

**FRANKFORT COMMUNITY UNIT  
SCHOOL DISTRICT #168  
WEST FRANKFORT, ILLINOIS**

**FINANCIAL REPORT  
June 30, 2016**

# FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168

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June 30, 2016

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Frankfort Community Unit School District #168  
Frankfort, Illinois

### Report on the Financial Statements

We have audited the accompanying financial statements of the Frankfort Community Unit School District #168, which comprise the statement of cash and unencumbered cash balances as of June 30, 2016, and the related statement of revenues received and expenditures paid for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Illinois State Board of Education. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

A-1

HAROLD D. EMLING, CPA • DONALD L. HOFFMAN, CPA • MELISSA A. DENNIS, CPA • SARAH M. KARY, CPA

**Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles**

As described in Note A-3, the financial statements are prepared by the Frankfort Community Unit School District #168 on the basis of the financial reporting provisions of the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Illinois State Board of Education.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note A-3 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

As discussed in Note A-5, detailed property records are not presently maintained; consequently, we are unable to express an opinion on the General Fixed Assets Account Group.

**Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Frankfort Community Unit School District #168 as of June 30, 2016, or changes in financial position, or cash flows thereof for the year then ended.

**Basis for Qualified Opinion**

The School District has omitted disclosures required by Governmental Accounting Standards Board Statement 45, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. The amounts by which this disclosure would affect the financial statements is not reasonably determinable.

**Unmodified Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the Frankfort Community Unit School District #168 as of June 30, 2016, and the revenues it received and expenditures it paid for the year then ended, in accordance with the financial reporting provisions of the Illinois State Board of Education as described in Note A-3.

**Other Matters***Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 15- 22, IL Municipal Retirement Fund Schedule of Funding Progress, IMRF Multiyear Schedule of Changes in Net Pension Liability and Related Ratios, IMRF Multiyear Schedule of Contributions, TRS Schedule of the Employer’s Proportionate Share of the Net Pension Liability, TRS Schedule of Employer’s Contributions, and the Activity Funds be presented to supplement the financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Frankfort Community Unit School District #168’s basic financial statements. The information provided on pages 2 - 4, supplementary schedules on pages 23 - 26 and 30 - 32, statistical section on pages 27 - 29, and the itemization schedule on page 33, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The information provided on pages 2 - 4, supplementary schedules on pages 23 - 26 and 30 - 32, statistical section on pages 27 - 29 (except for the average daily attendance figure, included in the computation operating expense per pupil on page 28 and per capita tuition charges on page 29), and the itemization schedule on page 33 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information provided on pages 2 - 4, supplementary schedules on pages 23 - 26 and 30 - 32, statistical section on pages 27 - 29 (except for the average daily attendance figure, included in the computation operating expense per pupil on page 28 and per capital tuition charges on page 29), and the itemization schedule on page 33 are fairly stated, in all material respects, in relation to the basic financial statements 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 Share Services or Outsourcing on page 31 contains unaudited information concerning prior, current, and future year expenditures which was provided by the School District. The Administrative Cost Worksheet on page 32 contains unaudited information concerning the current year budget which was provided by the School District. The actual expenditures 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 expenses per pupil on page 28 and the per capita tuition charges on page 29 have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 5, 2016, on our consideration of the Frankfort Community Unit School District #168's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Frankfort Community Unit School District #168's internal control over financial reporting and compliance.



Emling & Hoffman, P.C.  
October 5, 2016



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**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Education  
Frankfort Community Unit School District #168  
Frankfort, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities of the Frankfort Community Unit School District #168, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Frankfort Community Unit School District #168’s basic financial statements and have issued our report thereon dated October 5, 2016.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Frankfort Community Unit School District #168’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Frankfort Community Unit School District #168’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Frankfort Community Unit School District #168’s internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned cost that we consider to be significant deficiencies. [Finding 2016-001, 2016-002, and 2016-003].

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Frankfort Community Unit School District #168's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Frankfort Community Unit School District #168's Response to Findings**

Frankfort Community Unit School District #168's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Frankfort Community Unit School District #168's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Emling & Hoffman, P.C.

October 5, 2016



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Education  
Frankfort Community Unit School District #168  
Frankfort, Illinois

**Report on Compliance for Each Major Federal Program**

We have audited Frankfort Community Unit School District #168's compliance with the types of compliance requirements described in the *(OMB) Compliance Supplement* that could have a direct and material effect on each of Frankfort Community Unit School District #168's major federal programs for the year ended June 30, 2016. Frankfort Community Unit School District #168's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the federal statutes, regulations, contracts, and the terms and conditions of its federal awards applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Frankfort Community Unit School District #168's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirement for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Frankfort Community Unit School District #168's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Frankfort Community Unit School District #168's compliance.

**Opinion on Each Major Federal Program**

In our opinion, Frankfort Community Unit School District #168 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.



### **Report on Internal Control Over Compliance**

Management of Frankfort Community Unit School District #168, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Frankfort Community Unit School District #168's internal control over compliance with types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Frankfort Community Unit School District #168's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis.

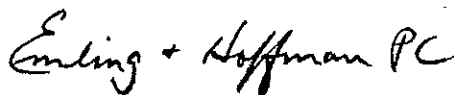
*A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Frankfort Community Unit School District #168 as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Frankfort Community Unit School District #168 basic financial statements. We issue our report thereon dated October 5, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance 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 basic financial statements. The information has been subjected to the procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Emling & Hoffman, P.C.  
October 5, 2016

## **Notes to Financial Statements**

# FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168

## Notes to Financial Statements

June 30, 2016

### **NOTE A - Summary of Significant Accounting Policies**

Frankfort Community Unit School District #168 (the "District"), is a school district located in Franklin County, Illinois and was formed under the provisions of the State of Illinois. The school district is governed by the Board of Trustees. The financial statements of the school district have been prepared in conformity with the accounting principles required by the Illinois State Board of Education.

The District's accounting policies conform to the cash basis accounting as defined by the Illinois State Board of Education Audit Guide.

#### 1. The Reporting Entity

The District's reporting entity includes the District's governing board and all related organizations for which the district exercises oversight responsibility.

The District has developed criteria to determine whether outside agencies with activities, which benefit the citizens of the district, including joint agreements, which serve pupils from numerous districts, should be included within its financial reporting entity. The criteria include, but are not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

#### 2. Financial Statements

Financial information of the District is presented as follows:

##### a. Basic Financial Statements

The accounts of the District are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets and liabilities (arising from cash transactions), fund balance, revenue received and expenditures disbursed. The District maintains individual funds required by the State of Illinois. The various funds are summarized by type in the financial statements. These funds are grouped as required for reports filed with the Illinois State Board of Education. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following fund types and account groups are used by the District:

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE A - Summary of Significant Accounting Policies - Continued**

2. Financial Statements – Continued

b. Governmental Fund Types

Government funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities (arising from cash transactions) are accounted for through governmental funds.

- The General Fund, which consists of the Educational Fund and the Operations and Maintenance 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. Special Education is included in these funds.
- Special Revenue Funds, which include the Transportation Fund, Illinois Municipal Retirement/Social Security Fund, Tort Fund and Fire Prevention and Safety Fund, are used to account for cash received from specific sources (other than those accounted for in the Debt Services Fund, Capital Projects Funds or Fiduciary Funds) that are legally restricted to cash disbursements for specified purposes.
- The Debt Services Fund, (Bond and Interest Fund) accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.
- The Capital Projects Fund, (Site and Construction) accounts for financial resources to be used for the acquisition or construction of major capital facilities.

c. Fiduciary Fund Types

Fiduciary 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.

- The Expendable Trust Fund, (Working Cash Fund) accounts for financial resources held by the District to be used for temporary interfund loans to the General Fund and Transportation Fund.
- The Agency Funds, (Activity Funds) include both Student Activity Funds and Convenience Accounts. They account for assets held by the District as an agent for the students and teachers. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to the activity fund organizations are equal to the assets.

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE A - Summary of Significant Accounting Policies - Continued**

2. Financial Statements – Concluded

d. Notes to the Basic Financial Statements

The notes to the basic financial statements provide information that is essential to an understanding of the data in the basic financial statements.

e. Required Supplementary Information

Required Supplementary Information presents budgetary comparison information for each of the major governmental funds.

f. Notes to Required Supplementary Information

Notes to Required Supplementary Information provide information about the District's budgeting process, dates, and outcomes.

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Basis of accounting refers to the time when revenues received and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting is related to the timing of the measurement made, regardless of the measurement focus applied. The cash basis of accounting is followed by all funds of Frankfort Community Unit School District #168, which is a special purpose framework of accounting other than generally accepted accounting principles (GAAP) as established by the Governmental Accounting Standards Board (GASB). Under the cash basis of accounting, revenues are recorded when received and expenditures are recorded when paid. In accordance with GAAP, governmental fund types utilize the modified accrual basis of accounting, while the remainder of the funds and the government-wide financial statements utilize the full accrual basis of accounting. Major differences between the presentation contained in this annual financial report and GAAP include revenue and expense (or expenditure) recognition, the lack of receivables, capital and other long-term assets, deferred outflows of resources, liabilities, deferred inflows of resources, and long-term liabilities including debts of all types including leases, net pension liabilities, and net other post-employment benefit obligations.

The quantitative difference between GAAP and what is presented in Frankfort Community Unit School District #168's annual financial report is not available.

Proceeds from sales of bonds are included as other financing sources in the appropriate fund on the date received. Related bond principal payable in the future is recorded at the same time in the General Long-Term Debt Account Group.

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE A - Summary of Significant Accounting Policies - Concluded**

4. Cash and Investments

The District considers all cash on hand, cash in banks and investments with a maturity date of twelve months or less when purchased to be cash.

Investments are stated at cost, which approximates market value. Gains or losses on the sale of investments are recognized upon realization. The District has adopted a formal written investment and cash management policy. The institutions in which investments are made must be approved by the Board of Education.

5. Capital Assets

Fixed assets have been originally valued at a market value appraisal with subsequent additions recorded at cost. Due to lack of detailed record of all asset costs and valuations, retirements and trade-ins have not been removed from the recorded valuations. Depreciation accounting is not considered applicable (except to determine the per capita tuition charge).

6. Taxes Receivable

Taxes receivable are reported at gross value and, when appropriate, are reduced by estimated portion expected to be uncollectible. Taxes receivable include amounts for property taxes due from the 2015 tax levy, enforceable by lien, but not yet collected. The amounts estimated due from the 2015 levy have not been recorded. The 2015 tax levy was passed by the board on December 21, 2015. The amount of the receivable would be \$2,992,579.

7. Accumulated Absences

The District currently provides for paid absences for all employees.

8. Post-Employment Benefits

The District currently provides post-employment benefits. Teachers Retirement System (TRS) is provided for certified teachers. Illinois Municipal Retirement Fund (IMRF) is provided for the non-certified employees

9. Joint Agreements

The District is a member of the following Joint Agreement. The District pays for services as provided. The District Superintendent is on the board of Franklin-Jefferson Counties Special Education District #801. The District does not have an equity interest in this joint agreement. Listed below is their address, where they are located.

Franklin-Jefferson Counties Special Education District #801  
409 E. Park, P.O. Box 1027  
Benton, Illinois 62812

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE B - Fund Balance Reporting**

According to Government Accounting Standards, fund balances are to be classified into five major classification: Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. The Regulatory Model, followed by the District, only reports Reserved and Unreserved Fund Balances, Below are definitions of the differences and reconciliation of how these balances are reported.

Nonspendable Fund Balance – The nonspendable Fund Balance classification includes amounts that cannot be spent because they are either (a) not a spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. Due to the cash basis nature of the district all such items are expensed at the time of purchase, so there is nothing to report for this classification.

Restricted Fund Balance – The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restriction imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes. The District has several revenue sources received within different funds that also fall into these categories:

a. Special Education

Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Educational Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

b. Leasing Levy

Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Education Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

c. Sales Tax

Cash disbursed and the related cash receipts of this restricted revenue source are accounted for in the Capital Projects Fund under School Facilities. Expenditures disbursed exceeded revenue received for this purpose, resulting in not restricted fund balance.

d. State Grants

Proceeds from state grants and the related expenditures have been included in the Education Funds. At June 30, 2016, expenditures disbursed exceeded revenue received from state grants, resulting in no restricted balances.

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE B - Fund Balance Reporting - Continued**

e. Federal Grants

Proceeds from federal grants and the related expenditures have been included in the Education Funds. At June 30, 2016, expenditures disbursed exceeded revenue received from federal grants, resulting in no known restricted balances.

f. Social Security

Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. Revenue received exceeded expenditures disbursed for this purpose, resulting in the restricted fund balance of \$3,767. This balance is included in the financial statements as Reserved in the Municipal Retirement/Social Security Fund.

Committed Fund Balance - The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the School board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use of taking the same type of formal action it employed to previously commit those amounts.

The School Board commits funds balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned Fund Balance - The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the School Board itself or (b) the finance committee or by the Superintendent when the School Board has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance - The unassigned fund balance classification is the residual classification for amounts in the General Operating Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds. Unassigned Fund Balance amounts are shown in the financial statements as Unreserved Fund Balances in the Education, Operations and Maintenance, and Working Cash Funds.



**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE B - Fund Balance Reporting - Concluded**

Regulatory - Fund Balance Definitions - Reserved Fund Balances are those balances that are reserved for a specified purpose, other than the regular purpose of any given fund. Unreserved Fund Balances are all balances that are not reserved for specific purpose other than the specified purpose of a fund.

Reconciliation of Fund Balance Reporting - The first five columns of the following table represent Fund Balance Reporting according to general accepted accounting principles. The last two columns represent Fund Balance Reporting under the regulatory basis of accounting utilized in preparation of the financial statements.

Fund	Generally Accepted Accounting Principles					Regulatory Basis	
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Financial Statements Reserved	Financial Statements Unreserved
Education					(872,322)		(872,322)
Operations & Maintenance					250,775		250,775
Debt Service		1,204					1,204
Transportation		(179,230)					(179,230)
Municipal Retirement		3,767				3,767	
Capital Project		1,263,179					1,263,179
Working Cash					215,192		215,192
Tort Liability		2,508					2,508
Fire Prevention		241,717					241,717

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

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE C - Property Taxes**

The District's property tax is levied each year on all taxable real property located in the District on the last Tuesday in December. The 2014 levy was passed by the Board on December 15, 2014. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments. August 15, 2015 and October 15, 2015. The District receives significant distributions of tax receipts on August 14, 2015, October 19, 2015, December 29, 2015, and April 22, 2016. Taxes recorded in these financial statements are from the 2014 and prior tax levies.

The District receives property taxes from Franklin County and Williamson County.

	<u>Maximum Rate</u>	<u>2014 Levy</u>	<u>2013 Levy</u>	<u>2012 Levy</u>
Assessed Valuation		\$ -	\$ 81,453,126	\$ 81,133,279
<u>Tax Rates</u>				
Education	4.0000	1.9719	1.8078	1.8688
Tort Immunity	None	0.2288	0.2083	0.1897
Special Education	0.8000	0.0394	0.0361	0.0376
Building	0.7500	0.3697	0.3389	0.3526
Fire Prevention and Safety	0.1000	0.0493	0.0452	0.0470
Transportation	None	0.1972	0.1808	0.1880
Municipal Retirement	None	0.2288	0.2083	0.1844
Bond and Interest	None	0.0000	0.0000	0.0000
Working Cash	0.0500	0.0493	0.0424	0.0427
Social Security	None	0.2288	0.2083	0.1844
TOTAL		<u>3.3632</u>	<u>3.0761</u>	<u>3.0952</u>
<u>Extensions</u>				
Education		\$ 1,436,401	\$ 1,472,510	\$ 1,517,799
Tort Immunity		166,624	169,667	153,910
Special Education		28,719	29,405	30,506
Building		269,255	276,045	286,076
Fire Prevention and Safety		35,878	36,816	38,133
Transportation		143,683	147,267	152,531
Municipal Retirement		166,624	169,667	148,610
Bond and Interest		-	-	-
Working Cash		35,878	34,536	34,644
Social Security		166,624	169,667	149,610
TOTAL		<u>\$ 2,449,686</u>	<u>\$ 2,505,580</u>	<u>\$ 2,511,819</u>
<u>Collections</u>				
Education		\$ 1,465,949	\$ 1,464,231	\$ 1,521,973
Tort Immunity		170,055	168,714	153,546
Special Education		30,587	29,243	30,434
Building		274,800	274,495	285,399
Fire Prevention and Safety		36,618	36,609	38,038
Transportation		146,637	146,438	152,167
Municipal Retirement		170,055	168,713	149,266
Bond and Interest		-	-	-
Working Cash		36,485	33,081	34,556
Social Security		170,055	168,713	149,266
TOTAL		<u>\$ 2,501,241</u>	<u>\$ 2,490,237</u>	<u>\$ 2,514,645</u>

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE D – Interfund Receivable and Payables**

The following interfund receivables and payables were outstanding between the funds for the year end June 30, 2016.

	<u>Due From</u>	<u>Due To</u>
Transportation Fund	\$ 0	\$ 60,000
Building Fund	192,000	0
Education Fund	0	271,400
Working Cash Fund	<u>139,400</u>	<u>0</u>
Total	<u>\$ 331,400</u>	<u>\$ 331,400</u>

All interfund loans were approved by the Board.

**NOTE E - Interfund Operating Transfers**

The following transfers were made between the funds for the year end June 30, 2016.

