprocal Insurance Payments	2368									0	
249	Legal Services	2369									0	
250	<b>Total Support Services - General Administration</b>	<b>2300</b>		4,264							4,264	15,650
251	<b>SUPPORT SERVICES - SCHOOL ADMINISTRATION</b>											
252	Office of the Principal Services	2410		31,104							31,104	39,150
253	Other Support Services - School Administration (Describe & Itemize)	2490									0	
254	<b>Total Support Services - School Administration</b>	<b>2400</b>		31,104							31,104	39,150
255	<b>SUPPORT SERVICES - BUSINESS</b>											
256	Direction of Business Support Services	2510		938							938	1,250
257	Fiscal Services	2520		7,039							7,039	6,900
258	Facilities Acquisition & Construction Services	2530									0	
259	Operation & Maintenance of Plant Services	2540		84,044							84,044	90,000
260	Pupil Transportation Services	2550		99,635							99,635	119,000
261	Food Services	2560		56							56	1,650
262	Internal Services	2570									0	
263	<b>Total Support Services - Business</b>	<b>2500</b>		191,712							191,712	218,800
264	<b>SUPPORT SERVICES - CENTRAL</b>											
265	Direction of Central Support Services	2610									0	
266	Planning, Research, Development, & Evaluation Services	2620									0	
267	Information Services	2630									0	
268	Staff Services	2640									0	
269	Data Processing Services	2660									0	
270	<b>Total Support Services - Central</b>	<b>2600</b>		0							0	0
271	Other Support Services (Describe & Itemize)	2900		292,333							292,333	409,950
272	<b>Total Support Services</b>	<b>2000</b>		15,312							15,312	19,325
273	<b>COMMUNITY SERVICES (MR/SS)</b>	<b>3000</b>										
274	<b>PAYMENTS TO OTHER DIST &amp; GOVT UNITS (MR/SS)</b>											
275	Payments for Special Education Programs	4120		18,709							18,709	
276	Payments for CTE Programs	4140									0	
277	<b>Total Payments to Other Dist &amp; Govt Units</b>	<b>4000</b>		18,709							18,709	0
278	<b>DEBT SERVICES (MR/SS)</b>											
279	<b>DEBT SERVICE - INTEREST ON SHORT-TERM DEBT</b>											
280	Tax Anticipation Warrants	5110									0	
281	Tax Anticipation Notes	5120									0	
282	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
283												

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
2												
284	State Aid Anticipation Certificates	5140									0	
285	Other (Describe & Itemize)	5150						0			0	0
286	Total Debt Services - Interest	5000									0	0
287	PROVISION FOR CONTINGENCIES (MR/SS)	6000										
288	Total Disbursements/Expenditures			510,395							510,395	634,687
289	Excess (Deficiency) of Receipts/Revenues Over											
290	Disbursements/Expenditures										126,354	
291	<b>60 - CAPITAL PROJECTS (CP)</b>											
292	<b>SUPPORT SERVICES (CP)</b>											
293	<b>SUPPORT SERVICES - BUSINESS</b>											
294	Facilities Acquisition and Construction Services	2530			30,794		266,712				297,506	677,500
295	Other Support Services (Describe & Itemize)	2900									0	
296	Total Support Services	2000	0	0	30,794	0	266,712	0	0	0	297,506	677,500
297	<b>PAYMENTS TO OTHER DIST &amp; GOVT UNITS (CP)</b>											
298	<b>PAYMENTS TO OTHER GOVT UNITS (In-State)</b>											
299	Payments to Other Govt Units (In-State)	4100									0	
300	Payments for Special Education Programs	4120									0	
301	Payments for CTE Programs	4140									0	
302	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	
303	Total Payments to Other Dist & Govt Units	4000			0						0	0
304	PROVISION FOR CONTINGENCIES (S&C/CI)	6000										
305	Total Disbursements/Expenditures		0	0	30,794	0	266,712	0	0	0	297,506	677,500
306	Excess (Deficiency) of Receipts/Revenues Over											
307	Disbursements/Expenditures										(294,429)	
308	<b>70 - WORKING CASH (WC)</b>											
309												
310	<b>80 - TORT FUND (TF)</b>											
311	<b>SUPPORT SERVICES - GENERAL ADMINISTRATION</b>											
312	Claims Paid from Self Insurance Fund	2361									0	
313	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362									31,980	50,000
314	Unemployment Insurance Payments	2363									0	25,000
315	Insurance Payments (Regular or Self-Insurance)	2364									0	50,000
316	Risk Management and Claims Services Payments	2365									0	
317	Judgment and Settlements	2366									0	
318	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367									0	
319	Reciprocal Insurance Payments	2368									0	
320	Legal Services	2369									29,680	25,000
321	Property Insurance (Buildings & Grounds)	2371									0	
322	Vehicle Insurance (Transportation)	2372									0	
323	Total Support Services - General Administration	2000	0	0	61,660	0	0	0	0	0	61,660	150,000
324	<b>DEBT SERVICES (TF)</b>											
325	<b>DEBT SERVICES - INTEREST ON SHORT-TERM DEBT</b>											
326	Tax Anticipation Warrants	5110									0	
327	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	



STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2015

	A	B	C	D	E	F	G	H	I	J	K	L
	Description	Func #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
1												
2												
328	Other Interest or Short-Term Debt	5150									0	0
329	Total Debt Services - Interest on Short-Term Debt	5000						0			0	0
330	PROVISIONS FOR CONTINGENCIES (TF)	6000										
331	Total Disbursements/Expenditures		0	0	61,660	0	0	0	0	0	61,660	150,000
332	Excess (Deficiency) of Receipts/Revenues Over										96,255	
333												
334	<b>90 - FIRE PREVENTION &amp; SAFETY FUND (FP&amp;S)</b>											
335	SUPPORT SERVICES (FP&S)											
336	SUPPORT SERVICES - BUSINESS											
337	Facilities Acquisition & Construction Services	2530									0	0
338	Operation & Maintenance of Plant Services	2540									0	0
339	Total Support Services - Business	2500	0	0	0	0	0	0	0	0	0	0
340	Other Support Services (Describe & Itemize)	2900									0	0
341	Total Support Services	2000	0	0	0	0	0	0	0	0	0	0
342	PAYMENTS TO OTHER DIST & GOVT UNITS (FP&S)											
343	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	0
344	Total Payments to Other Dist & Govt Units	4000						0			0	0
345	DEBT SERVICES (FP&S)											
346	DEBT SERVICES- INTEREST ON SHORT-TERM DEBT											
347	Tax Anticipation Warrants	5110									0	0
348	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	0
349	Total Debt Service - Interest on Short-Term Debt	5100						0			0	0
350	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200									0	0
	Debt Service - Payments of Principal on Long-Term Debt	5300									0	0
	<sup>15</sup> (Lease/Purchase Principal Retired)										0	0
351	Total Debt Service	5000						0			0	0
352		6000									0	0
353	PROVISION FOR CONTINGENCIES (FP&S)											
354	Total Disbursements/Expenditures		0	0	0	0	0	0	0	0	0	0
355	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										0	0

FEDERAL STIMULUS - AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) of 2009  
(Detailed Schedule of Receipts and Disbursements)

1	2	3	DISBURSEMENTS										K	L	
			A	B	C	D	E	F	G	H	I	J			
District's Accounting Basis is ACCRUAL			ARRA Revenue Source Code	Act #	ARRA Receipts	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total Expenditures	
4			Beginning Balance July 1, 2014												
5			ARRA - General State Aid	4850	0										0
6			ARRA - Title I Low Income	4851	0										0
7			ARRA - Title I Neglected - Private	4852	0										0
8			ARRA - Title I Delinquent - Private	4853	0										0
9			ARRA - Title I School Improvement (Part A)	4854	0										0
10			ARRA - Title I School Improvement (Section 1003g)	4855	0										0
11			ARRA - IDEA Part B Preschool	4856	0										0
12			ARRA - IDEA Part B Flow Through	4857	0										0
13			ARRA - Title II D Technology Formula	4860	0										0
14			ARRA - Title II D Technology Competitive	4861	0										0
15			ARRA - McKinney - Vento Homeless Education	4862	0										0
16			ARRA - Child Nutrition Equipment Assistance	4863	0										0
17			Impact Aid Construction Formula	4864	0										0
18			Impact Aid Construction Competitive	4865	0										0
19			OZAB Tax Credits	4866	0										0
20			OSCB Tax Credits	4867	0										0
21			Build America Bonds Tax Credits	4868	0										0
22			Build America Bonds Interest Reimbursement	4869	0										0
23			ARRA - General State Aid - Other Govt Services Stabilization	4870	0										0
24			ARRA - Other II	4871	0										0
25			ARRA - Other III	4872	0										0
26			ARRA - Other IV	4873	0										0
27			ARRA - Other V	4874	0										0
28			ARRA - Early Childhood	4875	0										0
29			ARRA - Other VII	4876	0										0
30			ARRA - Other VIII	4877	0										0
31			ARRA - Other IX	4878	0										0
32			ARRA - Other X	4879	0										0
33			ARRA - Other XI	4880	0										0
34			Total ARRA Programs		0	0	0	0	0	0	0	0	0	0	0
35			Ending Balance June 30, 2015		0										0

1. Were any funds from the State Fiscal Stabilization Fund Program (SFSF) General State-Aid Accounts 4850, line 5 & 4870, line 23 used for the following non-allowable purposes:

- Payments of maintenance costs;
- Stadiums or other facilities used for athletic contests, exhibitions or other events for which admission is charged to the general public;
- Purchase or upgrade of vehicles;
- Improvements of stand-alone facilities whose purpose is not the education of children such as central office administrative buildings;
- Financial assistance to students to attend private elementary or secondary schools unless the funds are used to provide special education and related services to children with disabilities as authorized by the IDEA Act;
- School modernization, renovation, or repair that is inconsistent with State Law.