Working Cash to Education	\$139,400
Operations and Maintenance to Education	\$132,000

**NOTE F— Fund Equity**

At June 30, 2016, the followings funds had a deficit in the fund balance:

Education Fund	Transportation Fund
----------------	---------------------

**NOTE G - Cash & Investments**

The District is allowed to invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30ILCS235) and of the School Code of Illinois, Section 8-7. These include the following items:

1. Bonds, notes, certificates of indebtedness, treasury bills or other securities not or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest;
2. In bonds, notes, debentures, or other similar obligations of the United States of America or its agencies;
3. In Interest-bearing savings accounts, interest-bearing certificates of deposits or interest-bearing time deposits or any other investment constituting direct obligations of any bank as defined by the Illinois Banking act;
4. In short term obligations of corporations organized in the United States with assets exceeding \$50,000,000 if: a) such obligations are rated at the time of purchase at one of the 3 highest classifications established by at least 2 standard rating services and that mature not later than 180 days from the date of the purchase, b) such purchases do not exceed 10% of the corporation's outstanding obligations, and c) no more than one-third of the district's funds may be invested in short term obligations of corporations;

**FRANKFORT COMMUNITY UNIT SCHOOLDISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE G - Cash & Investments - Continued**

5. In money market mutual funds registered under the Investment Company Act of 1940, provided that the portfolio of any such money market mutual fund is limited to obligations described in (1) or (2) above and to agreements to repurchase such obligations;
6. In short term discount obligations of the Federal National Mortgage Association or in shares or other forms of securities legally issuable by savings banks or savings and loan associations incorporated under the laws of this State or any other state or under the laws of the United States;
7. In dividend-bearing share accounts, share certificate accounts or class of share accounts of a credit union chartered under the laws of this State or the laws of the United States; provided, however, the principal office of any such credit union must be located within the State of Illinois;
8. In a Public Treasurers' Investment Pool created under Section 17 of the State Treasurer Act;
9. In the Illinois School District Liquid Asset Fund Plus;
10. In repurchase agreements of government securities having the meaning set out in the Government Securities Act of 1986 subject to the provisions of said Act and the regulations issued thereunder;
11. In any investment as authorized by the Public Funds Investment Act, and Acts amendatory thereto. Paragraph 10 supersedes paragraphs 1-9 and controls in the event of conflict.

**Custodial Credit Risk Related to Deposits with Financial Institutions**

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's general Investment policy requires all amounts deposited or invested with financial institutions in excess of any insurance limit shall be collateralized by securities eligible for District investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating services to include Standard & Poor's, Moody's, or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization. As of June 30, 2016, the School District had no uncollateralized deposits.

The District's investment policy states the preferred method of safekeeping of collateral is to have securities registered in the District's name and held by a third-party custodian. Safekeeping practices should qualify for the Governmental Accounting Standards Board's Statement III, Category I, the highest recognized safekeeping procedures.

**FRANKFORT COMMUNITY UNIT SCHOOLDISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE G - Cash & Investments - Continued**

At June 30, 2016, the carrying amount of the District's deposits with financial institution, which includes demand deposits savings accounts, repurchase agreements, and certificates of deposit, was \$2,232,176. The bank balance was \$2,559,508. As of June 30, 2016, the following District's bank balances (certificates of deposit, checking, and savings accounts) were exposed to custodial credit risk as follows (carrying amounts are presented as additional information only):

	RISK CLASS				Bank Balance	Book Balance
	1	2	3	4		
Banterra Bank	\$ 250,000	\$ 913,996	\$ 0	\$ 1,111,220	\$ 2,275,216	\$ 1,957,475
First Bank	250,000	34,292	0	0	284,292	274,701
	<u>\$ 500,000</u>	<u>\$ 948,288</u>	<u>\$ 0</u>	<u>\$ 1,111,220</u>	<u>\$ 2,559,508</u>	<u>\$ 2,232,176</u>

Risk Class #1 includes deposits that are insured or are collateralized with securities held by an independent financial institution.

Risk Class #2 includes deposits that are uninsured and collateralized with securities held by the pledging financial institution.

Risk Class #3 includes deposits which are uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the district's name.

Risk Class #4 includes deposits which are uninsured and uncollateralized.

During the year ended June 30, 2016, two depository banks used by the District pledged \$950,000 in federal securities to secure the District's deposits in excess of the amount insured by the FDIC. The pledged securities are held by the pledging financial institutions' trust department or agent in the District's name.

**Custodial Credit Risk of Investments**

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year end, none of the District's investments were subject to custodial credit risk due to one of the following:

1. Investments were not part of insured pool
2. Investments were book-entry only in the name of the District and were fully insured
3. Investments were part of a mutual fund
4. Investments were held by an agent in the District's name

FRANKFORT COMMUNITY UNIT SCHOOLDISTRICT #168

Notes to Financial Statements - Continued

June 30, 2016

**NOTE G - Cash & Investments - Concluded**

**Interest Rate Risk**

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The District's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Credit Risk**

As of June 30, 2016, the District had no investments; therefore, no applicable credit rating is available.

**Concentration of Credit Risk**

As of June 30, 2016, the District had no investments.

**Foreign Currency Risk**

Foreign currency risk is the risk that an investment denominated in the currency of a foreign country could reduce its U.S. dollar value, as a result of the changes in foreign currency exchange rates.

The District had no foreign currency risk as of June 30, 2016.

**Common Bank Account**

Separate bank accounts are not maintained for all District funds; instead, certain funds maintain their un-invested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account attributable to each participating fund.

Occasionally, certain funds participating in the common bank account will incur overdrafts (deficits) in the accounts. The overdrafts results from expenditures which have been approved by the School Board.

The Regular cash account can be drawn on by all Funds.

Education	\$	(412,674)
Operations and Maintenance		58,775
Transportation		80,770
Municipal Retirement/Social Security		3,767
Capital Projects		1,263,179
Working Cash		75,792
Tort		2,508
Fire Prevention and Safety		241,717
Balance in the account	\$	<u>1,313,834</u>

**FRANKFORT COMMUNITY UNIT SCHOOLDISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE H - Changes in Capital Assets**

A summary of changes in Capital Assets are as follows:

	<u>Balance</u> <u>07/01/15</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>07/01/16</u>
Land	\$ 218,267	\$ 0	\$ 0	\$ 218,267
Permanent Buildings	21,279,165	0	0	21,279,165
Improvements Other Than Buildings	3,526,348	35,737	0	3,562,085
Capitalized Equipment – 10 Year	3,761,485	112,595	0	3,874,080
Capitalized Equipment – 5 Year	<u>109,784</u>	<u>0</u>	<u>0</u>	<u>109,784</u>
Total	<u>\$ 28,895,049</u>	<u>\$ 148,332</u>	<u>\$ 0</u>	<u>\$ 29,043,381</u>

	<u>Life</u>
Transportation Equip	5 Years
Buildings	50 Years
Land Improvements	20 Years
Other Equipment	10 Years
Land	N/A

Although depreciation is not included in the fund expenses, depreciation of \$677,541 was included in the calculation of the per capita tuition charge computation as reported in the supplemental information.

## FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168

### Notes to Financial Statements - Continued

June 30, 2016

#### **NOTE I - Retirement Fund Commitments**

See Note A-3 in these Notes to Financial Statements for understanding why the school district does not report certain revenues and expenses (or expenditures), receivables, capital and other long-term assets, deferred outflows of resources, liabilities, deferred inflows of resources, and long-term liabilities including debts of all types including leases, net pension liabilities, and net other post-employment benefit obligations. The quantitative difference between GAAP and what is presented in Frankfort Community Unit School District #168's annual financial report is not available.

The retirement fund commitments for Frankfort Community Unit School District #168 are disclosed below.

#### 1. Illinois Teachers' Retirement System

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

###### *Plan Description*

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

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

###### *Benefits Provided*

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I Members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service. Disability and death benefits are also provided.

Tier II members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the last four. Disability provisions for Tier II are identical to those of Tier I. Death benefits are payable under a formula that is different than Tier I.

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



FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments - Continued**

1. Illinois Teachers' Retirement System – Continued

*Contributions*

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

Contributions for active members and TRS contributing employers are also required by the Illinois Pension code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2016, was 9.4 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

**On-behalf contributions to TRS.** The State of Illinois makes employer pension contributions on behalf of the district. For the year ended June 30, 2016, State of Illinois contributions recognized by the employer were based on the state's proportionate share of the collective net pension liability associated with the employer, and the employer recognized revenue and expenditures of \$2,952,717 in pension contributions for the State of Illinois.

**2.2 formula contributions.** Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contributions rate is specified by statute. Contributions for the year ended June 30, 2016 were \$47,492, and are deferred because they were paid after the June 30, 2015 measurement date.

**Federal and special trust fund contributions.** When TRS members are paid from federal and special trust funds administered by the 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 employer pension contribution was 36.06 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2016, salaries totaling \$192,704 were paid from federal and special trust funds that required employer contributions of \$69,489. These contributions are deferred because they were paid after the June 30, 2015 measurement date.

**Employer retirement cost contribution.** 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 146.50 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2016, the employer paid \$0 to TRS for employer ERO contributions.

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**  
Notes to Financial Statements - Continued  
 June 30, 2016

**NOTE I - Retirement Fund Commitments - Continued**

1. Illinois Teachers' Retirement System – Continued

The employer is also required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2016, the employer paid \$0 to TRS for employer contribution due on salary increases in excess of 6 percent and \$0 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**

A June 30, 2016, the employer 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 employer. The state's support and total are for disclosure purposes only. The amount recognized by the employer 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 employer were as follow:

Employer's proportionate share of the net pension liability	\$ 1,809,205
State's proportionate share of the net pension liability associated with the employer	<u>53,576,384</u>
Total	<u>\$ 55,385,589</u>

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014, and rolled forward to June 30, 2015. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2015, relative to the projected contributions for all participating TRS employers and the state during that period. At June 30, 2015, the employer's proportion was 0.0027617199 percent, which was an increase (decrease) of (0.0007295898) from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the employer recognized pension expense of \$4,389,429 and revenue of \$4,389,429 for support provided by the state. At June 30, 2016, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**  
Notes to Financial Statements - Continued  
 June 30, 2016

**NOTE I - Retirement Fund Commitments - Continued**

1. Illinois Teachers' Retirement System – Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 672	\$ 1,983
Net difference between projected and actual earnings on pension plan investments	35,830	63,352
Changes in assumptions	25,019	0
Changes in proportion and differences between employer contributions and proportionate share of contributions	0	476,171
Employer contributions subsequent to the measurement date	886,685	0
Total	\$ 948,206	\$ 541,506

\$886,685 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, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,:</u>	
2017	\$ (134,157)
2018	\$ (134,157)
2019	\$ (134,157)
2020	\$ (77,514)

**Actuarial Assumptions**

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

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

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

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

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments - Continued**

1. Illinois Teachers' Retirement System – Continued

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 return, 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 were used by the actuary are summarized in the following table:

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

**Discount rate**

At June 30, 2015, the discount rate used to measure the total pension liability was a blended rate of 7.47 percent, which was a change from the June 30, 2014 rate of 7.5 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2015 was not projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. Despite the subsidy, all projected future payments were not covered, so a slightly lower long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments - Continued**

1. Illinois Teachers' Retirement System – Concluded

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

**Sensitivity of the employer's proportionate share of the net pension liability to changes in the discount rate**

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

	<u>1% Decrease (6.47%)</u>	<u>Current Discount Rate (7.47%)</u>	<u>1% Increase (8.47%)</u>
Employer's proportionate share of the net pension liability	\$ 2,235,733	\$ 1,809,205	\$ 1,459,440

**TRS fiduciary net position**

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

2. Illinois Teachers' Retirement System – THIS Fund

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

FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments – Continued**

1. Illinois Teachers' Retirement System – THIS Fund – Concluded

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

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

**On behalf contributions to THIS Fund.** The State of Illinois makes employer retiree health insurance contributions on behalf of the district. State contributions are intended to match contributions to THIS Fund from active members which were 1.07 percent of pay during the year ended June 30, 2016. State of Illinois contributions were \$87,615, and the district recognized revenue and expenditures of this amount during the year.

**Employer contributions to THIS Fund.** The School District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.80 percent during the year ended June 30, 2016. For the year ended June 30, 2016, the district paid \$65,507 to the THIS Fund, which was 100 percent of the required contribution.

**Further information on THIS Fund**

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

3. Illinois Municipal Retirement Fund

Plan Description

The School District's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments – Continued**

3. Illinois Municipal Retirement Fund - Continued

Funding Policy

As set by statute, your employer Regular plan members are required to contribute 4.50 percent 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 School District annual required contribution rate for calendar year 2015 was 11.59 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

The required contribution for calendar year 2015 was \$246,164.

**Three-Year Trend Information for the Regular Plan**

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/15	246,164	100%	\$ 0
12/31/14	243,658	100%	0
12/31/13	255,732	100%	0

The required contribution for 2015 was determined as part of the December 31, 2013, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2013, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of your employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The employer Regular plan's unfunded actuarial accrued liability at the December 31, 2013, is being amortized as a level percentage of projected payrolls on an open 28 year basis.

Funded Status and Funding Progress

As of December 31, 2015, the most recent actuarial valuation date, the Regular plan was 72.75 percent funded. The actuarial accrued liability for benefits was \$4,820,259 and the actuarial value of assets was \$3,506,539, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,313,720. The covered payroll for calendar year 2015 (annual payroll of active employees covered by the plan) was \$2,123,938 and the ratio of the UAAL to the covered payroll was 62 percent.

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments – Continued**

3. Illinois Municipal Retirement Fund - Continued

Funded Status and Funding Progress - Concluded

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

IMRF Plan Description

The Frankfort Community Unit School District #168'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 Frankfort Community Unit School District #168's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](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 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.



**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments – Continued**

3. Illinois Municipal Retirement Fund - Continued

Benefits Provided- Concluded

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

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

Retirees and Beneficiaries currently receiving benefits	67
Inactive Plan Members entitled to but not yet receiving benefits	47
Active Plan Members	<u>79</u>
Total	<u><u>193</u></u>

Contributions

As set by statute, the Frankfort Community Unit School District #168's regular plan members are required to contribute 4.50% 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 Frankfort Community Unit School District #168's annual contribution rate for calendar year 2015 was 11.59%. For the fiscal year ended June 30, 2016, the District contributed \$349,877 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

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

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments – Continued**

3. Illinois Municipal Retirement Fund - Continued

Actuarial Assumptions

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

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.75%.
- Salary Increases were expected to be 3.75% to 14.50%, including inflation.
- The Investment Rate of Return was assumed to be 7.37%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated from the 2014 valuation pursuant 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 Disable 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.
- 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>Portfolio Target %</u>	<u>Long Term Expected Real Rate of Return</u>
Domestic Equity	38%	7.39%
International Equity	17%	7.59%
Fixed Income	27%	3.00%
Real Estate	8%	6.0%
Alternative Investments	9%	2.75-8.15%
Cash Equivalents	1%	2.25%
Total	<u>100%</u>	

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments – Continued**

3. Illinois Municipal Retirement Fund - Continued

Single Discount Rate

A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan member's 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 of pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.57%, and the resulting single discount rate is 7.46%.

<u>Changes in the Net Pension Liability</u>	Total Pension Liability <u>(A)</u>	Plan Fiduciary Net Position <u>(B)</u>	Net Pension Liability <u>(A)-(B)</u>
Balances at December 31, 2014	\$ 10,322,112	\$ 9,426,312	\$ 895,800
Changes for the Year:			
Service Cost	247,277	0	247,277
Interest on the Total Pension Liability	759,294	0	759,294
Difference between expected and actual experience of the Total Pension Liability	(28,527)	0	(28,527)
Changes of assumptions	23,633	0	23,633
Contributions-Employer	0	246,163	(246,163)
Contributions-Employees	0	97,877	(97,877)
Net Investment Income	0	46,518	(46,518)
Benefit payments, including refunds of employee contributions	(589,524)	(589,524)	0
Other (Net Transfer)	0	86,357	(86,357)
Net Changes	<u>412,153</u>	<u>(112,609)</u>	<u>524,762</u>
Balances at December 31, 2015	<u>\$ 10,734,265</u>	<u>\$ 9,313,703</u>	<u>\$ 1,420,562</u>

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

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.46%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease <u>6.46%</u>	Current Discount Rate 7.46%	1% Increase <u>8.46%</u>
Net Pension Liability	<u>\$ 2,695,084</u>	<u>\$ 1,420,562</u>	<u>\$ 350,710</u>

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE I - Retirement Fund Commitments – Concluded**

3. Illinois Municipal Retirement Fund - Concluded

Deferred Outflows and Deferred Inflows of Resources by Source to be Recognized in Future Pension Expense

For the year ended June 30, 2016, the District recognized pension expense of \$349,877. 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>
Difference between expected and actual experience	\$ 26,420	\$ 20,882
Changes in assumptions	247,705	0
Net difference between projected and actual		
Earnings on pension plan investments	<u>600,785</u>	<u>0</u>
Total Deferred Amounts to be recognized in Pension Expense in Future Periods	<u>874,910</u>	<u>20,882</u>
 Pension Contributions made subsequent To the Measurement Date	 <u>173,138</u>	 <u>0</u>
 Total Deferred Amounts Related to Pensions	 <u>\$ 1,048,048</u>	 <u>\$ 20,882</u>

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

<u>Year Ending December 31,</u>	<u>Net Deferred Outflows of Resources</u>	<u>Net Deferred Inflows of Resources</u>
2016	\$ 302,403	\$ 0
2017	265,059	0
2018	155,670	0
2019	130,896	0
2020	0	0
Thereafter	<u>0</u>	<u>0</u>
Total	<u>\$ 854,028</u>	<u>\$ 0</u>

4. Social Security

Employees not qualifying for coverage under the Illinois Teacher's 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 District paid \$141,984, the total required contribution for the current fiscal year.

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**  
Notes to Financial Statements - Continued  
 June 30, 2016

**J - Short Term Debt**

On February 9, 2016, the School District established a line of credit with Banterra Bank, allowing the bank to borrow up to \$1,475,000. The interest rate on this line of credit is 2.95% per annum. Repayment of these borrowings is expected to be made within 60 days after the property tax revenues have been received by the Board of Education. The school district had borrowed \$925,000 as of June 30, 2016.