2. If any above boxes are checked provide the total amount of questioned costs and provide an explanation below:

--	--

A		B	C	D	E	F
SCHEDULE OF AD VALOREM TAX RECEIPTS						
1	Description	Taxes Received 7-1-14 Thru 6-30-15 (from 2013 Levy & Prior Levies) *	Taxes Received (from the 2014 Levy)	Taxes Received (from 2013 & Prior Levies) (Column B - C)	Total Estimated Taxes (from the 2014 Levy)	Estimated Taxes Due (from the 2014 Levy) (Column E - C)
2						
3						
4	Educational	7,197,811	3,629,022	3,568,789	7,128,958	3,499,936
5	Operations & Maintenance	1,150,434	570,332	580,102	1,120,265	549,933
6	Debt Services **	2,361,683	1,344,354	1,017,329	2,640,593	1,296,239
7	Transportation	480,192	275,149	205,043	540,935	265,786
8	Municipal Retirement	288,875	164,955	123,920	324,565	159,610
9	Capital Improvements	0	0	0	0	0
10	Working Cash	103,894	52,091	51,803	101,842	49,751
11	Tort Immunity	159,641	88,822	70,819	174,128	85,306
12	Fire Prevention & Safety	0	0	0	0	0
13	Leasing Levy	0	0	0	0	0
14	Special Education	619,562	414,726	204,836	814,738	400,012
15	Area Vocational Construction	0	0	0	0	0
16	Social Security/Medicare Only	307,880	138,910	168,970	273,518	134,608
17	Summer School	0	0	0	0	0
18	Other (Describe & Itemize)	0	0	0	0	0
19	<b>Totals</b>	<b>12,669,972</b>	<b>6,678,361</b>	<b>5,991,611</b>	<b>13,119,542</b>	<b>6,441,181</b>
20						
21						
22						

\* The formulas in column B are unprotected to be overridden when reporting on a ACCRUAL basis.

\*\* All tax receipts for debt service payments on bonds must be recorded on line 6 (Debt Services).

A		B	C	D	E	F	G	H	I	J											
SCHEDULE OF SHORT-TERM DEBT																					
1	2	3	4	5	6	7	8	9	10	11											
	Description	Outstanding Beginning 07/01/14	Issued 07/01/14 Through 06/30/15	Retired 07/01/14 Through 06/30/15	Outstanding Ending 06/30/15																
<b>CORPORATE PERSONAL PROPERTY REPLACEMENT TAX ANTICIPATION NOTES (CPPRT)</b>																					
4	Total CPPRT Notes				0																
<b>TAX ANTICIPATION WARRANTS (TAW)</b>																					
6	Educational Fund				0																
7	Operations & Maintenance Fund				0																
8	Debt Services - Construction				0																
9	Debt Services - Working Cash				0																
10	Debt Services - Refunding Bonds				0																
11	Transportation Fund				0																
12	Municipal Retirement/Social Security Fund				0																
13	Fire Prevention & Safety Fund				0																
14	Other - (Describe & Itemize)				0																
15	<b>Total TAWs</b>	0	0	0	0																
<b>TAX ANTICIPATION NOTES (TAN)</b>																					
16	Educational Fund				0																
17	Operations & Maintenance Fund				0																
18	Fire Prevention & Safety Fund				0																
19	Other - (Describe & Itemize)				0																
20	<b>Total TANs</b>	0	0	0	0																
<b>TEACHERS/EMPLOYEES' ORDERS (TEO)</b>																					
22	Total TEOs (Educational, Operations & Maintenance, & Transportation Funds)				0																
<b>GENERAL STATE-AID ANTICIPATION CERTIFICATES (GSAAC)</b>																					
24	Total GSAACs (All Funds)				0																
<b>OTHER SHORT-TERM BORROWING</b>																					
26	Total Other Short-Term Borrowing (Describe & Itemize)				0																
27																					
28																					
<b>SCHEDULE OF LONG-TERM DEBT</b>																					
29	30	31	32	33	34	35	36	37	38	39	40	41	42	43	44	45	46	47	48	49	50
	Identification or Name of Issue	Date of Issue (mm/dd/yy)	Amount of Original Issue	Type of Issue *	Outstanding 07/1/14	Issued 7/1/14 thru 6/30/15	Any differences described and itemized	Retired 7/1/14 thru 6/30/15	Outstanding 6/30/15	Amount to be Provided for Payment on Long-Term Debt											
30	1999 GO Bonds	05/01/99	9,326,744	6	2,050,821			890,794	1,160,027	927,232											
31	2009 GO Refunding Bonds	10/15/09	1,825,000	3	235,000			235,000	0	0											
32	2004 GO Building Bonds	05/01/04	1,552,947	6	9,909,547				9,909,547	9,888,189											
33	2012 GO Refunding Bonds	05/01/12	5,775,000	3	5,650,000				5,650,000	5,645,351											
34	Capital Lease - Buses	Various	48,000	7	9,600			9,600	0	0											
35	Capital Lease - Computers	Various	324,664	7	82,566			82,566	0	0											
36									0	0											
37									0	0											
38									0	0											
39									0	0											
40									0	0											
41									0	0											
42									0	0											
43									0	0											
44									0	0											
45									0	0											
46									0	0											
47									0	0											
48									0	0											
49									0	0											
50									0	0											
51			18,852,355		17,937,534	0	0	1,217,960	16,719,574	16,440,772											

\* Each type of debt issued must be identified separately with the amount:  
 4. Fire Prevent, Safety, Environmental and Energy Bonds  
 5. Tort Judgment Bonds  
 6. Building Bonds  
 7. Other Capital Lease  
 8. Other  
 9. Other

Schedule of Restricted Local Tax Levies and Selected Revenues Sources  
Schedule of Tort Immunity Expenditures