	<u>July 1, 2015</u>	<u>New Debt</u>	<u>Principal Paid</u>	<u>June 30, 2016</u>
Line of Credit	\$ 600,000	\$ 325,000	\$ 0	\$ 925,000

**NOTE K - Bonds Payable**

At June 30, 2016, the Frankfort Community Unit School District #168 has debt of:

	<u>July 1, 2015</u>	<u>New Debt</u>	<u>Principal Paid</u>	<u>Interest Paid</u>	<u>June 30, 2016</u>
Bonds Outstanding	\$ 2,610,000	\$ 0	\$ 240,000	\$ 119,968	\$ 2,370,000

As of June 30, 2016, the school district had general obligation bond requirements as follows:

On July 20, 2004, the District entered into a bond agreement for refunding of the outstanding portion of the 1998 Limited School Bond issue. The amount of the bond issue was \$4,245,000 of which \$910,000 was used for the refunding of the 1998 issue.

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Continued

June 30, 2016

**NOTE L - Debt Requirements**

The annual requirements to amortize all debt outstanding at June 30, 2016, including interest payments of \$502,414 are as follows:

**2004 Bond Issue**

Issued August 1, 2004

<u>Fiscal Year</u> <u>Ended</u>	<u>Bond</u> <u>Maturities</u>	<u>Interest</u> <u>Requirements</u>	<u>Total</u>
2017	\$ 250,000	\$ 109,185	\$ 359,185
2018	260,000	97,773	357,773
2019	275,000	85,666	360,666
2020	285,000	72,855	357,855
2021	300,000	58,650	358,650
2022	315,000	42,968	357,968
2023	335,000	26,392	361,392
2024	<u>350,000</u>	<u>8,925</u>	<u>358,925</u>
	<u>\$ 2,370,000</u>	<u>\$ 502,414</u>	<u>\$ 2,872,414</u>

**NOTE M - Schedule of Legal Debt Margin**

The Illinois School Code limits the amount of indebtedness to 13.8% if the most recent available equalized assessed valuation of the District.

Assessed Valuation - 2015 Tax Levy	<u>\$ 91,878,424</u>
Debt Limit	
13.8% of Assessed Valuation	\$ 12,679,223
Less: Loans Outstanding	( 925,000)
Bonded Indebtedness Outstanding	<u>(2,370,000)</u>
Total Debt	<u>(3,295,000)</u>
Debt Margin	<u>\$ 9,384,223</u>

**NOTE N - Risk Management**

Significant losses are covered by commercial insurance for all major programs: property, liability, and workers' compensation. During the year ended June 30, 2016, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past three years.

FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168

Notes to Financial Statements - Continued

June 30, 2016

**NOTE O- Compensated Absences**

Non-certified employees earn two weeks of vacation after working one year and three weeks after working ten years, which varies according to contract. All vacation is to be used during the twelve months after being earned.

Sick leave is earned at the rate of thirteen days per year. Maximum accumulation is 180 days. Employees also receive 3 personal days each year and 3 bereavement days. The personal days are added to sick leave at the end of the year if they are not used. Any accumulated sick leave is forfeited upon termination of employment. Any unused bereavement days are forfeited if not used at end of year.

Certified employees earn thirteen sick days per year. Maximum accumulation is 180 days. Certified employees also receive 3 personal days, 3 bereavement days, and 4 conference days. The personal days are added to sick leave at the end of the year if not used. The bereavement and conference days are forfeited if not used at end of year.

**NOTE P - Definition of "Activity Funds" & "Trust & Agency Funds"**

The term "Activity Funds" as it is used in this report includes student activity funds, convenience accounts, and trust and agency funds:

Student Activity Funds - Student activity funds are those 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, and cultural purposes. Although the Board of Education has the ultimate responsibility for student activity funds, they are not local education agency funds.

Convenience Accounts - Convenience accounts are those normally maintained by a local education agency as a convenience for its faculty, staff, parent-teacher association, etc. Although the Board of Education has the ultimate responsibility for convenience account monies, they are not local education agency funds.

Trust and Agency Funds - Trust and agency funds are local education agency funds. It is permissible for a school district to choose to handle certain regular district funds through its activity fund accounting system as trust and agency funds on a temporary basis. Trust and agency funds are not to be carried forward from one fiscal year to another.

State Regulations - The State Board of Education and the Illinois Office of Education (IOE) have prescribed accounting guidelines for activity funds in a publication entitled Rules and Regulations and Fiscal Procedures for the Operation of Local Education Agencies' Student Activity Funds, Convenience Accounts, and trust and Agency Funds.

**FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168**

Notes to Financial Statements - Concluded

June 30, 2016

**NOTE Q - Commitments & Contingencies**

The District has received funding from state and federal grants in the current and prior years which are subject to audits by the granting agencies. The school board believes any adjustments that may arise from those audits will be insignificant to district operations.

**NOTE R - Tax Anticipation Notes and Warrants**

The District has no outstanding tax anticipation notes or warrants as of June 30, 2016. The District opted to issue a line of credit instead. Details are provided in Note J.

**NOTE S – Economic Dependence**

The District is fiscally dependent on funding from Federal and State of Illinois sources. Due to State of Illinois financial restraints, state payment delays or eliminations are possible for the fiscal year ending June 30, 2017. Changes in the amounts received, or timing of amounts received, from the state of Illinois, could result in cash flow problems for the District, and may require budget amendments and cuts of services.

**NOTE T - Subsequent Events**

The District has evaluated subsequent events through October 5, 2016, the date which the financial statements were available to be issued.

**NOTE U - Treasurer's Bonding**

For the current year, the Treasurer controlled \$2,232,176 of cash and investments. The District's bond coverage totaled \$5,501,683 which is above the Illinois Compiled Statutes 105 ILCS 5/8-2 required coverage of at least 25% of controlled cash and investments.

**NOTE V - GSA Expenditures for Special Education Services**

The District expended \$5,210 of General State Aid for instructional special education salaries in the Education Fund in Acct #10-1200-100-3001.



## **Required Supplementary Information**

## Frankfort Community Unit School District #168

### IL Municipal Retirement Fund - Schedule of Funding Progress

June 30, 2016

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ( (b-a) / c )
12/31/15	3,506,539	4,820,259	1,313,720	72.75%	2,123,938	61.85%
12/31/14	3,106,580	4,534,140	1,427,560	68.52%	2,044,113	69.84%
12/31/13	2,944,624	4,229,998	1,285,374	69.61%	2,032,845	63.23%

On a market value basis, the actuarial value of assets as of December 31, 2015 is \$3,400,213. On a market basis, the funded ratio would be 70.54%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Frankfort CUSD 168. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

See accompanying notes to required supplementary information.

**Frankfort Community Unit School District #168**  
IMRF - Multiyear Schedule of Changes in Net Pension Liability and Related Ratios  
 June 30, 2016

Last 10 Calendar Years  
 (Schedule to be built prospectively from 2014)

Calendar Year Ending December 31,	<u>2015</u>	<u>2014</u>	<u>2013 - 2006</u>
<b>Total Pension Liability</b>			
Service Cost	\$ 247,277	\$ 253,309	N/A
Interest on the Total Pension Liability	759,294	692,577	N/A
Benefit Changes	-	-	N/A
Difference Between Expected and Actual Experience	(28,527)	56,680	N/A
Assumption Changes	23,633	494,316	N/A
Benefit Payments and Refunds	(589,524)	(564,944)	N/A
<b>Net Change in Total Pension Liability</b>	412,153	931,938	N/A
<b>Total Pension Liability-Beginning</b>	10,322,112	9,390,174	N/A
<b>Total Pension Liability-Ending (a)</b>	<u>\$ 10,734,265</u>	<u>\$ 10,322,112</u>	<u>N/A</u>
<b>Plan Fiduciary Net Position</b>			
Employer Contributions	\$ 246,163	\$ 231,676	N/A
Employee Contributions	97,877	92,262	N/A
Pension Plan Net Investment Income	46,518	542,521	N/A
Benefit Payments and Refunds	(589,524)	(564,944)	N/A
Other	86,357	110,508	N/A
<b>Net Change in Plan Fiduciary Net Position</b>	(112,609)	412,023	N/A
<b>Plan Fiduciary Net Position-Beginning</b>	9,426,312	9,014,289	N/A
<b>Plan Fiduciary Net Position-Ending (b)</b>	<u>\$ 9,313,703</u>	<u>\$ 9,426,312</u>	<u>N/A</u>
<b>Net Pension Liability/(Asset) - Ending (a-b)</b>	<u>\$ 1,420,562</u>	<u>\$ 895,800</u>	<u>N/A</u>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	86.77%	91.32%	N/A
<b>Covered Valuation Payroll</b>	\$ 2,123,938	\$ 2,072,393	N/A
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	66.88%	43.23%	N/A

See accompanying notes to required supplementary information.

**Frankfort Community Unit School District #168**

IMRF - Multiyear Schedule of Contributions

June 30, 2016

Last 10 Calendar Years

<u>Calendar Year Ending December 31,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a % of Covered Valuation Payroll</u>
2014	\$ 234,180	\$ 231,676	\$ 2,504	\$2,072,393	11.18%
2015	\$ 246,164	\$ 246,163	\$ 1	\$2,123,938	11.59%

See accompanying notes to required supplementary information.

# Frankfort Community Unit School District #168

## TRS - Schedule of the Employer's Proportionate Share of the Net Pension Liability

June 30, 2016

Teachers' Retirement System of the State of Illinois

Fiscal Year 2015 and 2014\*

(Dollar amounts in thousands)

	<u>FY15</u>	<u>FY14</u>
Employer's proportion of the net pension liability	0.0027617199%	0.0034913097%
Employer's proportionate share of the net pension liability	\$ 1,809,205	\$ 2,124,751
State's proportionate share of the net pension liability associated with the employer	<u>53,576,384</u>	<u>52,109,368</u>
Total	<u>\$ 55,385,589</u>	<u>\$ 54,234,119</u>
Employer's covered-employee payroll	\$ 8,198,265	\$ 8,466,238
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	22.07%	25.10%
Plan fiduciary net position as a percentage of the total pension liability	41.50%	43.00%

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

See accompanying notes to required supplementary information.

# Frankfort Community Unit School District #168

## TRS - Schedule of Employer's Contributions

June 30, 2016

Teachers' Retirement System of the State of Illinois

Fiscal Year 2015 and 2014

(Dollar amounts in thousands)

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	<u>FY15</u>	<u>FY14</u>
Statutorily-required contribution	\$ 877,298	\$ 907,417
Contributions in relation to the statutorily-required contribution	<u>(880,887)</u>	<u>(923,789)</u>
Contribution deficiency (excess)	<u>\$ (3,589)</u>	<u>\$ (16,372)</u>
Employer's covered-employee payroll	\$ 8,198,265	\$ 8,466,238
Contributions as a percentage of covered-employee payroll	10.70%	10.72%

See accompanying notes to required supplementary information.

## Frankfort Community Unit School District #168

### Activity Funds

June 30, 2016

	Balance 07/01/15	Additions	Deductions	Balance 06/30/16
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 373,981	\$ 545,490	\$ 543,808	\$ 375,663
<b>LIABILITIES</b>				
Due to Activity Fund Organizations:				
Senior High School				
Alice Grant Donation	\$ 2,050	\$ -	\$ -	\$ 2,050
Alpha	550	473	-	1,023
Annual	9,563	37,544	33,643	13,464
Art Club	1,025	1,235	777	1,483
Auto mechanics	557	-	-	557
Band	221	-	-	221
Baseball	2,523	1,320	1,471	2,372
Basic - Teal	909	-	200	709
Beta Club	1,112	2,920	2,782	1,250
Board Of Ed	142	-	-	142
Book Rental	10,141	9,255	19,385	11
Booster Club - Band	1,385	-	-	1,385
Boys Basketball Special	(272)	1,798	2,377	(851)
Business Education	143	-	-	143
Cafeteria Club	-	-	-	-
Cap & Gown	(7,128)	3,235	50	(3,943)
Certificate of Deposit	5,939	-	-	5,939
Cheerleaders	(396)	4,754	4,398	(40)
Class of 2012	2,680	-	-	2,680
Class of 2013	5,036	-	-	5,036
Class of 2014	-	-	-	-
Class of 2015	1,759	-	375	1,384
Class of 2016	7,251	1,503	6,266	2,488
Class of 2017	13,860	5,326	7,057	12,129
Class of 2018	6,267	20,231	10,539	15,959
Class of 2019	50	7,806	4,521	3,335
Commons	11,578	7,500	18,305	773
Computer Club	-	-	-	-
Concessions	685	22,758	22,348	1,095

See accompanying notes to required supplementary information.

## Frankfort Community Unit School District #168

### Activity Funds - Continued

June 30, 2016

	Balance 07/01/15	Additions	Deductions	Balance 06/30/16
<b>LIABILITIES</b>				
Senior High School - Continued				
Creative Writers	-	-	-	-
Cross Country	1,068	545	1,102	511
Drafting	67	-	-	67
English Dept	187	1,104	1,110	181
Europe Fund	3,332	5,885	8,909	308
"F" Club	11,102	-	-	11,102
FCHS Special Olympics	1,866	1,040	2,100	806
Fel Christian Athletes	2,221	339	269	2,291
FFA Club	1,515	9,825	5,997	5,343
Fine Arts	1,218	4,062	5,280	-
First Priority	1,468	-	250	1,218
Flag Team	46	489	-	535
Football/Track	422	7,458	5,007	2,873
Foreign Language Lab Fees	704	1,558	537	1,725
Frosh/Soph Basketball	139	-	-	139
French Club	839	664	651	852
Freshman Focus	2,552	-	825	1,727
Frosh Football	3,194	-	-	3,194
FTA	-	-	-	-
Girls Basketball	669	2,418	2,981	106
Girls PE	364	-	-	364
Girls Track	3,468	377	1,400	2,445
Golf - Boys	733	-	433	300
Golf - Girls	950	90	360	680
Green House	293	-	-	293
Health Careers	1	-	-	1
Helleny Memorial	7,591	-	-	7,591
Helping Hands	(97)	-	-	(97)
Home Economics	818	74	74	818
Imprest	(10,003)	95	-	(9,908)
Investment Interest	1,407	19	-	1,426
Key Club	3,986	98	184	3,900
Letter	-	2,478	-	2,478

See accompanying notes to required supplementary information.



## Frankfort Community Unit School District #168

### Activity Funds - Continued

June 30, 2016

	Balance 07/01/15	Additions	Deductions	Balance 06/30/16
<b>LIABILITIES</b>				
Senior High School - Continued				
Library	271	-	-	271
Lifesavers	(17)	-	-	(17)
Lounge	75	-	55	20
Machine Shop	(27)	-	-	(27)
Math	576	-	-	576
Mileage Reimbursement	1,459	-	1,459	-
Music	835	-	413	422
Musical	17,457	6,538	4,258	19,737
Mythology	-	2,456	1,560	896
National Honor Society	3,990	6,424	5,506	4,908
Newsweek	(471)	-	-	(471)
Nike Club	-	-	-	-
Noteworthy/Thespians	4,320	1,178	644	4,854
Nursing	270	-	211	59
Outdoor Club	144	-	-	144
Parking	10,051	3,508	405	13,154
Perkins/CTE	7,956	17,464	33,144	(7,724)
Photography	3	-	-	3
Pom Pon	-	-	-	-
Presidential Classroom Program	12,755	2,080	4,685	10,150
Redbird Club	-	-	-	-
Redbird Notes	417	3,649	1,549	2,517
Red Ribbon Week	148	655	100	703
REV NSF	236	-	-	236
Revolving	1,669	2,175	1,241	2,603
River to River	7,851	7,700	5,508	10,043
Blue Slips	3,550	3,800	7,350	-
Renee Goodson Lab Fees	446	1,060	880	626
Sarah Jones Lab Fees	449	1,025	1,129	345
Ian Noclaides Lab Fees	180	480	525	135
Weight Room	4,199	-	-	4,199

See accompanying notes to required supplementary information.

## Frankfort Community Unit School District #168

### Activity Funds - Continued

June 30, 2016

	Balance 07/01/15	Additions	Deductions	Balance 06/30/16
<b>LIABILITIES</b>				
Senior High School - Concluded				
Safety Glasses	171	-	-	171
Scholar Bowl	1,260	125	792	593
Science Club	6,914	5,569	5,477	7,006
Show Choir	1,914	3,743	5,251	406
Sing & Bind	87	-	-	87
Social	9	-	-	9
Softball Special	1,027	2,269	2,740	556
Soph Football	302	-	-	302
Spanish Club	3,162	1,407	4,048	521
Special Ed	2,917	-	-	2,917
Speech	13	-	-	13
Sportsman's Club	1,083	100	196	987
Student Council	5,339	7,317	6,384	6,272
Sub Debs	528	1,110	725	913
Substance Abuse	35	-	-	35
Summer School	1,675	2,125	1,750	2,050
Students in Need	-	782	782	-
T Summers Scholarship	-	2,000	-	2,000
Technology Supplies	185	2,750	447	2,488
Track Special	3,409	270	-	3,679
Vocational Electronics	(143)	-	-	(143)
Vocational Welding	(116)	500	462	(78)
Volleyball Club	1,417	2,082	1,835	1,664
Winter B-ball	-	-	-	-
Woodshop	50	900	580	370
Wrestling Special	(483)	2,061	1,259	319
Young Farmers	26	-	-	26
Youth & Government	(20)	6,406	5,675	711
Yugas	1,830	-	-	1,830
Other	(12,076)	326	-	(11,750)
<b>Total Senior High School</b>	<b>\$ 219,057</b>	<b>\$ 268,310</b>	<b>\$ 280,988</b>	<b>\$ 206,379</b>

See accompanying notes to required supplementary information.

## Frankfort Community Unit School District #168

### Activity Funds - Continued

June 30, 2016

	Balance 07/01/15	Additions	Deductions	Balance 06/30/16
<b>LIABILITIES</b>				
<b>Junior High School</b>				
Band	\$ 872	\$ -	\$ -	\$ 872
Beta Club	2,751	17,651	13,032	7,370
Book Rent	-	-	-	-
Builders Club	659	-	154	505
Building	762	2,690	4,129	(677)
Cafeteria	(1,379)	1,497	1,846	(1,728)
Chorus	6,339	8,767	7,895	7,211
Commons	1,117	22,036	22,783	370
FACS	152	-	-	152
Flower Fund	94	230	143	181
Fund Raisers	257	7,022	4,839	2,440
Imprest	-	-	-	-
Insurance	-	-	-	-
8th Grade	367	2,683	1,742	1,308
Library	546	-	-	546
Locks	(85)	10	-	(75)
Lounge	136	180	222	94
Needy Child Fund	-	15	366	(351)
Paper and Pencils	18	-	-	18
P.E.	213	-	-	213
P.T.O.	916	5,831	5,190	1,557
Science	800	650	536	914
Scholar Bowl	(416)	-	-	(416)
Special Ed Account	2,285	2,417	3,728	974
Sports	4,080	20,407	19,215	5,272
Student Council	901	387	752	536
Textbook Fund	470	374	886	(42)
Tournament Boys	3,606	5,105	6,493	2,218
Tournament Girls	730	4,276	4,253	753
Yearbook	(78)	286	669	(461)
	26,113	102,514	98,873	29,754
Difference To Balance	-	-	243	(243)
<b>Total Junior High School</b>	<b>\$ 26,113</b>	<b>\$ 102,514</b>	<b>\$ 99,116</b>	<b>\$ 29,511</b>

See accompanying notes to required supplementary information.

## Frankfort Community Unit School District #168

### Activity Funds - Continued

June 30, 2016

	Balance 07/01/15	Additions	Deductions	Balance 06/30/16
<b>LIABILITIES</b>				
Intermediate School				
Cafeteria	\$ 2,215	\$ 3,012	\$ 3,548	\$ 1,679
Soda/Candy	2,459	1,303	785	2,977
Toaster Fund	215	-	215	-
Book Fair	6,553	8,013	7,875	6,691
Book Rent	13	-	-	13
Supplies	7,956	657	-	8,613
Pictures	5,010	12,996	15,295	2,711
Special Education	3,205	612	1,680	2,137
Grade 3	1,471	4,790	4,099	2,162
Grade 4	4,014	2,103	2,854	3,263
Grade 5	2,925	7,481	7,266	3,140
Grade 6	5,114	2,606	3,254	4,466
Flowers	1,394	560	112	1,842
NOW	6,827	16	-	6,843
Lounge	538	350	241	647
Concessions	7,565	5,388	4,747	8,206
Cheerleaders	307	760	912	155
Paper/Pens	1,484	398	-	1,882
Shoes/Needy	980	-	-	980
Athletics	5,014	5,698	5,734	4,978
FIS Volunteer Band	629	-	40	589
Parent Group	4,606	24,537	12,044	17,099
Social Committee	670	1,308	1,290	688
Library Fund	110	595	101	604
PBIS	548	5,752	5,209	1,091
Total Intermediate School	<u>\$ 71,822</u>	<u>\$ 88,935</u>	<u>\$ 77,301</u>	<u>\$ 83,456</u>

See accompanying notes to required supplementary information.

## Frankfort Community Unit School District #168

### Activity Funds - Concluded

June 30, 2016

	Balance 07/01/15	Additions	Deductions	Balance 06/30/16
<b>LIABILITIES</b>				
Denning Elementary School				
Grade K	\$ 1,733	\$ 1,800	\$ 2,192	\$ 1,341
Grade 1	2,642	1,840	1,510	2,972
Grade 2	2,397	1,800	1,689	2,508
Special Ed	3,617	1,778	1,228	4,167
Extra	614	224	458	380
Music	519	631	827	323
Cafeteria	793	2,054	2,556	291
Milk	210	-	210	-
Soda	520	930	516	934
Revolving	7,998	8,403	10,658	5,743
Environmental Grant	294	-	-	294
Book Rental	7,585	9,360	8,973	7,972
N.O.W. Interest	300	-	-	300
Library	7,502	3,182	2,791	7,893
Pictures/Yearbooks	2,342	1,321	1,703	1,960
Supplies	1,348	6,310	6,641	1,017
Fund Raiser	285	26,667	25,853	1,099
Flower Fund	427	-	280	147
Parents' Group	15,573	18,433	17,423	16,583
Social	290	998	895	393
Total Denning Elementary School	<u>\$ 56,989</u>	<u>\$ 85,731</u>	<u>\$ 86,403</u>	<u>\$ 56,317</u>
Total Due to Activity Fund Organizations	<u>\$ 373,981</u>	<u>\$ 545,490</u>	<u>\$ 543,808</u>	<u>\$ 375,663</u>

See accompanying notes to required supplementary information.

## **Notes to Required Supplementary Information**

# FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168

## Notes to Required Supplementary Information

June 30, 2016

### **NOTE A - Budgets and Budgetary Accounting**

The budget for all Governmental Fund Types and for the Working Cash Fund is prepared on the cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 105, Paragraph 17-1 of the Illinois Compiled Statutes. The budget was passed on September 22, 2015.

For each fund, total fund expenditures disbursed 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 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 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.

### **NOTE B - Stewardship, Compliance, and Accountability**

The following fund expenditures exceeded the budget amount for such expenditures:

Education Fund

### **NOTE C - Teachers' Retirement System of the State of Illinois**

#### Changes of Assumptions

Amount reported in 2015 reflect an investment rate of return of 7.5 percent, an inflation rate of 3.0 percent and real return of 4.5 percent, and salary increases that vary by service credit. In 2014, assumptions used were an investment rate of return of 7.5 percent, an inflation rate of 3.0 percent and real return of 4.50 percent, and salary increases of 5.75 percent.

# FRANKFORT COMMUNITY UNIT SCHOOL DISTRICT #168

## Notes to Required Supplementary Information - Concluded

June 30, 2016

### **NOTE D - Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2015 Contribution Rate**

#### **Valuation Date:**

Notes

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

#### **Methods and Assumptions Used to Determine 2015 Contribution Rates:**

Actuarial Cost Method

Aggregate Entry Age Normal

Amortization Method

Level Percentage of Payroll, Closed

Remaining Amortization Period

Non-Taxing bodies: 10-year rolling period.

Taxing bodies (Regular, SLEP and ECO groups): 28-year closed period until remaining period reaches 15 years (then 15-year rolling period).

Early Retirement Incentive Plan Liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.

SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 23 years for most employers (two employers were finance over 32 years).

Asset Valuation Method

5-Year smoothed market; 20% corridor

Wage growth

4.00%

Price Inflation

3.0% -- approximate; No explicit price inflation assumption is used in this valuation.

Salary Increases

4.40% to 16.00% including inflation

Investment Rate of Return

7.50%

Retirement Age

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

Mortality

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

#### **Other Information:**

Notes

There were no benefit changes during the year.



# **Annual Financial Report**

Due to ROE on Friday, October 14th  
 Due to ISBE on Tuesday, November 15th  
 SD/JA/16

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:  
**21-028-1680-26**

County Name:  
**Franklin**

Name of School District/Joint Agreement:  
**Frankfort Community Unit School District #168**

Address:  
**P.O. Box 425**

City:  
**West Frankfort**

Email Address:  
**ggolins@wfschools.org**

Zip Code:  
**62896**

**Accounting Basis:**

CASH  
 ACCRUAL

**Filing Status:**  
 Submit electronic AFR directly to ISBE  
 Click on the Link to Submit:  
[Send ISBE a File](#)

School District must complete a deficit reduction plan

**Single Audit Status:**

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

**Certified Public Accountant Information**

Name of Auditing Firm:  
**Emling & Hoffman P.C.**

Name of Audit Manager:  
**Donald L Hoffman**

Address:  
**1191 West Saint Louis Street**

City:  
**Nashville**

Phone Number:  
**618-327-4375**

IL License Number (9 digit):  
**060-004252**

Email Address:  
**dohoffman@emlingcpa.com**

State:  
**IL**

Fax Number:  
**618-327-4376**

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

**ISBE Use Only**

Reviewed by Regional Superintendent/Cook ISC

Regional Superintendent/Cook ISC Name (Type or Print):  
**Matt Donkin**

Email Address:  
**mrdonkin@roe21.org**

Telephone:  
**618-438-9711**

Signature & Date:

Fax Number:  
**618-435-2861**

Township Treasurer Name (type or print):

Email Address:

Telephone:

Signature & Date:

District Superintendent/Administrator Name (Type or Print):

Email Address:  
**ggolins@wfschools.org**

Telephone:  
**618-937-2421**

Signature & Date:

Fax Number:  
**618-932-2025**

- This form is based on 23 Illinois Administrative Code 100, Subtitle A, Chapter I, Subchapter C (Part 100).  
 ISBE Form SD50-35/JA50-60 (05/16)

This form is based on 23 Illinois Administrative Code, Subtitle A, Chapter I, Subchapter C, Part 100.  
 In some instances, use of open account codes (cell(s)) 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).

**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: \_\_\_\_\_ (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.

Adverse due to the regulatory basis of accounting. Disclosures required by Governmental Accounting Standards Board Statement 45, Accounting for Post-Employment Benefits Other Than Pensions, Statement 67 Financial Reporting for Pension Plans, and Statement 68, Accounting and Financial Reporting for Pensions have been omitted.

**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:

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)						0
<b>Direct Receipts/Revenue</b>						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)						0
<b>Total</b>						0

\* 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:**

**Emling & Hoffman, PC**  
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

10/5/2016  
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>2015</u>				Equalized Assessed Valuation (EAV):				91,878,424				
8													
9	Educational			Operations & Maintenance			Transportation			Combined Total		Working Cash	
10	Rate(s):	0.019183	+	0.003597	+	0.001918	=	0.024700				0.000480	
11													
12													
13	<b>B. Results of Operations *</b>												
14													
15	Receipts/Revenues			Disbursements/Expenditures			Excess/ (Deficiency)			Fund Balance			
16	15,503,887			15,559,270			(55,383)			(585,585)			
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													
22	CPPRT Notes		TAWs		TANs		TO/EMP. Orders		GSA Certificates				
23	0		0		0		0		0		+		
24	Other		Total										
25	0		0										
26	** The numbers shown are the sum of entries on page 25.												
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 type="checkbox"/>	a. 6.9% for elementary and high school districts,										12,679,223	
32	<input checked="" 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	2,370,000	
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	<b>Comments:</b>												
54													
55													
56													
57													
58													
59													
60													
61													

**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:** Frankfort Community Unit School District #168  
**District Code:** 21-028-1680-26  
**County Name:** Franklin

**1. Fund Balance to Revenue Ratio:**

Total Sum of Fund Balance (P8, Cells C81, D81, F81 & I81)  
 Total Sum of Direct Revenues (P7, Cell C8, D8, F8 & I8)  
 Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74)  
 (Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)

**Total** (585,585.00)  
 Funds 10, 20, 40, 70 + (50 & 80 if negative)  
 Funds 10, 20, 40, & 70, 15,503,887.00  
 Minus Funds 10 & 20 0.00

**Ratio** (0.038)  
**Score Weight Value** 0.35  
**Score Weight Value** 0.35

**2. Expenditures to Revenue Ratio:**

Total Sum of Direct Expenditures (P7, Cell C17, D17, F17, I17)  
 Total Sum of Direct Revenues (P7, Cell C8, D8, F8, & I8)  
 Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74)  
 (Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)  
 Possible Adjustment:

**Total** 15,558,270.00  
 Funds 10, 20 & 40  
 Funds 10, 20, 40 & 70, 15,503,887.00  
 Minus Funds 10 & 20 0.00

**Ratio** 1.004  
**Score Adjustment Weight Value** 3  
**Score Adjustment Weight Value** 0  
**Score Adjustment Weight Value** 0.35  
**Score Adjustment Weight Value** 1.05

**3. Days Cash on Hand:**

Total Sum of Cash & Investments (P5, Cell C4, D4, F4, I4 & C5, D5, F5 & I5)  
 Total Sum of Direct Expenditures (P7, Cell C17, D17, F17 & I17)

**Total** 339,170.00  
 Funds 10, 20 40 & 70  
 Funds 10, 20, 40 divided by 360 43,220.19

**Days** 7.84  
**Score Weight Value** 1  
**Score Weight Value** 0.10  
**Score Weight Value** 0.10

**4. Percent of Short-Term Borrowing Maximum Remaining:**

Tax Anticipation Warrants Borrowed (P25, Cell F6-7 & F1-1)  
 EAV x 85% x Combined Tax Rates (P3, Cell J7 and J10)

**Total** 0.00  
 Funds 10, 20 & 40  
 (.85 x EAV) x Sum of Combined Tax Rates 1,928,987.51

**Percent** 100.00  
**Score Weight Value** 4  
**Score Weight Value** 0.10  
**Score Weight Value** 0.40

**5. Percent of Long-Term Debt Margin Remaining:**

Long-Term Debt Outstanding (P3, Cell H37)  
 Total Long-Term Debt Allowed (P3, Cell H31)

**Total** 2,370,000.00  
 12,679,222.51

**Percent** 81.30  
**Score Weight Value** 4  
**Score Weight Value** 0.10  
**Score Weight Value** 0.40

**Total Profile Score: 2.30 \***

**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.

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R
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BASIC FINANCIAL STATEMENTS  
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS  
STATEMENT OF POSITION AS OF JUNE 30, 2016

A	B	C	D	E	F	G	H	I	J	K
1										
2										
3										
4										
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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)					
1	Acct. #	Agency Fund	General Fixed Assets	General Long-Term Debt	
2					
3					
4					
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9					
10					
11					
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**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 (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	RECEIPTS/REVENUES										
3	LOCAL SOURCES	1000	1,998,100	309,219	2	147,838	440,159	676,010	36,642	170,056	36,817
4	FLOW-THROUGH RECEIPTS/REVENUES FROM ONE DISTRICT TO ANOTHER DISTRICT	2000	0	0	0	0	0	0	0	0	0
5	STATE SOURCES	3000	9,904,357	0	0	520,323	25,000	0	0	0	0
6	FEDERAL SOURCES	4000	2,566,408	0	0	0	0	0	0	0	0
7	Total Direct Receipts/Revenues		14,489,865	309,219	2	668,161	465,159	676,010	36,642	170,056	36,817
8	Receipts/Revenues for "On Behalf" Payments <sup>2</sup>	3998	3,040,332								
9	Total Receipts/Revenues		17,530,197	309,219	2	668,161	465,159	676,010	36,642	170,056	36,817
10	DISBURSEMENTS/EXPENDITURES										
11	Instruction	1000	10,698,666				266,752			167,832	902
12	Support Services	2000	3,771,348	273,611		674,874	200,261	11,500			
13	Community Services	3000	57,301	0	0	0	0	0			
14	Payments to Other Districts & Governmental Units	4000	75,870	0	0	0	0	0			
15	Debt Service	5000	7,600	0	360,468	0	0	11,500		167,832	902
16	Total Direct Disbursements/Expenditures		14,610,785	273,611	360,468	674,874	467,013	11,500		167,832	902
17	Disbursements/Expenditures for "On Behalf" Payments <sup>2</sup>	4180	3,040,332		0	0	0	0		0	0
18	Total Disbursements/Expenditures		17,651,117	273,611	360,468	674,874	467,013	11,500		167,832	902
19	Excess of Direct Receipts/Revenues Over (Under) Direct Disbursements/Expenditures <sup>3</sup>		(120,920)	35,608	(360,466)	(6,713)	(1,854)	664,510	36,642	2,224	35,915
20	OTHER SOURCES/USES OF FUNDS										
21	OTHER SOURCES OF FUNDS (7000)										
22	PERMANENT TRANSFER FROM VARIOUS FUNDS										
23	Abolishment of the Working Cash Fund <sup>12</sup>	7110	7110								
24	Abolishment of the Working Cash Fund <sup>12</sup>	7110	7110								
25	Transfer of Working Cash Fund Interest	7120	7120								
26	Transfer Among Funds	7130	7130								
27	Transfer of Interest	7140	7140								
28	Transfer from Capital Project Fund to O&M Fund	7150	7150								
29	Transfer of Excess Fire Prevention & Safety Tax and Interest Proceeds to O&M Fund <sup>4</sup>	7160	7160								
30	Transfer to Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund <sup>5</sup>	7170	7170								
31	SALE OF BONDS (7200)										
32	Principal on Bonds Sold	7210	7210								
33	Premium on Bonds Sold	7220	7220								
34	Accrued Interest on Bonds Sold	7230	7230								
35	Sale of Compensation for Fixed Assets <sup>6</sup>	7300	7300								
36	Transfer to Debt Service to Pay Principal on Capital Leases	7400	7400		0						
37	Transfer to Debt Service to Pay Interest on Capital Leases	7500	7500		0						
38	Transfer to Debt Service to Pay Principal on Revenue Bonds	7600	7600		0						
39	Transfer to Debt Service to Pay Interest on Revenue Bonds	7700	7700		0						
40	Transfer to Capital Projects Fund	7800	7800					0			
41	ISBE Loan Proceeds	7900	7900								
42	Other Sources Not Classified Elsewhere	7990	7990		360,360						
43	Total Other Sources of Funds		0	0	360,360	0	0	0	0	0	0
44	OTHER USES OF FUNDS (8000)										
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
2	<b>PERMANENT TRANSFER TO VARIOUS OTHER FUNDS (8100)</b>										
46	Apportionment 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									
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									
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									
54	Grants/Reimbursements Pledged to Pay Principal on Capital Leases	8420									
55	Other Revenues Pledged to Pay Principal on Capital Leases	8430									
56	Fund Balance Transfers Pledged to Pay Principal on Capital Leases	8440									
57	Taxes Pledged to Pay Interest on Capital Leases	8510									
58	Grants/Reimbursements Pledged to Pay Interest on Capital Leases	8520									
59	Other Revenues Pledged to Pay Interest on Capital Leases	8530									
60	Fund Balance Transfers Pledged to Pay Interest on Capital Leases	8540									
61	Taxes Pledged to Pay Principal on Revenue Bonds	8610									
62	Grants/Reimbursements Pledged to Pay Principal on Revenue Bonds	8620									
63	Other Revenues Pledged to Pay Principal on Revenue Bonds	8630									
64	Fund Balance Transfers Pledged to Pay Principal on Revenue Bonds	8640									
65	Taxes Pledged to Pay Interest on Revenue Bonds	8710									
66	Grants/Reimbursements Pledged to Pay Interest on Revenue Bonds	8720									
67	Other Revenues Pledged to Pay Interest on Revenue Bonds	8730									
68	Fund Balance Transfers Pledged to Pay Interest on Revenue Bonds	8740									
69	Taxes Transferred to Pay for Capital Projects	8810									
70	Grants/Reimbursements Pledged to Pay for Capital Projects	8820									
71	Other Revenues Pledged to Pay for Capital Projects	8830									
72	Fund Balance Transfers Pledged to Pay for Capital Projects	8840									
73	Transfer to Debt Service Fund to Pay Principal on ISBE Loans	8910									
74	Other Uses Not Classified Elsewhere	8990									
75	Total Other Uses of Funds		0	0	0	0	0	360,360	0	0	0
76	Total Other Sources/Uses of Funds		0	0	360,360	0	0	(360,360)	0	0	0
77	Excess of Receipts/Revenues and Other Sources of Funds (Over/Under) Expenditures/Disbursements and Other Uses of Funds		(120,920)	35,608	(106)	(6,713)	(1,854)	304,150	36,642	2,224	35,915
78	Fund Balances - July 1, 2015		(751,402)	215,167	1,310	(172,517)	5,621	959,029	178,550	284	205,802
79	Other Changes in Fund Balances - Increases (Decreases) (Describe & Itemize)			250,775	1,204	(179,230)	3,767	1,263,179	215,192	2,508	241,717
80	Fund Balances - June 30, 2016		(872,322)								
81											