A	B	C	D	E	F	G	H	I	J	K
SCHEDULE OF RESTRICTED LOCAL TAX LEVIES AND SELECTED REVENUE SOURCES										
1	Description				Account No	Tort Immunity <sup>a</sup>	Special Education	Area Vocational Construction	School Facility Occupation Taxes <sup>b</sup>	Driver Education
2	Cash Basis Fund Balance as of July 1, 2014									
4	<b>RECEIPTS:</b>									
5	Ad Valorem Taxes Received by District				10, 20, 40 or 50-1100		600,557			
6	Earnings on Investments				10, 20, 40, 50 or 60-1500					
7	Drivers' Education Fees				10-1970					
8	School Facility Occupation Tax Proceeds				30 or 60-1983					
9	Driver Education				10 or 20-3370					
10	Other Receipts (Describe & Itemize on tab "Itemization 32")				--					
11	Sale of Bonds				10, 20, 40 or 60-7200					
12	<b>Total Receipts</b>					0	600,557	0	0	0
13	<b>DISBURSEMENTS:</b>									
14	Instruction				10 or 50-1000		600,557			
15	Facilities Acquisition & Construction Services				20 or 60-2530					
16	Tort Immunity Services				10, 20, 40-2360-2370					
17	<b>DEBT SERVICE</b>									
18	Debt Services - Interest on Long-Term Debt				30-5200					
19	Debt Services - Payments of Principal on Long-Term Debt (Lease/Purchase Principal Retired)				30-5300					
20	Debt Services Other (Describe & Itemize on tab "Itemization 32")				30-5400				0	
21	<b>Total Debt Services</b>									
22	Other Disbursements (Describe & Itemize on tab "Itemization 32")				--					
23	<b>Total Disbursements</b>					0	600,557	0	0	0
24	<b>Ending Cash Basis Fund Balance as of June 30, 2015</b>					0	0	0	0	0
25	Reserved Fund Balance				714					
26	Unreserved Fund Balance				730					
27						0	0	0	0	0
28	<b>SCHEDULE OF TORT IMMUNITY EXPENDITURES<sup>a</sup></b>									
30	Yes	No	Has the entity established an insurance reserve pursuant to 745 ILCS 10/9-103?							
31	If yes, list in the aggregate the following:									
32	Total Claims Payments:									
33	Total Reserve Remaining:									
34	Using the following categories, list all other Tort Immunity expenditures <u>not</u> included in line 30 above. Include the total dollar amount for each category.									
35	<b>Expenditures:</b>									
36	Workers' Compensation Act and/or Workers' Occupational Disease Act									
37	Unemployment Insurance Act									
38	Insurance (Regular or Self-Insurance)									
39	Risk Management and Claims Service									
40	Judgments/Settlements									
41	Educational, Inspectional, Supervisory Services Related to Loss Prevention and/or Reduction									
42	Reciprocal Insurance Payments (Insurance Code 72, 76, and 81)									
43	Legal Services									
44	Principal and Interest on Tort Bonds									
46	<sup>a</sup> Schedules for Tort Immunity are to be completed only if expenditures have been reported in any fund other than the Tort Immunity Fund (80) during the fiscal year as a result of existing (restricted) fund balances									
47	in those other funds that are being spent down. Cell G6 above should include interest earnings only from these restricted tort immunity monies and only if reported in a fund other than Tort Immunity Fund (80).									
48	<sup>b</sup> 55 ILCS 5/5-1006.7									

	A	B	C	D	E	F	G	H	I	J	K	L
1												
2												
3	<b>Schedule of Capital Outlay and Depreciation</b>											
4	Description of Assets	Acct #	Cost 7-1-14	Add: Additions 2014-15	Less: Deletions 2014-15	Cost 6-30-15	Life in Years	Accumulated Depreciation 7-1-14	Add: Depreciation Allowable 2014-15	Less: Depreciation Deletions 2014-15	Accumulated Depreciation 6-30-15	Balance Undepreciated 6-30-15
5	Works of Art & Historical Treasures	210				0					0	0
6	Land	220										
7	Non-Depreciable Land	221	826,414			826,414						826,414
8	Depreciable Land	222				0	50				0	0
9	Buildings	230										
10	Permanent Buildings	231	33,333,311			33,333,311	50	8,534,678	666,666		9,201,344	24,131,967
11	Temporary Buildings	232				0	25				0	0
12	Improvements Other than Buildings (Infrastructure)	240	593,852			593,852	20	324,450	29,693		354,143	239,709
13	Capitalized Equipment	250										
14	10 Yr Schedule	251	4,355,044	187,816		4,542,860	10	3,699,926	363,429		4,063,355	479,505
15	5 Yr Schedule	252	47,946	17,000		64,946	5	47,520	426		47,946	17,000
16	3 Yr Schedule	253				0	3				0	0
17	Construction in Progress	260		202,915		202,915	-					202,915
18	Total Capital Assets	200	39,156,567	407,731	0	39,564,298	10	12,606,574	1,060,214	0	13,666,788	25,897,510
19	Non-Capitalized Equipment	700				265,283			26,528			
20	Allowable Depreciation								1,086,742			

	A	B	C	D	E	F
1	<b>ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2014-15)</b>					
2	<i>This schedule is completed for school districts only.</i>					
3						
4	<b>Fund</b>	<b>Sheet, Row</b>	<b>ACCOUNT NO - TITLE</b>			<b>Amount</b>
5						
6	<b>OPERATING EXPENSE PER PUPIL</b>					
7	<b>EXPENDITURES:</b>					
8	ED	Expenditures 15-22, L114	Total Expenditures		\$	11,418,535
9	O&M	Expenditures 15-22, L150	Total Expenditures			1,260,563
10	DS	Expenditures 15-22, L168	Total Expenditures			2,425,607
11	TR	Expenditures 15-22, L204	Total Expenditures			883,943
12	MR/SS	Expenditures 15-22, L288	Total Expenditures			510,395
13	TORT	Expenditures 15-22, L331	Total Expenditures			61,860
14			<b>Total Expenditures</b>		\$	<b>16,560,703</b>
15	<b>LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:</b>					
16						
17						
18	TR	Revenues 9-14, L43, Col F	1412 Regular - Transp Fees from Other Districts (In State)		\$	0
19	TR	Revenues 9-14, L47, Col F	1421 Summer Sch - Transp. Fees from Pupils or Parents (In State)			0
20	TR	Revenues 9-14, L48, Col F	1422 Summer Sch - Transp. Fees from Other Districts (In State)			0
21	TR	Revenues 9-14, L49, Col F	1423 Summer Sch - Transp. Fees from Other Sources (In State)			0
22	TR	Revenues 9-14, L50 Col F	1424 Summer Sch - Transp. Fees from Other Sources (Out of State)			0
23	TR	Revenues 9-14, L52, Col F	1432 CTE - Transp Fees from Other Districts (In State)			0
24	TR	Revenues 9-14, L56, Col F	1442 Special Ed - Transp Fees from Other Districts (In State)			0
25	TR	Revenues 9-14, L59, Col F	1451 Adult - Transp Fees from Pupils or Parents (In State)			0
26	TR	Revenues 9-14, L60, Col F	1452 Adult - Transp Fees from Other Districts (In State)			0
27	TR	Revenues 9-14, L61, Col F	1453 Adult - Transp Fees from Other Sources (In State)			0
28	TR	Revenues 9-14, L62, Col F	1454 Adult - Transp Fees from Other Sources (Out of State)			0
29	O&M	Revenues 9-14, L148, Col D	3410 Adult Ed (from ICCB)			0
30	O&M-TR	Revenues 9-14, L149, Col D & F	3499 Adult Ed - Other (Describe & Itemize)			0
31	O&M-TR	Revenues 9-14, L218, Col D,F	4600 Fed - Spec Education - Preschool Flow-Through			0
32	O&M-TR	Revenues 9-14, L219, Col D,F	4605 Fed - Spec Education - Preschool Discretionary			0
33	O&M	Revenues 9-14, L229, Col D	4810 Federal - Adult Education			0
34	ED	Expenditures 15-22, L7, Col K - (G+I)	1125 Pre-K Programs			0
35	ED	Expenditures 15-22, L9, Col K - (G+I)	1225 Special Education Programs Pre-K			293,990
36	ED	Expenditures 15-22, L11, Col K - (G+I)	1275 Remedial and Supplemental Programs Pre-K			0
37	ED	Expenditures 15-22, L12, Col K - (G+I)	1300 Adult/Continuing Education Programs			0
38	ED	Expenditures 15-22, L15, Col K - (G+I)	1600 Summer School Programs			0
39	ED	Expenditures 15-22, L20, Col K	1910 Pre-K Programs - Private Tuition			0
40	ED	Expenditures 15-22, L21, Col K	1911 Regular K-12 Programs - Private Tuition			0
41	ED	Expenditures 15-22, L22, Col K	1912 Special Education Programs K-12 - Private Tuition			307,443
42	ED	Expenditures 15-22, L23, Col K	1913 Special Education Programs Pre-K - Tuition			0
43	ED	Expenditures 15-22, L24, Col K	1914 Remedial/Supplemental Programs K-12 - Private Tuition			0
44	ED	Expenditures 15-22, L25, Col K	1915 Remedial/Supplemental Programs Pre-K - Private Tuition			0
45	ED	Expenditures 15-22, L26, Col K	1916 Adult/Continuing Education Programs - Private Tuition			0
46	ED	Expenditures 15-22, L27, Col K	1917 CTE Programs - Private Tuition			0
47	ED	Expenditures 15-22, L28, Col K	1918 Interscholastic Programs - Private Tuition			0
48	ED	Expenditures 15-22, L29, Col K	1919 Summer School Programs - Private Tuition			0
49	ED	Expenditures 15-22, L30, Col K	1920 Gifted Programs - Private Tuition			0
50	ED	Expenditures 15-22, L31, Col K	1921 Bilingual Programs - Private Tuition			0
51	ED	Expenditures 15-22, L32, Col K	1922 Truants Alternative/Optional Ed Progs - Private Tuition			0
52	ED	Expenditures 15-22, L75, Col K - (G+I)	3000 Community Services			110,825
53	ED	Expenditures 15-22, L102, Col K	4000 Total Payments to Other District & Govt Units			113,065
54	ED	Expenditures 15-22, L114, Col G	- Capital Outlay			111,408
55	ED	Expenditures 15-22, L114, Col I	- Non-Capitalized Equipment			258,602
56	O&M	Expenditures 15-22, L130, Col K - (G+I)	3000 Community Services			0
57	O&M	Expenditures 15-22, L138, Col K	4000 Total Payments to Other Dist & Govt Units			31,721
58	O&M	Expenditures 15-22, L150, Col G	- Capital Outlay			40,927
59	O&M	Expenditures 15-22, L150, Col I	- Non-Capitalized Equipment			6,681
60	DS	Expenditures 15-22, L154, Col K	4000 Payments to Other Dist & Govt Units			0
61	DS	Expenditures 15-22, L164, Col K	5300 Debt Service - Payments of Principal on Long-Term Debt			1,208,360
62	TR	Expenditures 15-22, L179, Col K - (G+I)	3000 Community Services			0
63	TR	Expenditures 15-22, L190, Col K	4000 Total Payments to Other Dist & Govt Units			0
64	TR	Expenditures 15-22, L200, Col K	5300 Debt Service - Payments of Principal on Long-Term Debt			9,600
65	TR	Expenditures 15-22, L204, Col G	- Capital Outlay			0
66	TR	Expenditures 15-22, L204, Col I	- Non-Capitalized Equipment			0
67	MR/SS	Expenditures 15-22, L210, Col K	1125 Pre-K Programs			0
68	MR/SS	Expenditures 15-22, L212, Col K	1225 Special Education Programs - Pre-K			7,138
69	MR/SS	Expenditures 15-22, L214, Col K	1275 Remedial and Supplemental Programs - Pre-K			0
70	MR/SS	Expenditures 15-22, L215, Col K	1300 Adult/Continuing Education Programs			0
71	MR/SS	Expenditures 15-22, L218, Col K	1600 Summer School Programs			21
72	MR/SS	Expenditures 15-22, L274, Col K	3000 Community Services			15,312
73	MR/SS	Expenditures 15-22, L278, Col K	4000 Total Payments to Other Dist & Govt Units			18,709
74						
75			<b>Total Deductions for OEPP Computation (Sum of Lines 18 - 73)</b>		\$	<b>2,533,802</b>
76			<b>Total Operating Expenses Regular K-12 (Line 14 minus Line 75)</b>			<b>14,026,901</b>
77			<b>9 Mo ADA from the General State Aid Claimable for 2014-2015 and Payable in 2015-2016 (ISBE 54-33), L12</b>			<b>1,257.06</b>
78			<b>Estimated OEPP (Line 76 / Line 77)</b>		\$	<b>11,158.50</b>
79						

	A	B	C	D	E	F
1	<b>ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2014-15)</b>					
2	<i>This schedule is completed for school districts only.</i>					
3						
4	<b>Fund</b>	<b>Sheet, Row</b>	<b>ACCOUNT NO - TITLE</b>			<b>Amount</b>
5						
80	<b>PER CAPITA TUITION CHARGE</b>					
81						
82	<b>LESS OFFSETTING RECEIPTS/REVENUES:</b>					
83	TR	Revenues 9-14, L42, Col F	1411 Regular -Transp Fees from Pupils or Parents (In State)		\$	21,883
84	TR	Revenues 9-14, L44, Col F	1413 Regular - Transp Fees from Other Sources (In State)			0
85	TR	Revenues 9-14, L45, Col F	1415 Regular - Transp Fees from Co-curricular Activities (In State)			0
86	TR	Revenues 9-14, L46, Col F	1416 Regular Transp Fees from Other Sources (Out of State)			0
87	TR	Revenues 9-14, L51, Col F	1431 CTE - Transp Fees from Pupils or Parents (In State)			0
88	TR	Revenues 9-14, L53, Col F	1433 CTE - Transp Fees from Other Sources (In State)			0
89	TR	Revenues 9-14, L54, Col F	1434 CTE - Transp Fees from Other Sources (Out of State)			0
90	TR	Revenues 9-14, L55, Col F	1441 Special Ed - Transp Fees from Pupils or Parents (In State)			0
91	TR	Revenues 9-14, L57, Col F	1443 Special Ed - Transp Fees from Other Sources (In State)			0
92	TR	Revenues 9-14, L58, Col F	1444 Special Ed - Transp Fees from Other Sources (Out of State)			0
93	ED	Revenues 9-14, L75, Col C	1600 Total Food Service			166,499
94	ED-O&M	Revenues 9-14, L82, Col C,D	1700 Total District/School Activity Income			133,070
95	ED	Revenues 9-14, L84, Col C	1811 Rentals - Regular Textbooks			0
96	ED	Revenues 9-14, L87, Col C	1819 Rentals - Other (Describe & Itemize)			0
97	ED	Revenues 9-14, L88, Col C	1821 Sales - Regular Textbooks			531
98	ED	Revenues 9-14, L91, Col C	1829 Sales - Other (Describe & Itemize)			0
99	ED	Revenues 9-14, L92, Col C	1890 Other (Describe & Itemize)			0
100	ED-O&M	Revenues 9-14, L95, Col C,D	1910 Rentals			203,682
101	ED-O&M-TR	Revenues 9-14, L98, Col C,D,F	1940 Services Provided Other Districts			0
102	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L104, Col C,D,E,F,G	1991 Payment from Other Districts			0
103	ED	Revenues 9-14, L106, Col C	1993 Other Local Fees (Describe & Itemize)			0
104	ED-O&M-TR	Revenues 9-14, L131, Col C,D,F	3100 Total Special Education			756,391
105	ED-O&M-MR/SS	Revenues 9-14, L140, Col C,D,G	3200 Total Career and Technical Education			0
106	ED-MR/SS	Revenues 9-14, L144, Col C,G	3300 Total Bilingual Ed			7,446
107	ED	Revenues 9-14, L145, Col C	3360 State Free Lunch & Breakfast			307
108	ED-O&M-MR/SS	Revenues 9-14, L146, Col C,D,G	3365 School Breakfast Initiative			0
109	ED-O&M	Revenues 9-14, L147, Col C,D	3370 Driver Education			0
110	ED-O&M-TR-MR/SS	Revenues 9-14, L154, Col C,D,F,G	3500 Total Transportation			570,647
111	ED	Revenues 9-14, L155, Col C	3610 Learning Improvement - Change Grants			0
112	ED-O&M-TR-MR/SS	Revenues 9-14, L156, Col C,D,F,G	3660 Scientific Literacy			0
113	ED-TR-MR/SS	Revenues 9-14, L157, Col C,F,G	3695 Truant Alternative/Optional Education			0
114	ED-TR-MR/SS	Revenues 9-14, L159, Col C,F,G	3715 Reading Improvement Block Grant			0
115	ED-TR-MR/SS	Revenues 9-14, L160, Col C,F,G	3720 Reading Improvement Block Grant - Reading Recovery			0
116	ED-TR-MR/SS	Revenues 9-14, L161, Col C,F,G	3725 Continued Reading Improvement Block Grant			0
117	ED-TR-MR/SS	Revenues 9-14, L162, Col C,F,G	3726 Continued Reading Improvement Block Grant (2% Set Aside)			0
118	ED-O&M-TR-MR/SS	Revenues 9-14, L163, Col C,D,F,G	3766 Chicago General Education Block Grant			0
119	ED-O&M-TR-MR/SS	Revenues 9-14, L164, Col C,D,F,G	3767 Chicago Educational Services Block Grant			0
120	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L165, Col C,D,E,F,G	3775 School Safety & Educational Improvement Block Grant			0
121	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L166, Col C,D,E,F,G	3780 Technology - Technology for Success			0
122	ED-TR	Revenues 9-14, L167, Col C,F	3815 State Charter Schools			0
123	O&M	Revenues 9-14, L170, Col D	3925 School Infrastructure - Maintenance Projects			0
124	ED-O&M-DS-TR-MR/SS-Tort	Revenues 9-14, L171, Col C-G,J	3999 Other Restricted Revenue from State Sources			66,652
125	ED	Revenues 9-14, L180, Col C	4045 Head Start (Subtract)			0
126	ED-O&M-TR-MR/SS	Revenues 9-14, L184, Col C,D,F,G	- Total Restricted Grants-In-Aid Received Directly from Federal Govt			0
127	ED-O&M-TR-MR/SS	Revenues 9-14, L191, Col C,D,F,G	- Total Title V			0
128	ED-MR/SS	Revenues 9-14, L201, Col C,G	- Total Food Service			56,938
129	ED-O&M-TR-MR/SS	Revenues 9-14, L211, Col C,D,F,G	- Total Title I			0
130	ED-O&M-TR-MR/SS	Revenues 9-14, L216, Col C,D,F,G	- Total Title IV			0
131	ED-O&M-TR-MR/SS	Revenues 9-14, L220, Col C,D,F,G	4620 Fed - Spec Education - IDEA - Flow Through			97,009
132	ED-O&M-TR-MR/SS	Revenues 9-14, L221, Col C,D,F,G	4625 Fed - Spec Education - IDEA - Room & Board			0
133	ED-O&M-TR-MR/SS	Revenues 9-14, L222, Col C,D,F,G	4630 Fed - Spec Education - IDEA - Discretionary			0
134	ED-O&M-TR-MR/SS	Revenues 9-14, L223, Col C,D,F,G	4699 Fed - Spec Education - IDEA - Other (Describe & Itemize)			0
135	ED-O&M-MR/SS	Revenues 9-14, L228, Col C,D,G	4700 Total CTE - Perkins			0
160	ED-O&M-DS-TR-MR/SS-Tort	Revenue Adjustments (C231 thru J258)	4800 Total ARRA Program Adjustments			0
161	ED	Revenues 9-14, L260, Col C	4901 Race to the Top			0
162	ED-O&M-DS-TR-MR/SS-Tort	Revenues 9-14, L261, Col C-G,J	4902 Race to the Top-Preschool Expansion Grant			0
163	ED-O&M-MR/SS	Revenues 9-14, L262, Col C,D,G	4904 Advanced Placement Fee/International Baccalaureate			0
164	ED-TR-MR/SS	Revenues 9-14, L263, Col C,F,G	4905 Title III - Immigrant Education Program (IEP)			0
165	ED-TR-MR/SS	Revenues 9-14, L264, Col C,F,G	4909 Title III - Language Inst Program - Limited Eng (LIPLEP)			0
166	ED-TR-MR/SS	Revenues 9-14, L265, Col C,F,G	4910 Learn & Serve America			0
167	ED-O&M-TR-MR/SS	Revenues 9-14, L266, Col C,D,F,G	4920 McKinney Education for Homeless Children			0
168	ED-O&M-TR-MR/SS	Revenues 9-14, L267, Col C,D,F,G	4930 Title II - Eisenhower Professional Development Formula			0
169	ED-O&M-TR-MR/SS	Revenues 9-14, L268, Col C,D,F,G	4932 Title II - Teacher Quality			7,371
170	ED-O&M-TR-MR/SS	Revenues 9-14, L269, Col C,D,F,G	4960 Federal Charter Schools			0
171	ED-O&M-TR-MR/SS	Revenues 9-14, L270, Col C,D,F,G	4991 Medicaid Matching Funds - Administrative Outreach			10,078
172	ED-O&M-TR-MR/SS	Revenues 9-14, L271, Col C,D,F,G	4992 Medicaid Matching Funds - Fee-for-Service Program			11,300
173	ED-O&M-TR-MR/SS	Revenues 9-14, L272, Col C,D,F,G	4999 Other Restricted Revenue from Federal Sources (Describe & Itemize)			0
174						
175			<b>Total Deductions for PCTC Computation (Sum of Lines 83 - 173)</b>		\$	<b>2,109,804</b>
176			<b>Total PCTC Expenditures (Line 76 minus Line 175)</b>			<b>11,917,097</b>
177			<b>Total Depreciation Allowance (from page 27, Col I)</b>			<b>1,086,742</b>
178			<b>Total Net Expenditures for PCTC Computation Line 176 plus Line 177)</b>			<b>13,003,839</b>
179			<b>9 Mo ADA (from Line 77)</b>			<b>1,257.06</b>
180			<b>Total Estimated PCTC (Line 178 / Line 179) *</b>		\$	<b>10,344.64</b>
181						
182	* The total OEPP/PCTC may change based on the data provided. The final amounts will be calculated by ISBE					