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

A	Description (Enter Whole Dollars)	B Acct #	C Educational (10)	D Operations & Maintenance (20)	E Debt Services (30)	F Transportation (40)	G Municipal Retirement/ Social Security (50)	H Capital Projects (60)	I Working Cash (70)	J Tort (80)	K Fire Prevention & Safety (90)	
<b>RECEIPTS/REVENUES FROM LOCAL SOURCES (1000)</b>												
3	AD VALOREM TAXES LEVIED BY LOCAL EDUCATION AGENCY	1100										
4	Designated Purposes Levies (1110-1120) 7		1,485,949	274,800		146,637	170,055		36,485	170,055	36,618	
5	Leasing Purposes Levy 8	1130										
6	Special Education Purposes Levy	1140		30,587								
7	FICA/Medicare Only Purposes Levies	1150					170,055					
8	Area Vocational Construction Purposes Levy	1160										
9	Summer School Purposes Levy	1170										
10	Other Tax Levies (Describe & Itemize)	1190										
11	Total Ad Valorem Taxes Levied By District		1,485,949	305,387	0	146,637	340,110	0	36,485	170,055	36,618	
12	<b>PAYMENTS IN LIEU OF TAXES</b>											
13	Mobile Home Privilege Tax	1200										
14	Payments from Local Housing Authorities	1210										
15	Corporate Personal Property Replacement Taxes 9	1220										
16	Other Payments in Lieu of Taxes (Describe & Itemize)	1230	212,331				100,000					
17	Total Payments in Lieu of Taxes		212,331	0	0	0	100,000	0	0	0	0	
18	<b>TUITION</b>											
19	Regular - Tuition from Pupils or Parents (In State)	1300										
20	Regular - Tuition from Other Districts (In State)	1311										
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										
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	Total Tuition		0			0						
<b>TRANSPORTATION FEES</b>												
41	Regular - Transp Fees from Pupils or Parents (In State)	1400										
42	Regular - Transp Fees from Other Districts (In State)	1411										
43	Regular - Transp Fees from Other Districts (In State)	1412					1,196					
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										

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
CTE - Transp Fees from Other Districts (In State)	1432									
CTE - Transp Fees from Other Sources (In State)	1433									
CTE - Transp Fees from Other Sources (Out of State)	1434									
Special Ed - Transp Fees from Pupils or Parents (In State)	1441									
Special Ed - Transp Fees from Other Districts (In State)	1442									
Special Ed - Transp Fees from Other Sources (In State)	1443									
Special Ed - Transp Fees from Other Sources (Out of State)	1444									
Adult - Transp Fees from Pupils or Parents (In State)	1451									
Adult - Transp Fees from Other Districts (In State)	1452									
Adult - Transp Fees from Other Sources (In State)	1453									
Adult - Transp Fees from Other Sources (Out of State)	1454									
Total Transportation Fees					1,196					
<b>EARNINGS ON INVESTMENTS</b>	<b>1500</b>									
Interest on Investments	1510	745	202	2	5	49	908	157	1	199
Gain or Loss on Sale of Investments	1520									
Total Earnings on Investments		745	202	2	5	49	908	157	1	199
<b>FOOD SERVICE</b>	<b>1600</b>									
Sales to Pupils - Lunch	1611	3,219								
Sales to Pupils - Breakfast	1612									
Sales to Pupils - Ala Carte	1613									
Sales to Pupils - Other (Describe & Itemize)	1614	804								
Sales to Adults	1620	16,693								
Other Food Service (Describe & Itemize)	1690									
Total Food Service		20,716								
<b>DISTRICT/SCHOOL ACTIVITY INCOME</b>	<b>1700</b>									
Admissions - Athletic	1711	67,311								
Admissions - Other (Describe & Itemize)	1718									
Fees	1720									
Book Store Sales	1730									
Other District/School Activity Revenue (Describe & Itemize)	1790			0						
Total District/School Activity Income		67,311		0						
<b>TEXTBOOK INCOME</b>	<b>1800</b>									
Rentals - Regular Textbooks	1811	32,581								
Rentals - Summer School Textbooks	1812									
Rentals - Adult/Continuing Education Textbooks	1813									
Rentals - Other (Describe & Itemize)	1819									
Sales - Regular Textbooks	1821									
Sales - Summer School Textbooks	1822									
Sales - Adult/Continuing Education Textbooks	1823									
Sales - Other (Describe & Itemize)	1829									
Other (Describe & Itemize)	1890									
Total Textbook Income		32,581								
<b>OTHER REVENUE FROM LOCAL SOURCES</b>	<b>1900</b>									
Rentals	1910		3,375							
Contributions and Donations from Private Sources	1920	96,139								
Impact Fees from Municipal or County Governments	1930									
Services Provided Other Districts	1940									
Refund of Prior Years' Expenditures	1950	11,725								
Payments of Surplus Moneys from HF Districts	1960									
Drivers' Education Fees	1970	7,335								

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
102 Proceeds from Vendors' Contracts	1980	(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
103 School Facility Occupation Tax Proceeds	1983						675,102			
104 Payment from Other Districts	1991									
105 Sale of Vocational Projects	1992									
106 Other Local Fees (Describe & Itemize)	1993									
107 Other Local Revenues (Describe & Itemize)	1999	74,269	255				675,102	0	0	0
108 Total Other Revenue from Local Sources		189,467	3,630	0	0	0	675,102	0	0	0
109 Total Receipts/Revenues from Local Sources	1000	1,989,100	309,219	2	147,838	440,159	676,010	36,642	170,056	36,817
<b>FLOW-THROUGH RECEIPTS/REVENUES FROM ONE DISTRICT TO ANOTHER DISTRICT (2000)</b>										
110 Flow-through Revenue from State Sources	2100									
111 Flow-through Revenue from Federal Sources	2200									
112 Other Flow-Through (Describe & Itemize)	2300									
113 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 UNRESTRICTED GRANTS-IN-AID (3001-3099)										
116 General State Aid - Sec. 18-8.05	3001	8,776,359			50,000	25,000				
117 General State Aid - Hold Harbors/Supplemental	3002	382,801								
118 Reorganization Incentives (Accounts 3005,3021)	3005									
119 Other Unrestricted Grants-In-Aid from State Sources (Describe & Itemize)	3099									
120 Total Unrestricted Grants-In-Aid		9,159,160	0	0	50,000	25,000	0	0	0	0
121 RESTRICTED GRANTS-IN-AID (3100 - 3900)										
<b>SPECIAL EDUCATION</b>										
122 Special Education - Private Facility Tuition	3100									
123 Special Education - Funding for Children Requiring Sp Ed Services	3105	251,676								
124 Special Education - Personnel	3110	357,849								
125 Special Education - Orphanage - Individual	3120	47,929								
126 Special Education - Orphanage - Summer Individual	3130									
127 Special Education - Summer School	3145	3,664								
128 Special Education - Other (Describe & Itemize)	3199									
129 Total Special Education		661,118	0	0	0	0	0	0	0	0
<b>CAREER AND TECHNICAL EDUCATION (CTE)</b>										
130 CTE - Technical Education - Tech Prep	3200									
131 CTE - Secondary Program Improvement (CTE)	3220									
132 CTE - WECEP	3225									
133 CTE - Agriculture Education	3235	1,982								
134 CTE - Instructor Practicum	3240									
135 CTE - Student Organizations	3270									
136 CTE - Other (Describe & Itemize)	3299									
137 Total Career and Technical Education		1,982	0	0	0	0	0	0	0	0
<b>BILINGUAL EDUCATION</b>										
138 Bilingual Ed - Downstate - TPJ and TBE	3305									
139 Bilingual Education Downstate - Transitional Bilingual Education	3310									
140 Total Bilingual Ed		0				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 (10)	Operators & Maintenance (20)	Debt Services (30)	Transportation (40)	Municipal Retirement/ Social Security (50)	Capital Projects (60)	Working Cash (70)	Tort (80)	Fire Prevention & Safety (90)
145 State Free Lunch & Breakfast	3360	4,681								
146 School Breakfast Initiative	3365									
147 Driver Education	3370	29,471								
148 Adult Ed. (from ICCB)	3410									
149 Adult Ed. - Other (Describe & Itemize)	3499									
<b>TRANSPORTATION</b>										
150 Transportation - Regular and Vocational	3500				286,978					
151 Transportation - Special Education	3510				183,345					
152 Transportation - Other (Describe & Itemize)	3599									
153 Total Transportation		0	0	0	470,323	0				
154 Learning Improvement - Change Grants	3610									
155 Scientific Literacy	3660									
156 Tuant Alternative/Optimal Education	3695									
157 Early Childhood - Block Grant	3705									
158 Reading Improvement Block Grant	3715									
159 Reading Improvement Block Grant - Reading Recovery	3720									
160 Reading Improvement Block Grant	3725									
161 Continued Reading Improvement Block Grant (2% Set Aside)	3726									
162 Chicago General Education Block Grant	3785									
163 Chicago General Education Services Block Grant	3767									
164 Chicago Educational Services Block Grant	3775									
165 School Safety & Educational Improvement Block Grant	3780									
166 Technology - Technology for Success	3815									
167 State Charter Schools	3825									
168 Extended Learning Opportunities - Summer Bridges	3820									
169 Infrastructure Improvements - Planning/Construction	3825									
170 School Infrastructure - Maintenance Projects	3825									
171 Other Restricted Revenue from State Sources (Describe & Itemize)	3999	47,945								
172 Total Restricted Grants-In-Aid		745,197	0	0	470,323	0	0	0	0	0
173 Total Receipts from State Sources	3000	9,904,357	0	0	520,323	25,000	0	0	0	0
<b>RECEIPTS/REVENUES FROM FEDERAL SOURCES (4000)</b>										
174 UNRESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT (4001-4009)	4001									
175 Federal Impact Aid	4001									
176 Other Unrestricted Grants-In-Aid Received Directly from the Fed Govt (Describe & Itemize)	4009									
177 Total Unrestricted Grants-In-Aid Received Directly from the Federal Govt		0	0	0	0	0	0	0	0	0
178 RESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT (40045-4090)										
179 GOVT (40045-4090)	4045									
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 Total Restricted Grants-In-Aid Received Directly from Federal Govt		0	0	0	0	0	0	0	0	0
185 RESTRICTED GRANTS-IN-AID RECEIVED FROM FEDERAL GOVT THRU THE STATE (4100-4999)										
186 TITLE VI	4100									
187 Title VI - Innovation and Flexibility Formula	4100									
188 Title VI - District Projects	4105									

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

A	Description (Enter Whole Dollars)	B Acct #	C Educational (10)	D Operators & Maintenance (20)	E Debt Services (30)	F Transportation (40)	G Municipal Retirement/ Social Security (50)	H Capital Projects (60)	I Working Cash (70)	J Tort (80)	K Fire Prevention & Safety (90)
189	Title VI - Rural Education Initiative (REI)	4107	11,753								
190	Title V - Other (Describe & Itemize)	4199									
191	Total Title V		11,753	0		0	0				
192	<b>FOOD SERVICE</b>										
193	Breakfast Start-Up Expansion	4200									
194	National School Lunch Program	4210	463,954								
195	Special Milk Program	4215									
196	School Breakfast Program	4220	154,733								
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									
201	Total Food Service		618,687				0				
202	<b>TITLE I</b>										
203	Title I - Low Income	4300	1,178,286								
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	4336									
208	Title I - Reading First SEA Funds	4337									
209	Title I - Migrant Education	4340									
210	Title I - Other (Describe & Itemize)	4399									
211	Total Title I		1,178,286	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	Total Title IV		0	0		0	0				
217	<b>FEDERAL - SPECIAL EDUCATION</b>										
218	Fed - Spec Education - Preschool Flow-Through	4600	26,063								
219	Fed - Spec Education - Preschool Discretionary	4605									
220	Fed - Spec Education - IDEA - Flow Through	4620	455,081								
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	Total Federal - Special Education		481,144	0		0	0				
225	<b>CTE - PERKINS</b>										
226	CTE - Perkins - Title III E - Tech Prep	4770									
227	CTE - Other (Describe & Itemize)	4799									
228	Total CTE - Perkins		0	0		0	0				
229	<b>Federal - Adult Education</b>										
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 1009g)	4855									
236	ARRA - IDEA - Part B - Preschool	4856									
237	ARRA - IDEA - Part B - Flow-Through	4857									
238	ARRA - Title II - Technology-Formula	4860									
239	ARRA - Title II - Technology-Competitive	4861									
240	ARRA - McKinney - Vento Homeless Education	4862									

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)
241	ARRA - Child Nutrition Equipment Assistance	4883									
242	Impact Aid Formula Grants	4884									
243	Impact Aid Competitive Grants	4885									
244	Qualified Zone Academy Bond Tax Credits	4886									
245	Qualified School Construction Bond Credits	4887									
246	Build America Bond Tax Credits	4888									
247	Build America Bond Interest Reimbursement	4889									
248	ARRA - General State Aid - Other Govt Services Stabilization	4870									
249	ARRA - General State Aid - Other Govt Services Stabilization	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 VIII	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									
259	Total Stimulus Programs		0	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 (LIPLEP)	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									
269	Federal Charter Schools	4950									
270	Medicaid Matching Funds - Administrative Outreach	4991	68,965								
271	Medicaid Matching Funds - Fee-for-Service Program	4992	102,719								
272	Other Restricted Revenue from Federal Sources (Describe & Itemize)	4999	4,196								
273	Total Restricted Grants-In-Aid Received from the Federal Govt		2,596,408	0	0	0	0	0	0	0	0
274	Total Receipts/Revenues from Federal Sources		2,596,408	0	0	0	0	0	0	0	0
275	Total Direct Receipts/Revenues		14,489,865	309,219	2	668,161	485,159	676,010	36,642	170,056	36,817

The accompanying footnotes to the financial statements are an integral part of this statement.



STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2016

	A	B	C	D	E	F	G	H	I	J	K	L
	Description (Enter Whole Dollars)	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
3	10 - EDUCATIONAL FUND (ED)											
4	INSTRUCTION (ED)	1000										
5	Regular Programs	1100	4,837,874	1,157,542	113,481	102,819	2,373	88		120,616	6,334,793	6,288,044
6	Tuition Payment to Charter Schools	1115									0	0
7	Pre-K Programs	1126									0	0
8	Special Education Programs (Functions 1200-1220)	1200	2,114,612	438,474	34,676	27,493	3,515	35		17,478	2,636,283	2,440,725
9	Special Education Programs Pre-K	1225									0	0
10	Remedial and Supplemental Programs K-12	1250	331,115	137,318	26,932	450,511	17,000				962,876	555,440
11	Remedial and Supplemental Programs Pre-K	1275									0	0
12	Adult/Continuing Education Programs	1300									0	0
13	CTE Programs	1400	206,301	52,939		348				7,066	266,654	283,730
14	Interscholastic Programs	1500	21,793	153	198,171	10,693		6,555			237,365	153,600
15	Summer School Programs	1600									0	0
16	Gifted Programs	1650									0	0
17	Driver's Education Programs	1700	194,738	54,748	10,021	1,188					260,695	260,200
18	Bilingual Programs	1800									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									0	0
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	Tuants Alternative/Optional Ed Programs - Private Tuition	1922									0	0
33	Total Instruction <sup>10</sup>	1000	7,706,433	1,841,174	383,281	593,052	22,888	6,678	0	145,160	10,698,666	9,984,739
34	SUPPORT SERVICES (ED)	2000										
35	SUPPORT SERVICES - PUPILS											
36	Attendance & Social Work Services	2110	93,473	21,328		1,679					116,480	128,500
37	Guidance Services	2120	58,688	6,547		11,600					76,815	78,622
38	Health Services	2130	81,645	9,093	106,729	3,866	1,989	161			203,483	190,250
39	Psychological Services	2140	60,837	10,895	920	4,506					77,158	77,230
40	Speech Pathology & Audiology Services	2150	146,380	43,809		3,219					193,408	188,880
41	Other Support Services - Pupils (Describe & Itemize)	2190									0	0
42	Total Support Services - Pupils	2100	441,003	91,672	107,649	24,870	1,989	161	0	0	667,344	663,482
43	SUPPORT SERVICES - INSTRUCTIONAL STAFF											
44	Improvement of Instruction Services	2210			75,591			850			76,441	94,750
45	Educational Media Services	2220	17,392		107,619	16,846	86,520				228,377	127,975
46	Assessment & Testing	2230	9,823	557							10,380	0
47	Total Support Services - Instructional Staff	2200	27,215	557	183,210	16,846	86,520	850	0	0	315,198	222,725
48	SUPPORT SERVICES - GENERAL ADMINISTRATION											
49	Board of Education Services	2310						240,681			283,243	189,510
50	Executive Administration Services	2320	165,329	38,871	42,169	393	1,199	2,932			242,050	246,230
51	Special Area Administration Services	2330			20,018	13,701					0	0
52	Tort Immunity Services	2360 - 2370									0	0
53	Total Support Services - General Administration	2300	165,329	38,871	62,187	14,094	1,199	243,613	0	0	525,293	435,740

The accompanying footnotes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2016

A	B	C	D	E	F	G	H	I	J	K	L
Description (Enter Whole Dollars)	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
1											
2											
54											
SUPPORT SERVICES - SCHOOL ADMINISTRATION											
55	2410	388,430	88,958		101		1,817			479,306	479,400
Office of the Principal Services										0	0
56	2490									479,306	479,400
Other Support Services - School Admin (Describe & Itemize)											
57	2400	388,430	88,958	0	101	0	1,817	0	0	479,306	479,400
Total Support Services - School Administration											
58											
SUPPORT SERVICES - BUSINESS											
59	2510										
Direction of Business Support Services											
60	2520	105,560	10,529		364					116,453	114,514
Fiscal Services											
61	2540	522,902	112,297		22,800					1,042,577	937,775
Operation & Maintenance of Plant Services											
62	2550				7,949					7,949	5,000
Pupil Transportation Services											
63	2560	242,188	52,700							612,903	635,954
Food Services											
64	2570									0	0
Internal Services											
65	2500	870,650	175,526		31,113	0	0	0	0	1,779,882	1,693,243
Total Support Services - Business											
66											
SUPPORT SERVICES - CENTRAL											
67	2610										
Direction of Central Support Services											
68	2620										
Planning, Research, Development, & Evaluation Services											
69	2630										
Information Services											
70	2640										
Staff Services											
71	2680				3,810					3,810	3,500
Data Processing Services											
72	2600	0	0		3,810					4,110	3,500
Total Support Services - Central											
73	2900	200	15							215	1,600
Other Support Services (Describe & Itemize)											
74	2000	1,892,827	395,599		387,969	89,708	246,441	0	0	3,771,348	3,499,690
Total Support Services (EB)											
75	3000	34,096	6,078		10,120		7,007			57,301	45,305
COMMUNITY SERVICES (EB)											
76	4000										
PAYMENTS TO OTHER DISTRICTS & GOVT UNITS (EB)											
77	4110				385					385	0
Payments for Regular Programs											
78	4120									35,897	51,350
Payments for Special Education Programs											
79	4130									0	0
Payments for Adult/Continuing Education Programs											
80	4140									0	0
Payments for CTE Programs											
81	4170									0	0
Payments for Community College Programs											
82	4190				7,100					7,100	7,800
Other Payments to In-State Govt Units (Describe & Itemize)											
83	4100				7,485					43,382	59,150
Total Payments to Other Govt Units (In-State)											
84	4210									0	0
Payments for Regular Programs - Tuition											
85	4220									0	10,000
Payments for Special Education Programs - Tuition											
86	4230									0	0
Payments for Adult/Continuing Education Programs - Tuition											
87	4240									0	0
Payments for CTE Programs - Tuition											
88	4270									32,488	30,000
Payments for Community College Programs - Tuition											
89	4280									0	0
Payments for Other Programs - Tuition											
90	4290									0	0
Other Payments to In-State Govt Units											
91	4200									32,488	40,000
Total Payments to Other Govt Units - Tuition (In State)											
92	4310									0	0
Payments for Regular Programs - Transfers											
93	4320									0	0
Payments for Special Education Programs - Transfers											
94	4330									0	0
Payments for Adult/Continuing Ed Programs-Transfers											

The accompanying footnotes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2016

A	B	C	D	E	F	G	H	I	J	K	L
Description (Enter Whole Dollars)	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
1											
2											
96											
97											
98											
99											
100											
101											
102											
103											
104											
105											
106											
107											
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131											
132											
133											
134											
135											
136											
137											
138											
139											
140											
141											
142											
20 - OPERATIONS & MAINTENANCE FUND (O&M)											
SUPPORT SERVICES - PUPILS	2000										
Other Support Services - Pupils (Describe & Itemize)	2190										
SUPPORT SERVICES - BUSINESS											
Direction of Business Support Services	2510										
Facilities Acquisition & Construction Services	2530										
Operation & Maintenance of Plant Services	2540										
Pupil Transportation Services	2550										
Food Services	2560										
Total Support Services - Business	2500										
Other Support Services (Describe & Itemize)	2900										
Total Support Services	2000										
COMMUNITY SERVICES (O&M)	3000										
PAYMENTS TO OTHER DIST & GOVT UNITS (O&M)	4000										
PAYMENTS TO OTHER GOVT UNITS (IN-STATE)											
Payments for Special Education Programs	4120										
Payments for CTE Programs	4140										
Other Payments to In-State Govt. Units (Describe & Itemize)	4190										
Total Payments to Other Govt. Units (In-State)	4100										
Payments to Other Govt. Units (Out of State)	4400										
Total Payments to Other Govt. Units	4000										
DEBT SERVICES (O&M)	5000										
DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
Tax Anticipation Warrants	5110										
Tax Anticipation Notes	5120										
Corporate Personal Prop. Repl. Tax Anticipation Notes	5130										
State Aid Anticipation Certificates	5140										
Other Interest on Short-Term Debt	5150										
Total Interest on Short-Term Debt	5100										
Debt Services - Interest on Long-Term Debt	5200										
Total Debt Services	8000										
PROVISIONS FOR CONTINGENCIES (ED)	8000										
Total Direct Disbursements/Expenditures		9,693,356	2,242,851	788,855	1,358,863	112,596	329,104	0	145,160	14,610,785	13,643,884
Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(120,920)	

The accompanying footnotes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2016

	A	B	C	D	E	F	G	H	I	J	K	L
	Description (Enter Whole Dollars)	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
1												
2	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0
143	State Aid Anticipation Certificates	5140									0	0
144	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	0
145	Total Debt Service - Interest on Short-Term Debt	5100									0	0
146	DEBT SERVICE - INTEREST ON LONG-TERM DEBT	5200									0	0
147	Total Debt Services	5000									0	0
148	PROVISIONS FOR CONTINGENCIES (O&M)	6000									0	0
149	Total Direct Disbursements/Expenditures		0	0	202,408	46,964	24,239	0	0	0	273,611	337,365
150	Excess (Deficiency) of Receipts/Revenues/Over Disbursements/										35,608	
151												
152												
153	<b>30 - DEBT SERVICES (DS)</b>											
154	PAYMENTS TO OTHER DIST & GOVT UNITS (DS)	4000									0	0
155	DEBT SERVICES (DS)	5000									0	0
156	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT										0	0
157	Tax Anticipation Warrants	5110									0	0
158	Tax Anticipation Notes	5120									0	0
159	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0
160	State Aid Anticipation Certificates	5140									0	0
161	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	0
162	Total Debt Services - Interest On Short-Term Debt	5100									0	0
163	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200						119,968			119,968	119,968
164	DEBT SERVICES - PAYMENTS OF PRINCIPAL ON LONG-TERM DEBT (Lease/Purchase Principal Retired) <sup>1</sup>							240,000			240,000	240,000
165	DEBT SERVICES - OTHER (Describe & Itemize)	5400						500			500	500
166	Total Debt Services	5000						359,968			360,468	360,468
167	PROVISION FOR CONTINGENCIES (DS)	6000						500			360,468	360,468
168	Total Disbursements/ Expenditures							500			360,468	360,468
169	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(360,468)	
170												
171	<b>40 - TRANSPORTATION FUND (TR)</b>											
172	SUPPORT SERVICES (TR)											
173	SUPPORT SERVICES - PUPILS	2190									0	0
174	Other Support Services - Pupils (Describe & Itemize)										0	0
175	SUPPORT SERVICES - BUSINESS	2550	5,000	946	668,928						674,874	770,946
176	Pupil Transportation Services	2500									0	0
177	Other Support Services (Describe & Itemize)	2000	5,000	946	668,928	0	0	0	0	0	674,874	770,946
178	Total Support Services	3000									0	0
179	COMMUNITY SERVICES (TR)	4000									0	0
180	PAYMENTS TO OTHER DIST & GOVT UNITS (TR)										0	0
181	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)										0	0
182	Payments for Regular Programs	4110									0	0
183	Payments for Special Education Programs	4120									0	0
184	Payments for Adult/Continuing Education Programs	4130									0	0
185	Payments for CTE Programs	4140									0	0
186	Payments for Community College Programs	4170									0	0
187	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	0
188	Total Payments to Other Govt. Units (In-State)	4100									0	0

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2016

	A	B	C	D	E	F	G	H	I	J	K	L
	Description (Enter Whole Dollars)	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
1												
189	PAYMENTS TO OTHER GOVT UNITS (OUT-OF-STATE)	4400									0	0
190	Total Payments to Other Govt Units	4000									0	0
191	DEBT SERVICES (TR)	5000									0	0
192	DEBT SERVICE - INTEREST ON SHORT-TERM DEBT										0	0
193	Tax Anticipation Warrants	5110									0	0
194	Tax Anticipation Notes	5120									0	0
195	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0
196	State Aid Anticipation Certificates	5140									0	0
197	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	0
198	Total Debt Services - Interest on Short-Term Debt	5100									0	0
199	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200									0	0
200	DEBT SERVICE - PAYMENTS OF PRINCIPAL ON LONG-TERM DEBT (Lease/Purchase Principal Retired) **	5300									0	0
201	DEBT SERVICES - OTHER (Describe & Itemize)	5400									0	0
202	Total Debt Services	5000									0	0
203	PROVISION FOR CONTINGENCIES (TR)	6000									0	0
204	Total Disbursements/ Expenditures		5,000	946	668,928	0	0	0	0	0	674,874	770,946
205	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(6,713)	
206												
207	50 - MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND (MR/SS)											
208	INSTRUCTION (MR/SS)	1000										
209	Regular Programs	1100		126,968							126,968	122,720
210	Pre-K Programs	1125									0	0
211	Special Education Programs (Functions 1200-1220)	1200		133,012							133,012	132,940
212	Special Education Programs - Pre-K	1225									0	0
213	Remedial and Supplemental Programs - K-12	1250									0	0
214	Remedial and Supplemental Programs - Pre-K	1275									0	0
215	Adult/Continuing Education Programs	1300									0	0
216	CTE Programs	1400		3,094							3,094	4,000
217	Interscholastic Programs	1500		2,028							2,028	2,725
218	Summer School Programs	1600									0	0
219	Gifted Programs	1650									0	0
220	Driver's Education Programs	1700		1,650							1,650	1,600
221	Bilingual Programs	1800									0	0
222	Truants Alternative & Optional Programs	1800									0	0
223	Total Instruction	1000		266,752							266,752	263,985
224	SUPPORT SERVICES (MR/SS)	2000										
225	SUPPORT SERVICES - PUPILS											
226	Attendance & Social Work Services	2110		1,355							1,355	1,570
227	Guidance Services	2120		827							827	830
228	Health Services	2130		15,670							15,670	15,900
229	Psychological Services	2140		895							895	875
230	Speech Pathology & Audiology Services	2140		2,123							2,123	1,960
231	Other Support Services - Pupils (Describe & Itemize)	2190									0	0
232	Total Support Services - Pupils	2100		20,870							20,870	21,135
233	SUPPORT SERVICES - INSTRUCTIONAL STAFF											
234	Improvement of Instruction Services	2210									0	0
235	Educational Media Services	2220		2,612							2,612	6,600
236	Assessment & Testing	2230		142							142	950
237	Total Support Services - Instructional Staff	2200		2,754							2,754	7,550

The accompanying footnotes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2016

	A	B	C	D	E	F	G	H	I	J	K	L
	Description (Enter whole dollars)	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									0	0
239	Executive Administration Services	2320									9,299	10,425
240	Service Area Administrative Services	2330		9,299							0	0
241	Claims Paid from Self Insurance Fund	2361									0	0
242	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362									0	0
243	Unemployment Insurance Payments	2363									0	0
244	Insurance Payments (Regular or Self-Insurance)	2364									0	0
245	Risk Management and Claims Services Payments	2365									0	0
246	Judgment and Settlements	2366									0	0
247	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367									0	0
248	Reciprocal Insurance Payments	2368									0	0
249	Legal Services	2369									0	0
250	Total Support Services - General Administration	2300		9,299							9,299	10,425
251	<b>SUPPORT SERVICES - SCHOOL ADMINISTRATION</b>											
252	Office of the Principal Services	2410		4,539							4,539	4,750
253	Other Support Services - School Administration (Describe & Itemize)	2490									0	0
254	Total Support Services - School Administration	2400		4,539							4,539	4,750
255	<b>SUPPORT SERVICES - BUSINESS</b>											
256	Direction of Business Support Services	2510		20,327							20,327	20,890
257	Fiscal Services	2520									0	0
258	Facilities Acquisition & Construction Services	2530									99,670	97,240
259	Operation & Maintenance of Plant Services	2540		99,670							0	0
260	Pupil Transportation Services	2550		42,802							42,802	41,500
261	Food Services	2560									0	0
262	Internal Services	2570		162,799							162,799	159,430
263	Total Support Services - Business	2500		203,296							203,296	203,290
264	<b>SUPPORT SERVICES - CENTRAL</b>											
265	Direction of Central Support Services	2610									0	0
266	Planning, Research, Development, & Evaluation Services	2620									0	0
267	Information Services	2630									0	0
268	Staff Services	2640									0	0
269	Data Processing Services	2660									0	0
270	Total Support Services - Central	2600		0							0	0
271	Other Support Services (Describe & Itemize)	2800									0	0
272	Total Support Services	2000		200,261							200,261	203,290
273	<b>COMMUNITY SERVICES (MR/SS)</b>											
274	COMMUNITY SERVICES (MR/SS)	3000									0	0
275	<b>PAYMENTS TO OTHER DIST &amp; GOVT UNITS (MR/SS)</b>											
276	Payments for Special Education Programs	4120									0	0
277	Payments for CTE Programs	4140									0	0
278	Total Payments to Other Govt Units	4000		0							0	0
279	<b>DEBT SERVICES (MR/SS)</b>											
280	DEBT SERVICE - INTEREST ON SHORT-TERM DEBT	5000									0	0
281	Tax Anticipation Warrants	5110									0	0
282	Tax Anticipation Notes	5120									0	0
283	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0

The accompanying footnotes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2016

	A	B	C	D	E	F	G	H	I	J	K	L
	Description (Enter Whole Dollars)	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
1												
2	State Aid Anticipation Certificates	5140									0	0
284	Other (Describe & Itemize)	5150									0	0
285	Total Debt Services - Interest	5000									0	0
286	PROVISION FOR CONTINGENCIES (MRSS)	6000									467,013	467,275
287	Total Disbursements/Expenditures			467,013							467,013	467,275
288	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(1,854)	0
289												
290												
291	<b>60 - CAPITAL PROJECTS (CP)</b>											
292	SUPPORT SERVICES - CP	2000										
293	SUPPORT SERVICES - BUSINESS											
294	Facilities Acquisition and Construction Services	2530					11,500				11,500	15,000
295	Other Support Services (Describe & Itemize)	2900									0	0
296	Total Support Services	2000	0	0	0	0	11,500	0	0	0	11,500	15,000
297	PAYMENTS TO OTHER DIST & GOVT UNITS (CP)	4000										
298	PAYMENTS TO OTHER GOVT UNITS (In-State)	4100									0	0
299	Payments to Other Govt Units (In-State)	4120									0	0
300	Payments for Special Education Programs	4140									0	0
301	Payments for CTE Programs	4190									0	0
302	Other Payments to In-State Govt Units (Describe & Itemize)	4000			0						0	0
303	Total Payments to Other Govt Units	6000			0						0	0
304	PROVISION FOR CONTINGENCIES (S&C/C)											
305	Total Disbursements/ Expenditures		0	0	0	0	11,500	0	0	0	11,500	15,000
306	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										664,510	
307												
308												
309	<b>70 - WORKING CASH (WC)</b>											
310												
311	<b>80 - TORT FUND (TF)</b>											
312	SUPPORT SERVICES - GENERAL ADMINISTRATION											
313	Claims Paid from Self Insurance Fund	2361									0	0
314	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362			167,832						167,832	167,832
315	Unemployment Insurance Payments	2363									0	0
316	Insurance Payments (Regular or Self-Insurance)	2364									0	0
317	Risk Management and Claims Services Payments	2365									0	0
318	Judgment and Settlements	2366									0	0
319	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367									0	2,000
320	Reciprocal Insurance Payments	2368									0	0
321	Legal Services	2369									0	500
322	Property Insurance (Buildings & Grounds)	2371									0	0
323	Vehicle Insurance (Transportation)	2372			167,832						167,832	170,332
324	Total Support Services - General Administration	2000	0	0	167,832	0	0	0	0	0	167,832	170,332
325	DEBT SERVICES (TF)	5000										
326	Tax Anticipation Warrants	5110									0	0
327	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0

The accompanying footnotes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2016

	A	B	C	D	E	F	G	H	I	J	K	L
	Description (Enter Whole Dollars)	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
1												
2	Other Interest or Short-Term Debt	5150									0	0
328	Total Debt Services - Interest on Short-Term Debt	5000						0			0	0
329	PROVISIONS FOR CONTINGENCIES (TF)	6000									167,832	170,332
330	Total Disbursements/Expenditures		0	0	167,832	0	0	0	0	0	2,224	
331	Excess (Deficiency) of Receipts/Revenues Over											
332												
333	90 - FIRE PREVENTION & SAFETY FUND (FP&S)											
334	SUPPORT SERVICES - BUSINESS	2000										
336	Facilities Acquisition & Construction Services	2530									0	0
337	Operation & Maintenance of Plant Services	2540					902				902	1,000
338	Total Support Services - Business	2500	0	0	0	0	902	0	0	0	902	1,000
339	Other Support Services (Describe & Itemize)	2900									0	0
340	Total Support Services	2000	0	0	0	0	902	0	0	0	902	1,000
341	PAYMENTS TO OTHER DIST & GOVT UNITS (FP&S)	4000										
342	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	0
343	Total Payments to Other Govt Units	4000						0			0	0
344	DEBT SERVICES (FP&S)	5000										
345	Tax Anticipation Warrants	5110									0	0
346	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	0
347	Total Debt Service - Interest on Short-Term Debt	5100						0			0	0
348	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200									0	0
349	Debt Service - Payments of Principal on Long-Term Debt (Lease/Purchase Principal Retired)	5300									0	0
350	Total Debt Service	5000						0			0	0
351	PROVISION FOR CONTINGENCIES (FP&S)	6000										
352	Total Disbursements/Expenditures		0	0	0	0	902	0	0	0	902	1,000
353	Excess (Deficiency) of Receipts/Revenues Over											
354	Disbursements/Expenditures										35,915	
355												

The accompanying footnotes to the financial statements are an integral part of this statement.