ESTIMATED INDIRECT COST DATA

A	B	C	D	E	F	G	H
1	<b>ESTIMATED INDIRECT COST RATE DATA</b>						
2	<b>SECTION I</b>						
3	<b>Financial Data To Assist Indirect Cost Rate Determination</b>						
4	<i>(Source document for the computation of the Indirect Cost Rate is found in the "Expenditures 15-22" tab.)</i>						
5	ALL OBJECTS EXCLUDE CAPITAL OUTLAY. With the exception of line 11, enter the disbursements/expenditures included within the following functions charged directly to and reimbursed from federal grant programs. Also, include all amounts paid to or for other employees within each function that work with specific federal grant programs in the same capacity as those charged to and reimbursed from the same federal grant programs. For example, if a district received funding for a Title I clerk, all other salaries for Title I clerks performing like duties in that function must be included. Include any benefits and/or purchased services paid on or to persons whose salaries are classified as direct costs in the function listed.						
6	<b>Support Services - Direct Costs (1-2000) and (5-2000)</b>						
7	Direction of Business Support Services (1-2510) and (5-2510)						
8	Fiscal Services (1-2520) and (5-2520)						
9	Operation and Maintenance of Plant Services (1, 2, and 5-2540)			96,154			
10	Food Services (1-2560) <i>Must be less than (P16, Col E-F, L62)</i>						
11	Value of Commodities Received for Fiscal Year 2015 <i>(include the value of commodities when determining if an A-133 is required).</i>			10,230			
12	Internal Services (1-2570) and (5-2570)						
13	Staff Services (1-2640) and (5-2640)						
14	Data Processing Services (1-2660) and (5-2660)						
15	<b>SECTION II</b>						
16	<b>Estimated Indirect Cost Rate for Federal Programs</b>						
17		Function	Restricted Program Indirect Costs	Restricted Program Direct Costs	Unrestricted Program Indirect Costs	Unrestricted Program Direct Costs	
18		1000		7,827,901		7,827,901	
19	Instruction						
20	Support Services:						
21	Pupil	2100		987,165		987,165	
22	Instructional Staff	2200		517,310		517,310	
23	General Admin.	2300		745,422		745,422	
24	School Admin	2400		499,916		499,916	
25	Business:						
26	Direction of Business Spt. Srv.	2510	75,283	0	75,283	0	
27	Fiscal Services	2520	132,351	0	132,351	0	
28	Oper. & Maint. Plant Services	2540		1,264,552	1,264,552	0	
29	Pupil Transportation	2550		973,552	973,552	0	
30	Food Services	2560		119,141	119,141	0	
31	Internal Services	2570	0	0	0	0	
32	Central:						
33	Direction of Central Spt. Srv.	2610		0	0	0	
34	Plan, Rsrch, Dvlp, Eval. Srv.	2620		0	0	0	
35	Information Services	2630		0	0	0	
36	Staff Services	2640	0	0	0	0	
37	Data Processing Services	2660	171,888	0	171,888	0	
38	Other:	2900		0	0	0	
39	Community Services	3000		126,137	126,137	0	
40	<b>Total</b>		379,522	13,061,096	1,644,074	11,796,544	
41			<b>Restricted Rate</b>		<b>Unrestricted Rate</b>		
42			Total Indirect Costs:	379,522	Total Indirect costs:	1,644,074	
43			Total Direct Costs:	13,061,096	Total Direct Costs:	11,796,544	
44			=	2.91%	=	13.94%	
45							

A		B	C	D	E
<b>REPORT ON SHARED SERVICES OR OUTSOURCING</b>					
School Code, Section 17-1.1 (Public Act 97-0357)					
Fiscal Year Ending June 30, 2015					
Millburn CC School District No. 24 34-049-0240-04					
1					
2					
3					
5	Complete the following for attempts to improve fiscal efficiency through shared services or outsourcing in the prior, current and next fiscal years. For additional information, please see the following website: <a href="http://www.isbe.net/sfrms/efr/efr.htm">http://www.isbe.net/sfrms/efr/efr.htm</a> .				
6					
7					
8	<input type="checkbox"/>	Check if the schedule is not applicable.	Prior Fiscal Year	Current Fiscal Year	Next Fiscal Year
9	Indicate with an (X) if Deficit Reduction Plan is Required for Annual Budget				
10	<b>Service or Function (Check all that apply)</b>				
11	Curriculum Planning		X	X	
12	Custodial Services				
13	Educational Shared Programs		X	X	
14	Employee Benefits		X	X	
15	Energy Purchasing		X	X	
16	Food Services		X	X	
17	Grant Writing				
18	Grounds Maintenance Services		X	X	
19	Insurance		X	X	
20	Investment Pools				
21	Legal Services				
22	Maintenance Services		X	X	
23	Personnel Recruitment				
24	Professional Development		X	X	
25	Shared Personnel				
26	Special Education Cooperatives		X	X	
27	STEM (science, technology, engineering and math) Program Offerings				
28	Supply & Equipment Purchasing		X	X	
29	Technology Services				
30	Transportation		X	X	
31	Vocational Education Cooperatives				
32	All Other Joint/Cooperative Agreements				
33	Other				
34					
35	<u>Additional space for Column (D) - Barriers to Implementation:</u>				
36					
37					
38					
40	<u>Additional space for Column (E) - Name of LEA:</u>				
41					
42					
43					

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

School District Name: Millburn CC School District No. 24  
 RCDT Number: 34-049-0240-04

**LIMITATION OF ADMINISTRATIVE COSTS WORKSHEET**  
 (Section 17-1.5 of the School Code)

Funct. No.	Description	Actual Expenditures, Fiscal Year 2015			Budgeted Expenditures, Fiscal Year 2016		
		(10) Educational Fund	(20) Operations & Maintenance Fund	Total	(10) Educational Fund	(20) Operations & Maintenance Fund	Total
2320	1. Executive Administration Services	399,343		399,343	414,701		414,701
2330	2. Special Area Administration Services	951		951	575		575
2490	3. Other Support Services - School Administration	0		0			0
2510	4. Direction of Business Support Services	74,345	0	74,345	77,733		77,733
2570	5. Internal Services	0		0			0
2610	6. Direction of Central Support Services	0		0			0
	7. Deduct - Early Retirement or other pension obligations required by state law and included above.	(33,865)		(33,865)	(34,707)		(34,707)
	8. Totals	508,504	0	508,504	527,716	0	527,716
	9. Percent Increase (Decrease) for FY2016 (Budgeted) over FY2015 (Actual)						4%

**CERTIFICATION**

I certify that the amounts shown above as "Actual Expenditures, Fiscal Year 2015" agree with the amounts on the district's Annual Financial Report for Fiscal Year 2015. I also certify that the amounts shown above as "Budgeted Expenditures, Fiscal Year 2016" agree with the amounts on the budget adopted by the Board of Education.

(Date)

Signature of Superintendent

**If line 9 is greater than 5% please check one box below.**

- The District is ranked by ISBE in the lowest 25th percentile of like districts in administrative expenditures per student (4th quartile) and will waive the limitation by board action, subsequent to a public hearing. Waiver resolution must be adopted no later than June 30.
- The district is unable to waive the limitation by board action and will be requesting a waiver from the General Assembly pursuant to the procedures in Chapter 105 ILCS 5/2-3.25g. Waiver applications must be postmarked by August 16, 2015 to ensure inclusion in the Fall 2015 report, postmarked by January 17, 2016 to ensure inclusion in the Spring 2015 report, or postmarked by August 15, 2016 to ensure inclusion in the Fall 2016 report. Information on the waiver process can be found at [www.isbe.net/isbewaivers/default.htm](http://www.isbe.net/isbewaivers/default.htm).
- The district will amend their budget to become in compliance with the limitation. Budget amendments must be adopted no later than June 30.

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

1. Page 3 Line 31 Debt Margin-ISBE has granted a waiver on the 6.9% limitation to permit certain debt to be subject to a 15% limitation, Current Debt subject to the 6.9% limitation is \$0, Current Debt subject to the 15% limitation is \$16,719,574.
2. Page 10 Line 74 represents Miscellaneous Food Service revenue
3. Page 10 line 81 represents revenue from Choral of \$8,175, Band of \$31,450, and Variuos Clubs of \$10,635.
4. Page 11 Line 107 in the Ed Fund represents revenue from Insurance Reimbursements of \$22,349, Computer Sales of \$7,153 and Miscellaneous revenue of \$22,593. In the other funds this represents Miscellaneous revenue.
5. Page 12 Line 171 represents a State library Grant of \$1,051, Hold Harmless revenue of \$64,101, and \$1,500 from Lake County ROE
6. Page15 Line 41 represents expenses for Crossing Guards/Playground Supervisor and Student Awards
7. Page 18 Line 165 represents Paying Agent Fees
8. Page 19 Line 231 represents Crossing Guards/Playground Supervisor
9. Concerning Error Notice on Balancing Schedule, The Total Principal Paid in the Bond and Interest Fund of \$1,208,360 plus the Principal Paid in the Transportation Fund of \$9,600 equal the Total on Page 25 Cell H49.

Reference Pages.

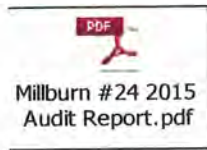
- <sup>1</sup> Do not enter negative numbers. Reports with negative numbers will be returned for correction.
- <sup>2</sup> GASB Statement No. 24; Accounting and Financial Reporting for Certain Grants and Other Financial Assistance. The "On Behalf of" Payments should only be reflected on this page.
-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



**Instructions to insert word doc or pdf files:**

Choose: **Insert** - Select: **Object** - Select **Create New** tab -  
Select file type **Adobe Acrobat** or **Microsoft Word Document** - Select **Create from File** tab - Select **Browse** -  
Select **file that you want to embed** - Check **Display as icon** - Select **OK**.

If you have trouble inserting pdf files it is because you do not have the Adobe program.



	A	B	C	D	E	F	G	H
1	<b>DEFICIT ANNUAL FINANCIAL REPORT (AFR) SUMMARY INFORMATION</b>							
2	<b>New Provisions in the School Code, Section 17-1 (105 ILCS 5/17-1)</b>							
3	<p><i>Instructions: If the Annual Financial Report (AFR) reflects that a "deficit reduction plan" is required as calculated below, then the school district is to complete the "deficit reduction plan" in the annual budget and submit the plan to Illinois State Board of Education (ISBE) within 30 days after accepting the audit report. This may require the FY2014 annual budget to be amended to include a "deficit reduction plan" and narrative.</i></p>							
4	<p><i>The "deficit reduction plan" is developed using ISBE guidelines and format in the School District Budget Form 50-36. A plan is required when the operating funds listed below result in direct revenues (line 7) being less than direct expenditures (line 8) by an amount equal to or greater than one-third (1/3) of the ending fund balance (line 10). That is, if the ending fund balance is less than three times the deficit spending, the district must adopt and submit an original budget/amended budget with ISBE that provides a "deficit reduction plan" to balance the shortfall within the next three years.</i></p>							
5	<p><b>DEFICIT AFR SUMMARY INFORMATION - Operating Funds Only</b> (All AFR pages must be completed to generate the following calculation)</p>							
6		EDUCATIONAL	OPERATIONS & MAINTENANCE	TRANSPORTATION	WORKING CASH	TOTAL		
7	Direct Revenues	12,556,814	1,358,975	1,074,033	104,136	15,093,958		
8	Direct Expenditures	11,418,535	1,260,563	883,943		13,563,041		
9	Difference	1,138,279	98,412	190,090	104,136	1,530,917		
10	Fund Balance - June 30, 2015	(2,303,691)	(362,216)	807,689	155,229	(1,702,989)		
11	<b>Balanced - no deficit reduction plan is required.</b>							
12								
13								
14								

## Audit Checklist

All entries must balance within the individual fund statements and schedules as instructed below.  
Any error messages left unresolved below, will be returned to the school district/joint agreement.

Round all entries to the nearest dollar.

1. The auditor's Opinion and Notes to the Financial Statements are embedded in the "Opinion-Notes 34" tab.
2. Student Activity Funds, Convenience Accounts, and other agency funds are included, if applicable.
3. All audit questions on page 2 are answered appropriately by checking all that apply. This page must also be certified with the signature of the CPA firm. Comments and explanations
4. All **Other** accounts and functions labeled "(describe & itemize)" are properly noted on the "Itemization 32" tab.
5. In all funds, Function No. 2900 does not include Worker's Compensation or Unemployment Insurance.
6. Tuition paid to another school district or to a joint agreement (in state) is coded to Function 4200, and Other Objects (600).
7. Business Manager/Bookkeeper Costs are charged to the proper Function (No. 2510/2520).
8. If district is subject to PTELL on tab "Aud Quest 2", line 21 be sure to check the box and enter the effective date.

## Balancing Schedule

Check this Section for Error Messages

The following assures that various entries are in balance. Any out of balance condition is followed by an error message in **RED** and must be resolved before submitting to ISBE. One or more errors detected may cause this AFR to be returned for corrections and resubmission. If impossible for entries to balance please explain on the itemization page.