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

A	B	C RECEIPTS					D DISBURSEMENTS					L
		ARRA Receipts	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other	Non-Capitalized Equipment	Termination Benefits	Total Expenditures	
1	District's Accounting Basis is CASH											
2	ARRA Revenue Source Code	Acct #	(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
3	Beginning Balance July 1, 2015		0	0	0	0	0	0	0	0	0	
4	ARRA - General State Aid	4850	0	0	0	0	0	0	0	0	0	
5	ARRA - Title I Low Income	4851	0	0	0	0	0	0	0	0	0	
6	ARRA - Title I Neglected - Private	4852	0	0	0	0	0	0	0	0	0	
7	ARRA - Title I Delinquent - Private	4853	0	0	0	0	0	0	0	0	0	
8	ARRA - Title I School Improvement (Part A)	4854	0	0	0	0	0	0	0	0	0	
9	ARRA - Title I School Improvement (Section 1003g)	4855	0	0	0	0	0	0	0	0	0	
10	ARRA - IDEA Part B Preschool	4856	0	0	0	0	0	0	0	0	0	
11	ARRA - IDEA Part B Flow Through	4857	0	0	0	0	0	0	0	0	0	
12	ARRA - Title II D Technology Formula	4860	0	0	0	0	0	0	0	0	0	
13	ARRA - Title II D Technology Formula	4861	0	0	0	0	0	0	0	0	0	
14	ARRA - Title II D Technology, Competitive	4862	0	0	0	0	0	0	0	0	0	
15	ARRA - McKinney - Vento Homeless Education	4863	0	0	0	0	0	0	0	0	0	
16	ARRA - Child Nutrition Equipment Assistance	4864	0	0	0	0	0	0	0	0	0	
17	Impact Aid Construction Formula	4865	0	0	0	0	0	0	0	0	0	
18	Impact Aid Construction Competitive	4866	0	0	0	0	0	0	0	0	0	
19	QZAB Tax Credits	4867	0	0	0	0	0	0	0	0	0	
20	OSCE Tax Credits	4868	0	0	0	0	0	0	0	0	0	
21	Build America Bonds Tax Credits	4869	0	0	0	0	0	0	0	0	0	
22	Build America Bonds Interest Reimbursement	4870	0	0	0	0	0	0	0	0	0	
23	ARRA - General State Aid - Other Govt Services Stabilization	4871	0	0	0	0	0	0	0	0	0	
24	ARRA - Other II	4872	0	0	0	0	0	0	0	0	0	
25	ARRA - Other III	4873	0	0	0	0	0	0	0	0	0	
26	ARRA - Other IV	4874	0	0	0	0	0	0	0	0	0	
27	ARRA - Other V	4875	0	0	0	0	0	0	0	0	0	
28	ARRA - Early Childhood	4876	0	0	0	0	0	0	0	0	0	
29	ARRA - Other VII	4877	0	0	0	0	0	0	0	0	0	
30	ARRA - Other VIII	4878	0	0	0	0	0	0	0	0	0	
31	ARRA - Other IX	4879	0	0	0	0	0	0	0	0	0	
32	ARRA - Other X	4880	0	0	0	0	0	0	0	0	0	
33	ARRA - Other XI	4880	0	0	0	0	0	0	0	0	0	
34	Total ARRA Programs		0	0	0	0	0	0	0	0	0	
35	Ending Balance June 30, 2015		0	0	0	0	0	0	0	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
1	SCHEDULE OF AD VALOREM TAX RECEIPTS					
2	Description (Enter Whole Dollars)	Taxes Received 7-1-15 Thru 6-30-16 (from 2014 Levy & Prior Leves) *	Taxes Received (from the 2015 Levy)	Taxes Received (from 2014 & Prior Leves) (Column B - C)	Total Estimated Taxes (from the 2015 Levy)	Estimated Taxes Due (from the 2015 Levy) (Column E - C)
3						
4	Educational	1,465,949		1,465,949	1,762,489	1,762,489
5	Operations & Maintenance	274,800		274,800	330,467	330,467
6	Debt Services **	0		0	0	0
7	Transportation	146,637		146,637	176,249	176,249
8	Municipal Retirement	170,055		170,055	200,000	200,000
9	Capital Improvements	0		0	0	0
10	Working Cash	36,485		36,485	44,062	44,062
11	Tort Immunity	170,055		170,055	200,000	200,000
12	Fire Prevention & Safety	36,618		36,618	44,062	44,062
13	Leasing Levy	0		0	0	0
14	Special Education	30,587		30,587	35,250	35,250
15	Area Vocational Construction	0		0	0	0
16	Social Security/Medicare Only	170,055		170,055	200,000	200,000
17	Summer School	0		0	0	0
18	Other (Describe & Itemize)	0		0	0	0
19	Totals	2,501,241	0	2,501,241	2,992,579	2,992,579
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		Outstanding Beginning 07/01/15	Issued 07/01/15 Through 06/30/16	Retired 07/01/15 Through 06/30/16	Outstanding Ending 06/30/16	Any differences described and itemized	Retired 7/1/15 thru 6/30/16	Outstanding Ending 6/30/16	Amount to be Provided for Payment on Long- Term Debt
1	SCHEDULE OF SHORT-TERM DEBT									
2	Description (Enter Whole Dollars)									
3	CORPORATE PERSONAL PROPERTY REPLACEMENT TAX ANTICIPATION NOTES (CPPT)									
4	Total CPPT Notes									
5	TAX ANTICIPATION WARRANTS (TAW)									
6	Educational Fund									
7	Operations & Maintenance Fund									
8	Debt Services - Construction									
9	Debt Services - Working Cash									
10	Debt Services - Refunding Bonds									
11	Transportation Fund									
12	Municipal Retirement/Social Security Fund									
13	Fire Prevention & Safety Fund									
14	Other - (Describe & Itemize)									
15	Total TAWs		0	0	0	0				
16	TAX ANTICIPATION NOTES (TAN)									
17	Educational Fund									
18	Operations & Maintenance Fund									
19	Fire Prevention & Safety Fund									
20	Other - (Describe & Itemize)									
21	Total TANs		0	0	0	0				
22	TEACHERS/EMPLOYEES' ORDERS (TIEO)									
23	Total TIEOs (Educational, Operations & Maintenance, & Transportation Funds)									
24	GENERAL STATE-AID ANTICIPATION CERTIFICATES (GSAAC)									
25	Total GSAACs (All Funds)									
26	OTHER SHORT-TERM BORROWING									
27	Total Other Short-Term Borrowing (Describe & Itemize)									
28										
29	SCHEDULE OF LONG-TERM DEBT									
30	Identification or Name of Issue									
31	2004 Limited School Bonds		4,245,000		2,610,000	0		240,000	2,370,000	2,388,795
32										
33										
34										
35										
36										
37										
38										
39										
40										
41										
42										
43										
44										
45										
46										
47										
48										
49			4,245,000		2,610,000	0		240,000	2,370,000	2,388,795
50										
51	* Each type of debt issued must be identified separately with the amount:									
52	1. Working Cash Fund Bonds									
53	2. Funding Bonds									
54	3. Refunding Bonds									
55										
56										
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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
<b>SCHEDULE OF RESTRICTED LOCAL TAX LEVIES AND SELECTED REVENUE SOURCES</b>											
1	Description (Enter whole dollars)					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, 2015										
3	<b>RECEIPTS:</b>										
4	Ad Valorem Taxes Received by District					10, 20, 40 or 50-1100		30,587			
5	Earnings on Investments					10, 20, 40, 50 or 60-1500					
6	Drivers Education Fees					10-1970					7,735
7	School Facility Occupation Tax Proceeds					30 or 60-1983				675,102	
8	Driver Education					10 or 20-3370					29,471
9	Other Receipts (Describe & Itemize on tab "Itemization 32")										
10	Sale of Bonds					10, 20, 40 or 60-7200					
11	Total Receipts						0	30,587		675,102	37,206
12	<b>DISBURSEMENTS:</b>										
13	Instruction					10 or 50-1000					
14	Facilities Acquisition & Construction Services					20 or 60-2530				11,500	37,206
15	Tort Immunity Services					10, 20, 40-2360-2370					
16	<b>DEBT SERVICE</b>										
17	Debt Services - Interest on Long-Term Debt					30-5200				119,968	
18	Debt Services - Payments of Principal on Long-Term Debt (Lease/Purchase Principal Retired)					30-5300				240,000	
19	Debt Services Other (Describe & Itemize on tab "Itemization 32")					30-5400				359,968	
20	Total Debt Services										
21	Other Disbursements (Describe & Itemize on tab "Itemization 32")										
22	Total Disbursements						0	0		371,468	37,206
23	Ending Cash Basis Fund Balance as of June 30, 2016						0	30,587		303,634	0
24	Reserved Fund Balance					714					
25	Unreserved Fund Balance					730		30,587		303,634	0
26											
27											
28	<b>SCHEDULE OF TORT IMMUNITY EXPENDITURES <sup>a</sup></b>										
29	Has the entity established an insurance reserve pursuant to 745 ILCS 10/9-1037?										
30	Yes <input type="checkbox"/>	No <input type="checkbox"/>	If yes, list in the aggregate the following:								
31						Total Claims Payments:					
32						Total Reserve Remaining:					
33	Using the following categories, list all other Tort Immunity expenditures not included in line 30 above. Include the total dollar amount for each category.										
34	Expenditures:										
35	Workers' Compensation Act and/or Workers' Occupational Disease Act										
36	Unemployment Insurance Act										
37	Insurance (Regular or Self-Insurance)										
38	Risk Management and Claims Service										
39	Judgments/Settlements										
40	Educational, Inspectional, Supervisory Services Related to Loss Prevention and/or Reduction										
41	Reciprocal Insurance Payments (Insurance Code 72, 76, and 81)										
42	Legal Services										
43	Principal and Interest on Tort Bonds										
44											
45											
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 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).										
47											
48	<sup>b</sup> 55 ILCS 5/6-1006.7										

	A	B	C	D	E	F	G	H	I	J	K	L
<b>Schedule of Capital Outlay and Depreciation</b>												
1												
2	Description of Assets (Enter Whole Dollars)	Acct #	Cost Beginning 7/1/15	Add: Additions 2015-2016	Less: Deletions 2015-2016	Cost Ending 6/30/16	Life In Years	Accumulated Depreciation Beginning 7/1/15	Add: Depreciation Allowable 2015-2016	Less: Depreciation Deletions 2015-2016	Accumulated Depreciation Ending 6/30/16	Ending Balance Undepreciated 6/30/16
3	Works of Art & Historical Treasures	210				0					0	0
4	Land	220										
5	Non-Depreciable Land	221	218,267			218,267						218,267
6	Depreciable Land	222				0					0	0
7	Buildings	230										
8	Permanent Buildings	231	21,279,165			21,279,165	50	9,871,967	425,583		10,297,550	10,981,615
9	Temporary Buildings	232				0	20				0	0
10	Improvements Other than Buildings (Infrastructure)	240	3,526,348	36,737		3,562,085	20	1,008,430	177,139		1,185,569	2,376,516
11	Capitalized Equipment	250										
12	10 Yr. Schedule	251	3,761,485	112,595		3,874,080	10	3,473,746	72,751		3,546,497	327,583
13	5 Yr. Schedule	252	109,784			109,784	5	105,557	2,067		107,624	2,160
14	3 Yr. Schedule	253				0	3				0	0
15	Construction In Progress	260				0	-					0
16	Total Capital Assets	200	28,895,049	148,332	0	29,043,381		14,459,700	677,540	0	15,137,240	13,906,141
17	Non-Capitalized Equipment	700				0					0	
18	Allowable Depreciation								677,540			

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2015-2016)															
This schedule is completed for school districts only.															
Fund	Account No. - Title	Sheet, Row	Amount												
EXPENDITURES:															
ED	Expenditures 15-22, L114		14,610,785												
O&M	Expenditures 15-22, L150		273,011												
DS	Expenditures 15-22, L168		360,468												
TR	Expenditures 15-22, L204		674,874												
MR/SS	Expenditures 15-22, L288		167,832												
TORT	Expenditures 15-22, L331		16,564,583												
Total Expenditures			19,646,563												
LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:															
TR	Revenues 9-14, L43, Col F	1412	1,196												
TR	Regular - Transp Fees from Other Districts (in State)	1421													
TR	Summer Sch - Transp. Fees from Pupils or Parents (in State)	1422													
TR	Summer Sch - Transp. Fees from Other Districts (in State)	1423													
TR	Summer Sch - Transp. Fees from Other Sources (Out of State)	1424													
TR	Revenues 9-14, L50, Col F	1424													
TR	Revenues 9-14, L52, Col F	1432													
TR	CTE - Transp Fees from Other Districts (in State)	1442													
TR	Special Ed - Transp Fees from Other Districts (in State)	1451													
TR	Adult - Transp Fees from Pupils or Parents (in State)	1451													
TR	Adult - Transp Fees from Other Districts (in State)	1452													
TR	Adult - Transp Fees from Other Sources (in State)	1453													
TR	Adult - Transp Fees from Other Sources (Out of State)	1454													
O&M	Revenues 9-14, L148, Col D	3410													
O&M-TR	Revenues 9-14, L149, Col D & F	3499													
O&M-TR	Revenues 9-14, L218, Col D,F	4600													
O&M-TR	Revenues 9-14, L219, Col D,F	4605													
O&M	Revenues 9-14, L229, Col D	4810													
ED	Expenditures 15-22, L7, Col K - (G+1)	1125													
ED	Pre-K Programs	1125													
ED	Special Education Programs Pre-K	1225													
ED	Remedial and Supplemental Programs Pre-K	1275													
ED	Adult/Continuing Education Programs	1300													
ED	Summer School Programs	1600													
ED	Expenditures 15-22, L15, Col K - (G+1)	1910													
ED	Pre-K Programs - Private Tuition	1910													
ED	Regular K-12 Programs - Private Tuition	1911													
ED	Special Education Programs K-12 - Private Tuition	1912													
ED	Special Education Programs Pre-K - Tuition	1913													
ED	Remedial/Supplemental Programs K-12 - Private Tuition	1914													
ED	Remedial/Supplemental Programs Pre-K - Private Tuition	1915													
ED	Adult/Continuing Education Programs - Private Tuition	1916													
ED	CTE Programs - Private Tuition	1917													
ED	Interscholastic Programs - Private Tuition	1918													
ED	Summer School Programs - Private Tuition	1919													
ED	Gifted Programs - Private Tuition	1920													
ED	Bilingual Programs - Private Tuition	1921													
ED	Truants Alternative/Optional Ed Programs - Private Tuition	1922													
ED	Community Services	3000													
ED	Total Payments to Other Govt Units	4000													
ED	Capital Outlay	-													
ED	Expenditures 15-22, L114, Col G	-													
ED	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Dist & Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Dist & Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Dist & Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Dist & Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Dist & Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Dist & Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K	4000													
DS	Payments to Other Govt Units	4000													
DS	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L179, Col K - (G+1)	3000													
TR	Community Services	3000													
TR	Total Payments to Other Govt Units	4000													
TR	Debt Service - Payments of Principal on Long-Term Debt	5300													
TR	Expenditures 15-22, L204, Col G	-													
TR	Capital Outlay	-													
TR	Non-Capitalized Equipment	-													
O&M	Expenditures 15-22, L150, Col I	-													
O&M	Payments to Other Govt Units	4000													
DS	Expenditures 15-22, L154, Col K														



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	Financial Data To Assist Indirect Cost Rate Determination						
4	(Source document for the computation of the Indirect Cost Rate is found in the "Expenditures 15-22" tab.)						
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)						
10	Food Services (1-2560) Must be less than (P16, Col E-F, L62)						
11	Value of Commodities Received for Fiscal Year 2016 (Include the value of commodities when determining if a Single Audit is required)						
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							
18							
19	Instruction	Function	Indirect Costs	Restricted Program Direct Costs	Unrestricted Program Indirect Costs	Unrestricted Program Direct Costs	
20	Support Services:	1000		10,942,530		10,942,530	
21	Pupil	2100		686,225		686,225	
22	Instructional Staff	2200		231,432		231,432	
23	General Admin	2300		701,225		701,225	
24	School Admin	2400		483,845		483,845	
25	Business:						
26	Direction of Business Spt. Srv	2510	0	0	0	0	0
27	Fiscal Services	2520	136,780	0	136,780	0	0
28	Oper. & Maint. Plant Services	2540	2540	1,391,619	1,391,619	0	0
29	Pupil Transportation	2550	2550	682,823	682,823	0	0
30	Food Services	2560	2560	337,690	337,690	0	0
31	Internal Services	2570	2570	0	0	0	0
32	Central:						
33	Direction of Central Spt. Srv.	2610	0	0	0	0	0
34	Plan, Rsrch, Dvlp, Eval. Srv.	2620	0	0	0	0	0
35	Information Services	2630	2630	300	300	0	0
36	Staff Services	2640	2640	0	0	0	0
37	Data Processing Services	2660	2660	3,810	3,810	0	0
38	Other:	2900	2900	215	215	0	0
39	Community Services	3000	3000	57,301	57,301	0	0
40	Total		140,590	15,515,205	1,532,209	14,123,586	
41				Restricted Rate		Unrestricted Rate	
42				Total Indirect Costs:	140,590	1,532,209	
43				Total Direct Costs:	15,515,205	14,123,586	
44				=	0.91%	10.85%	
45							



**REPORT ON SHARED SERVICES OR OUTSOURCING**  
 School Code, Section 17-1.1 (Public Act 97-0357)  
 Fiscal Year Ending June 30, 2016

Complete the following for attempts to improve fiscal efficiency through shared services or outsourcing in the prior, current and next fiscal years.