Description:	Error Message
<b>1. Cover Page: The Accounting Basis must be Cash or Accrual.</b>	
<b>2. The A-133 related documents must be completed and attached.</b>	
What Basis of Accounting is used?	<b>ACCRUAL</b>
Accounting for late payments (Audit Questionnaire Section D)	OK
Are Federal Expenditures greater than \$500,000?	OK
Is all A133 information completed and enclosed?	OK
Is Budget Deficit Reduction Plan Required?	<b>Congratulations! You have a balanced AFR.</b>
<b>3. Page 3: Financial Information must be completed.</b>	
Section A: Tax rates are not entered in the following format: [1.50 should be .0150]. Please enter with the correct decimal point.	OK
Section D: Check a or b that agrees with the school district type.	OK
<b>4. Page 5: Cells C4:L4 Acct 111-115 - Cash Balances cannot be negative.</b>	
Fund (10) ED: Cash balances cannot be negative.	OK
Fund (20) O&M: Cash balances cannot be negative.	OK
Fund (30) DS: Cash balances cannot be negative.	OK
Fund (40) TR: Cash balances cannot be negative.	OK
Fund (50) MR/SS: Cash balances cannot be negative.	OK
Fund (60) CP: Cash balances cannot be negative.	OK
Fund (70) WC: Cash balances cannot be negative.	OK
Fund (80) Tort: Cash balances cannot be negative.	OK
Fund (90) FP&S: Cash balances cannot be negative.	OK
<b>5. Page 5 &amp; 6: Total Current &amp; Capital Assets must = Total Liabilities &amp; Fund Balance.</b>	
Fund 10, Cell C13 must = Cell C41.	OK
Fund 20, Cell D13 must = Cell D41.	OK
Fund 30, Cell E13 must = Cell E41.	OK
Fund 40, Cell F13 must = Cell F41.	OK
Fund 50, Cell G13 must = Cell G41.	OK
Fund 60, Cell H13 must = Cell H41.	OK
Fund 70, Cell I13 must = Cell I41.	OK
Fund 80, Cell J13 must = Cell J41.	OK
Fund 90, Cell K13 must = Cell K41.	OK
Agency Fund, Cell L13 must = Cell L41.	OK
General Fixed Assets, Cell M23 must = Cell M41.	OK
General Long-Term Debt, Cell N23 must = Cell N41.	OK
<b>6. Page 5: Sum of Reserved &amp; Unreserved Fund Balance must = Page 8, Ending Fund Balance.</b>	
Fund 10, Cells C38+C39 must = Cell C81.	OK
Fund 20, Cells D38+D39 must = Cell D81.	OK
Fund 30, Cells E38+E39 must = Cell E81.	OK
Fund 40, Cells F38+F39 must = Cell F81.	OK
Fund 50, Cells G38+G39 must = Cell G81.	OK
Fund 60, Cells H38+H39 must = Cell H81.	OK
Fund 70, Cells I38+I39 must = Cell I81.	OK
Fund 80, Cells J38+J39 must = Cell J81.	OK
Fund 90, Cells K38+K39 must = Cell K81.	OK
<b>8. Page 25: Schedule of Bonds Payable must = Pages 5, 8 &amp; 18: Basic Financial Statements.</b>	
<b>Note: Explain any unreconcilable differences in the Itemization sheet.</b>	
Total Long-Term Debt Issued (P25, Cell F49) must = Principal on Long-Term Debt Sold (P8, Cells C33:F33, H33:K33).	OK
Total Long-Term Debt (Principal) Retired (P18, Cells H163) must = Debt Service - Long-Term Debt (Principal) Retired (P25, Cells H49).	<b>ERROR!</b>
<b>9. Page 7 &amp; 8: Other Sources of Funds (L 24:42) must = Other Uses of Funds (P8, L46:59).</b>	
Acct 7130 - Transfer Among Funds, Cells C27:K27 must = Acct 8130 Transfer Among Funds, Cells C49:K49	OK
Acct 7140 - Transfer of Interest, Cells C28:K28 must = Acct 8140 Transfer of Interest, Cells C50:K50.	OK
Acct 7900 - ISBE Loan Proceeds (Cells C42:K42) must = Acct 8910 - Transfers to Debt Service Fund to Pay Principal on ISBE Loans (Cells C74:K74)	OK
<b>10. Restricted Local Tax Levies Page 26, Line 25 must = Reserved Fund Balance, Pages 5 &amp; 6, Line 38.</b>	
Reserved Fund Balance, Page 5, Cells C38:H38 must be => Reserve Fund Balance Cell G25:K25.	OK
Unreserved Fund Balance, Page 5, Cells C39:H39 must be > 0	<b>ENTRY IS REQUIRED!</b>
<b>11. Page 5: "On behalf" payments to the Educational Fund</b>	
Fund (10) ED: Account 3998 must be entered	OK
<b>12. Page 28: The 9 Month ADA must be entered on Line 77.</b>	OK
<b>13. Page 32: LIMITATION OF ADMINISTRATIVE COST, Budget Information must be completed and submitted to ISBE.</b>	OK
<b>14. Page 31: SHARED OUTSOURCED SERVICES, Completed.</b>	OK



**ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)  
DISTRICT/JOINT AGREEMENT  
Year Ending June 30, 2015**

DISTRICT/JOINT AGREEMENT NAME <b>Millburn CC School District No. 24</b>	RCDT NUMBER <b>34-049-0240-04</b>	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER <b>060-001071</b>	
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable) Jason Lind		NAME AND ADDRESS OF AUDIT FIRM <b>Milburn Cain &amp; Co 4237 Grove Ave Gurnee IL 60031</b>	
ADDRESS OF AUDITED ENTITY (Street and/or P.O. Box, City, State, Zip Code)  <b>18550 Millburn Road  Wadsworth 60083</b>		E-MAIL ADDRESS dcain@milburncain.biz	
		NAME OF AUDIT SUPERVISOR <b>M. David Cain, Sr.</b>	
		CPA FIRM TELEPHONE NUMBER <b>847-336-6455</b>	FAX NUMBER <b>847-336-9594</b>

THE FOLLOWING INFORMATION MUST BE INCLUDED IN THE A-133 SINGLE AUDIT REPORT:

- A copy of the CPA firm's most recent peer review report and acceptance letter has been submitted to ISBE (either with the audit or under separate cover).
- Financial Statements including footnotes § .310 (a)
- Schedule of Expenditures of Federal Awards including footnotes § .310 (b)
- Independent Auditor's Report § .505
- Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* § .505
- Independent Auditor's Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133 § .505
- Schedule of Findings and Questioned Costs § .505 (d)
- Summary Schedule of Prior Year Audit Findings § .315 (b)
- Corrective Action Plan § .315 (c)

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

- Copy of Federal Data Collection Form § .320 (b)
- Copy(ies) of Management Letter(s)

**Millburn CC School District No. 24**  
**34-049-0240-04**

**A-133 SINGLE AUDIT INFORMATION CHECKLIST**

The following checklist is **OPTIONAL**; it is not a required form for completion of A-133 Single Audit information. The purpose of the checklist is to assist in determining if appropriate information has been correctly completed within the Annual Financial Report (AFR). This is not a complete listing of all A-133 requirements, but highlights some of the more common errors found during ISBE reviews.

**GENERAL INFORMATION**

- 1. **Signed** copies of audit opinion letters have been included with audit package submitted to ISBE.
- 2. All opinion letters use the **most current audit language and formatting** as mandated in SAS 115/SAS 117 and other pronouncements.
- 3. **ALL** Single Audit forms within the AFR Excel workbook have been completed, where appropriate.  
- For those forms that are not applicable, "N/A" or similar language has been indicated.
- 4. **ALL** Federal revenues reported in FRIS Report 0053 (Summary of Payments) are accounted for in the Schedule of Expenditures of Federal Awards (SEFA).  
Programs funded through ARRA are identified separately in SEFA.
- 5. Federal revenues reported on the AFR reconcile to Federal revenues reported on the SEFA.  
- Verify or reconcile on reconciliation worksheet.
- 6. The total value of non-cash **COMMODITIES** has been included within the AFR on the **INDIRECT COSTS** page (ICR Computation 30) on Line 11. It **should not** be included in the Statement of Revenues Received (REVENUES 9-14) within the AFR Accounts 4210 - 4299. Those accounts are specific cash programs, not non-cash assistance such as **COMMODITIES**.
- 7. Complete audit package (Data Collection Form, audit reports, etc.) has been submitted electronically to the Federal Audit Clearinghouse in Jeffersonville, Indiana.

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

- 8. Programs funded through ARRA (Federal Stimulus funds) are identified separately from "regular" Federal programs.  
- Program name includes "ARRA - " prefix  
- Correct ARRA CFDA and ISBE program numbers are listed
- 9. All prior year's projects are included and reconciled to final FRIS report amounts.  
- Including receipt/revenue and expenditure/disbursement amounts.
- 10. All current year's projects are included and reconciled to most recent FRIS report filed.  
- Including revenue and expenditure/disbursement amounts.
- 11. Differences in reported spending amounts on the SEFA and the final FRIS reports should be detailed and/or documented in a finding, with discrepancies reported as Questioned Costs.
- 12. Prior-year and Current-year Child Nutrition Programs (CNP) are included on the SEFA (with prior-year program showing total cash received).  
Project year runs from October 1 to September 30, so projects will cross fiscal year;  
This means that audited year revenues will include funds from both the prior year and current year projects.
- 13. Each CNP project should be reported on separate line (one line per project year per program).
- 14. Total CNP Revenue amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- 15. Total CNP Expenditure amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- 16. Exceptions should result in a finding with Questioned Costs.
- 17. The total value of non-cash **COMMODITIES** has been reported on the SEFA (CFDA 10.555).  
- The value is determined from the following, with each item on a separate line:
  - \* **Non-Cash Commodities**: Monthly Commodities Bulletin for April (From the Illinois Commodities System accessed through ISBE web site)  
Total commodities = A PAL Allocated + B PAL Allocated + Processing Deductions + Total Bonus Allocated  
Verify Non-Cash Commodities amount on ISBE web site: <http://www.isbe.net/business.htm>
  - \* **Non-Cash Commodities**: Commodities information for non-cash items received through **Other Food Services**  
Districts should track separately through year, no specific report available from ISBE  
Verify Non-Cash Commodities amount through Other Food Services on ISBE web site: <http://www.isbe.net/business.htm>.
  - \* **Department of Defense Fresh Fruits and Vegetables** (District should track through year)  
- The two commodity programs should be reported on separate lines on the SEFA.  
Verify Non-Cash Commodities amount through DoD Fresh Fruits and Vegetables on ISBE web site: <http://www.isbe.net/business.htm>
  - \* Amounts verified for **Fresh Fruits and Vegetables** cash grant program (ISBE code 4240)  
CFDA number: 10.582
- 18. **TOTALS** have been calculated for Federal revenue and expenditure amounts (Column totals).
- 19. Obligations and Encumbrances are included where appropriate.
- 20. **FINAL STATUS** amounts are calculated, where appropriate.
- 21. Medicaid Fee-for-Service funds, E-Rate reimbursements and Build America Bond interest subsidies have **not** been included on the SEFA.
- 22. **All** programs tested (not just Type A programs) are indicated by either an "R" or (M) on the SEFA.
- 23. **NOTES TO THE SEFA** within the AFR Excel workbook (SEFA NOTES) have been completed.  
Including, but not limited to:
  - 24. Basis of Accounting
  - 25. Name of Entity
  - 26. Type of Financial Statements
  - 27. Subrecipient information (Mark "N/A" if not applicable)
  - \* ARRA funds are listed separately from "regular" Federal awards

**SUMMARY OF AUDITOR RESULTS/FINDINGS/CORRECTIVE ACTION PLAN**

- 28. Audit opinions expressed in opinion letters match opinions reported in Summary.
- 29. **All** Summary of Auditor Results questions have been answered.
- 30. All tested programs are listed.
- 31. Correct testing threshold has been entered. (OMB A-133, §\_ 520)

**Findings have been filled out completely and correctly (if none, mark "N/A").**

- 32. Financial Statement and/or Federal Awards Findings information has been completely filled out for each finding, with finding numbers in correct format.
- 32. Finding completed for each Significant Deficiency and for each Material Weakness noted in opinion letters.
- 33. Separate finding for each Federal program (i.e., don't report same finding for multiple programs on one sheet).
- 34. Separate finding sheet for each finding on programs (e.g., excess interest earned and unallowable expenditures are two findings and should be reported separately, even if both are on same program).
- 35. Questioned Costs have been calculated where there are questioned costs.
- 36. Questioned Costs are separated by project year **and** by program (and sub-project, if necessary).
- 37. Questioned Costs have been calculated for Interest Earned on **Excess Cash on Hand**.  
- Should be based on actual amount of interest earned  
- Questioned Cost amounts are broken out between programs if multiple programs are listed on the finding
- 38. **A CORRECTIVE ACTION PLAN** has been completed for each finding.  
- Including Finding number, action plan details, projected date of completion, name and title of contact person

**Millburn CC School District No. 24  
34-049-0240-04**

**RECONCILIATION OF FEDERAL REVENUES**

Annual Financial Report to Schedule of Expenditures of Federal Awards

**TOTAL FEDERAL REVENUE IN AFR**

Account Summary 7-8, Line 7	Account 4000	\$ 187,946
Flow-through Federal Revenues		
Revenues 9-14, Line 112	Account 2200	-
Value of Commodities		
Indirect Cost Info 30, Line 11		10,230
Less: Medicaid Fee-for-Service		
Revenues 9-14, Line 270	Account 4992	(11,300)
<b>AFR TOTAL FEDERAL REVENUES:</b>		<b>\$ 186,876</b>

**ADJUSTMENTS TO AFR FEDERAL REVENUE AMOUNTS:**

Reason for Adjustment:

-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----

**ADJUSTED AFR FEDERAL REVENUES** \$ 186,876

Total Current Year Federal Revenues Reported on SEFA:  
Federal Revenues Column D

**Adjustments to SEFA Federal Revenues:**

Reason for Adjustment:

-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----
-----	-----

**ADJUSTED SEFA FEDERAL REVENUE:** \$ -

**DIFFERENCE:** \$ 186,876





**Millburn CC School District No. 24**  
**34-049-0240-04**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ending June 30, 2015**

**SECTION I - SUMMARY OF AUDITOR'S RESULTS**

**FINANCIAL STATEMENTS**

Type of auditor's report issued: \_\_\_\_\_  
 (Unmodified, Qualified, Adverse, Disclaimer)

**INTERNAL CONTROL OVER FINANCIAL REPORTING:**

- Material weakness(es) identified? \_\_\_\_\_ YES \_\_\_\_\_ None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)? \_\_\_\_\_ YES \_\_\_\_\_ None Reported
- Noncompliance material to financial statements noted? \_\_\_\_\_ YES \_\_\_\_\_ NO

**FEDERAL AWARDS**

**INTERNAL CONTROL OVER MAJOR PROGRAMS:**

- Material weakness(es) identified? \_\_\_\_\_ YES \_\_\_\_\_ None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)? \_\_\_\_\_ YES \_\_\_\_\_ None Reported

Type of auditor's report issued on compliance for major programs: \_\_\_\_\_  
 (Unmodified, Qualified, Adverse, Disclaimer<sup>7</sup>)

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, § .510(a)? \_\_\_\_\_ YES \_\_\_\_\_ NO

**IDENTIFICATION OF MAJOR PROGRAMS.<sup>8</sup>**

CFDA NUMBER(S) <sup>9</sup>	NAME OF FEDERAL PROGRAM or CLUSTER <sup>10</sup>

Dollar threshold used to distinguish between Type A and Type B programs: \_\_\_\_\_

Auditee qualified as low-risk auditee? \_\_\_\_\_ YES \_\_\_\_\_ NO

<sup>7</sup> If the audit report for one or more major programs is other than unmodified, indicate the type of report issued for each program. Example: "Unmodified for all major programs except for [name of program], which was modified and [name of program], which was a disclaimer."

<sup>8</sup> Major programs should generally be reported in the same order as they appear on the SEFA.

<sup>9</sup> When the CFDA number is not available, include other identifying number, if applicable.

<sup>10</sup> The name of the federal program or cluster should be the same as that listed in the SEFA. For clusters, auditors are only required to list the name of the cluster.







**Millburn CC School District No. 24**  
**34-049-0240-04**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS<sup>19</sup>**  
**Year Ending June 30, 2015**

[If there are no prior year audit findings, please submit schedule and indicate NONE]

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status<sup>20</sup></u>
-----------------------	------------------	------------------------------------

---

When possible, all prior findings should be on the same page

<sup>19</sup> See the instructions in the Guide to Auditing and Reporting for Illinois Public Local Education Agencies for an explanation of this schedule.

<sup>20</sup> Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.

**Millburn CC School District No. 24**  
**34-049-0240-04**  
**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS<sup>21</sup>**  
**Year Ending June 30, 2015**

Corrective Action Plan

Finding No.: **2015-** \_\_\_\_\_

Condition:

Plan:

Anticipated Date of Completion:

Name of Contact Person: [Name and Title of person responsible for implementation]

Management Response: [If applicable, an explanation giving specific reasons if the district officials do not agree with the finding and believe that corrective action is unnecessary.]

<sup>21</sup> See the instructions in the Guide to Auditing and Reporting for Illinois Public Local Education Agencies for an explanation of this schedule.