0  
0  
0

	A	B	C	D	E	F	G
1							
2							
3							
4							
5							
6							
7							
8	<input type="checkbox"/> Check if the schedule is not applicable.	Prior Fiscal Year	Current Fiscal Year	Next Fiscal Year	Name of the Local Education Agency (LEA) Participating in the Joint Agreement, Cooperative or Shared Service.		
9	Indicate with an (X) if Deficit Reduction Plan is Required in the Budget						
10	<b>Service or Function (Check all that apply)</b>			Barriers to Implementation	(Limit text to 200 characters, for additional space use line 33 and 36)		
11	Curriculum Planning						
12	Custodial Services						
13	Educational Shared Programs						
14	Employee Benefits						
15	Energy Purchasing						
16	Food Services						
17	Grant Writing						
18	Grounds Maintenance Services						
19	Insurance						
20	Investment Pools						
21	Legal Services						
22	Maintenance Services						
23	Personnel Recruitment						
24	Professional Development						
25	Shared Personnel						
26	Special Education Cooperatives	X	X	X	Franklin/Jefferson Special Ed District		
27	STEM (science, technology, engineering and math) Program Offerings						
28	Supply & Equipment Purchasing						
29	Technology Services						
30	Transportation						
31	Vocational Education Cooperatives						
32	All Other Joint/Cooperative Agreements						
33	Other						
34	Additional space for Column (D) - Barriers to Implementation:						
35							
36							
37							
38							
40	Additional space for Column (E) - Name of LEA:						
41							
42							
43							

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

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

School District Name: Frankfort Community Unit School District  
 RCDT Number: 21-028-1680-26

Description	Funct. No.	Actual Expenditures, Fiscal Year 2016			Budgeted Expenditures, Fiscal Year 2017		
		(10) Educational Fund	(20) Operations & Maintenance Fund	Total	(10) Educational Fund	(20) Operations & Maintenance Fund	Total
1. Executive Administration Services	2320	242,050		242,050	246,274		246,274
2. Special Area Administration Services	2330	0		0			0
3. Other Support Services - School Administration	2490	0		0			0
4. Direction of Business Support Services	2510	0		0			0
5. Internal Services	2570	0		0			0
6. Direction of Central Support Services	2610	0		0			0
7. Deduct - Early Retirement or other pension obligations required by state law and included above.				0			0
8. Totals		242,050	0	242,050	246,274	0	246,274
9. Percent Increase (Decrease) for FY2017 (Budgeted) over FY2016 (Actual)							2%

**CERTIFICATION**

I certify that the amounts shown above as "Actual Expenditures, Fiscal Year 2016" agree with the amounts on the district's Annual Financial Report for Fiscal Year 2016. I also certify that the amounts shown above as "Budgeted Expenditures, Fiscal Year 2017" agree with the amounts on the budget adopted by the Board of Education.

Signature of Superintendent

Date

Gregory Goins

618-937-2421

Contact Name

Contact Telephone Number

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

- The District is ranked by ISBE in the lowest 25th percentile or 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 12, 2016 to ensure inclusion in the Fall 2016 report, postmarked by January 13, 2017 to ensure inclusion in the Spring 2017 report, or postmarked by August 11, 2017 to ensure inclusion in the Fall 2017 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.

Type Below.

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

1. Page 11 Line 107: Education Fund: \$74268-E-rate, SOAR revenues, Misc
2. Page 11 Line 107: O & M Fund: \$255-Reimbursements
3. Page 12 Line 171: Education Fund: \$46895 Orphanage Tuition, \$750 Other state revenue
4. Page 14 Line 272: Education Fund: \$3899 Dept of Rehab Services
5. Page 8 Line 8990: Capital Projects Fund: \$360,360-Transfer of 1% sales tax collected in prior years.
6. Page 16 Line 73: \$200 DORS salaries, \$15 Benefits
7. Page 17 Line 83: \$7,100 Student Resource Officer.
8. Page 18 Line 16: \$500 Bond Service Charge

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

	A	B	C	D	E	F	G	H
1	<b>DEFICIT ANNUAL FINANCIAL REPORT (AFR) SUMMARY INFORMATION</b> <b>New Provisions in the School Code, Section 17-1 (105 ILCS 5/17-1)</b>							
2	<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 FY2017 annual budget to be amended to include a "deficit reduction plan" and narrative.</i>							
3	<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>							
4	<b>DEFICIT AFR SUMMARY INFORMATION - Operating Funds Only</b> <i>(All AFR pages must be completed to generate the following calculation)</i>							
5	Description	EDUCATIONAL FUND (10)	OPERATIONS & MAINTENANCE FUND (20)	TRANSPORTATION FUND (40)	WORKING CASH FUND (70)	TOTAL		
6	Direct Revenues	14,489,865	309,219	668,161	36,642	15,503,887		
7	Direct Expenditures	14,610,785	273,611	674,874		15,559,270		
8	Difference	(120,920)	35,608	(6,713)	36,642	(55,383)		
9	Fund Balance - June 30, 2016	(872,322)	250,775	(179,230)	215,192	(586,585)		
10	Unbalanced - a "deficit reduction plan" and narrative must be adopted and submitted to ISBE with the FY2015 School District Budget Form 50-36. This plan must result in a balanced operating budget within three years as adopted by the local board of education. (See the School District Budget Form 50-36 -Tab: Deficit BudgetSum Calc 20)							
11								
12								
13								

ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)  
 DISTRICT/Joint AGREEMENT  
 Year Ending June 30, 2016

DISTRICT/Joint AGREEMENT NAME <b>Frankfort Community Unit School D</b>		RCDT NUMBER <b>21-028-1680-26</b>	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER <b>060-004252</b>
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable) NAME AND ADDRESS OF AUDIT FIRM <b>Emling &amp; Hoffman P.C.</b> <b>1191 West Saint Louis Street</b> <b>Nashville</b> <b>IL</b>			
ADDRESS OF AUDITED ENTITY (Street and/or P.O. Box, City, State, Zip Code) <b>P.O. Box 425</b> <b>West Frankfort</b> <b>IL</b> <b>62896</b>			
E-MAIL ADDRESS: <b>donhoffman@emlingcpa.com</b>		NAME OF AUDIT SUPERVISOR <b>Donald L Hoffman</b>	
FAX NUMBER <b>618-327-4376</b>		CPA FIRM TELEPHONE NUMBER <b>618-327-4375</b>	

THE FOLLOWING INFORMATION MUST BE INCLUDED IN THE 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 Title 2 CFR §200.510 (a)
- Schedule of Expenditures of Federal Awards including footnotes Title 2 CFR §200.510 (b)
- Independent Auditor's Report Title 2 CFR §200.515 (a)
- 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 Title 2 CFR §200.515 (b)
- Independent Auditor's Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance Title 2 CFR §200.515 (c)
- Schedule of Findings and Questioned Costs Title 2 CFR §200.515 (d) (1) - (3)
- Summary Schedule of Prior Year Audit Findings Title 2 CFR §200.511 (b)
- Corrective Action Plan Title 2 CFR §200.511 (c)

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

- Copy of Federal Data Collection Form Title 2 CFR §200.512 (b)
- Copy(ies) of Management Letter(s)

Frankfort Community Unit School District #168

21-028-1680-26

SINGLE AUDIT INFORMATION CHECKLIST

The following checklist is OPTIONAL; it is not a required form for completion of 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 Single Audit requirements, but highlights some of the more common errors found during ISBE reviews.

GENERAL INFORMATION

- 1. Stated 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.
4. For those forms that are not applicable, "N/A" or similar language has been indicated.
5. Federal revenues reported in FRIS Report 0053 (Summary of Payments) are accounted for in the Schedule of Expenditures of Federal Awards (SEFA).
6. Programs funded through ARRA are identified separately in SEFA.
7. Federal revenues reported on the AFR reconcile to Federal revenues reported on the SEFA.
8. Verify or reconcile on reconciliation worksheet.
9. The total value of non-cash COMMODITIES has been included within the AFR on the INDIRECT COSTS page (ICR Computation 30) on Line 11.
10. Those accounts are specific cash programs, not non-cash assistance such as COMMODITIES.
11. 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.
9. Program name includes "ARRA - " prefix.
10. Correct ARRA CFDA and ISBE program numbers are listed.
11. All prior year's projects are included and reconciled to final FRIS report amounts.
12. All current year's projects are included and reconciled to most recent FRIS report filed.
13. Including revenue and expenditure/disbursement amounts.
14. 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.
15. Prior-year and Current-year Child Nutrition Programs (CNP) are included on the SEFA (with prior-year program showing total cash received).
16. This means that audited year revenues will include funds from both the prior year and current year projects.
17. Each CNP project should be reported on separate line (one line per project year per program).
18. Total CNP Revenue amounts are consistent with grant amounts awarded by ISBE for each program by project year.
19. Total CNP Expenditure amounts are consistent with grant amounts awarded by ISBE for each program by project year.
20. Exceptions should result in a finding with Questioned Costs.
21. The total value of non-cash COMMODITIES has been reported on the SEFA (CFDA 10.555).
22. The value is determined from the following, with each item on a separate line:
23. \* Non-Cash Commodities: Monthly Commodities Bulletin for April (from the Illinois Commodities System accessed through ISBE web site)
24. Total commodities = A PAL Allocated + B PAL Allocated + Processing Deductions + Total Bonus Allocated
25. \* Non-Cash Commodities amount on ISBE web site: http://www.isbe.net/business.htm
26. \* Non-Cash Commodities: Commodities information for non-cash items received through Other Food Services
27. Districts should track separately through year; no specific report available from ISBE
28. \* Department of Defense Fresh Fruits and Vegetables (District should track through year)
29. Verify Non-Cash Commodities amount through DOD Fresh Fruits and Vegetables on ISBE web site: http://www.isbe.net/business.htm
30. \* Amunts verified for Fresh Fruits and Vegetables cash grant program (ISBE code 4240)
31. CFDA number: 10.582
32. TOTALS have been calculated for Federal revenue and expenditure amounts (Column totals).
33. Obligations and Encumbrances are included where appropriate.
34. FINAL STATUS amounts are calculated, where appropriate.
35. Medical Fee-for-Service Funds, E-Rate reimbursements and Build America Bond interest subsidies have not been included on the SEFA.
36. All programs tested (not just Type A programs) are indicated by either an "X" or "(M)" on the SEFA.
37. NOTES TO THE SEFA within the AFR Excel workbook (SEFA NOTES) have been completed.
38. Including, but not limited to:
39. Basis of Accounting
40. Name of Entity
41. Type of Financial Statements
42. Subrecipient information (Mark "N/A" if not applicable)
43. \* 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. Title 2 CFR §200.518
32. Findings have been filled out completely and correctly (if none, mark "N/A").
33. Financial Statement and/or Federal Awards Findings information has been completely filled out for each finding, with finding numbers in correct format.
34. Separate finding for each Federal program (i.e., don't report same finding for multiple programs on one sheet).
35. 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).
36. Questioned Costs have been calculated where there are questioned costs.
37. Questioned Costs are separated by project year and by program (and sub-project, if necessary).
38. Questioned Costs have been calculated for Interest Earned on Excess Cash on Hand.
39. Should be based on actual amount of interest earned.
40. Questioned Cost amounts are broken out between programs if multiple programs are listed on the finding.
41. A CORRECTIVE ACTION PLAN has been completed for each finding.
42. Including Finding number, action plan details, projected date of completion, name and title of contact person

**Frankfort Community Unit School District #168  
21-028-1680-26  
RECONCILIATION OF FEDERAL REVENUES**

Annual Financial Report to Schedule of Expenditures of Federal Awards

<b>TOTAL FEDERAL REVENUE IN AFR</b>		
Account 4000	Account 4000	\$ 2,596,408
Flow-through Federal Revenues	Account 2200	-
Revenues 9-14, Line 112		
Value of Commodities		89,647
Indirect Cost Info 30, Line 11		
Less: Medicaid Fee-for-Service	Account 4992	(102,719)
Revenues 9-14, Line 271		
<b>AFR TOTAL FEDERAL REVENUES:</b>		<b>\$ 2,583,336</b>

**ADJUSTMENTS TO AFR FEDERAL REVENUE AMOUNTS:**

**Reason for Adjustment:**  
Perkins--CTE reported in Activity Funds

**ADJUSTED AFR FEDERAL REVENUES**

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

**Adjustments to SEFA Federal Revenues:**  
**Reason for Adjustment:**

**ADJUSTED SEFA FEDERAL REVENUE:** \$ 2,621,060

**DIFFERENCE:** \$ -



**Frankfort Community Unit School District #168**  
**21-028--1680-26**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2016**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number <sup>2</sup> (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditures/Disbursements <sup>4</sup>		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/14-6/30/15 (C)	Year 7/1/15-6/30/16 (D)	Year 7/1/14-6/30/15 (E)	Year 7/1/15-6/30/16 (F)			
U.S. Department of Education									
Flow Through Illinois State Board of Education									
Title VI-Rural Incentive									
2015	84.358B	15-4107	24,235	8,231	24,676	7,790	32,466	32,466	
2016	84.358B	0		3,522		4,603	4,603	36,137	
			24,235	11,753	24,676	12,393	0		
Title I-Low Income(I/M)									
2015	84.010A	15-4300	531,441	171,935	591,896	111,480	703,376	776,311	
2016	84.010A	16-4300		1,004,351		1,035,561	64,520	1,122,462	
			531,441	1,176,286	591,896	1,147,041	64,520		
Special Education Preschool									
2015	84.173A	15-4600	16,113	4,781	17,574	3,320	20,894	21,902	
2016	84.173A	16-4600		21,282		25,944	25,944	26,534	
			16,113	26,063	17,574	29,264	0		

• (M) Program was audited as a major program as defined by Title 2 CFR §200.518.

**The accompanying notes are an integral part of this schedule.**

- To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. Title 2 CFR §200.510 (b)(2)
- The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, the Uniform Guidance states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

**Frankfort Community Unit School District #168**  
**21-028--1680-26**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2016**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number <sup>2</sup> (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements <sup>4</sup>		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/14-6/30/15 (C)	Year 7/1/15-6/30/16 (D)	Year 7/1/14-6/30/15 (E)	Year 7/1/15-6/30/16 (F)			
U.S. Department of Education									
Flow Through Illinois State Board of Education									
Special Education IDEA									
2015	84.027A	15-4620	340,518	107,085	371,365	76,238	447,603	654,534	
2016	84.027A	16-4620		347,996		365,046	76,560	641,472	
			340,518	455,081	371,365	441,284	76,560		
Title II-Teacher Quality									
2015	84.367A	15-4932	86,843	34,399	98,460	22,782	121,242	183,141	
2016	84.367A	16-4932		98,259		103,929	28,108	132,037	
			86,843	132,658	98,460	126,711	28,108	182,376	
<b>Total Flow Through Illinois State Board of Education</b>			<b>999,150</b>	<b>1,801,841</b>	<b>1,103,971</b>	<b>1,756,693</b>	<b>169,188</b>		

• (M) Program was audited as a major program as defined by Title 2 CFR §200.518.

**The accompanying notes are an integral part of this schedule.**

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- 4 The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, the Uniform Guidance states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

**Frankfort Community Unit School District #168**  
**21-028--1680-26**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2016**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number <sup>2</sup> (A)	ISBE Project # (1st 3 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements <sup>4</sup>		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/14-6/30/15 (C)	Year 7/1/15-6/30/16 (D)	Year 7/1/14-6/30/15 (E)	Year 7/1/15-6/30/16 (F)			
U.S. Department of Education									
Flow Through Regional Office of Education									
Perkins CTE									
2016	84.048A	16-4745	0	37,724	0	37,724	0	37,724	NA
<b>Total Flow Through Regional Office of Education</b>			<b>0</b>	<b>37,724</b>	<b>0</b>	<b>37,724</b>	<b>0</b>		<b>NA</b>
Flow Through Illinois Comptroller									
DORS									
2016		16-4999	0	4,196	0	4,196	0	4,196	NA
<b>Total Flow Through Illinois Comptroller</b>			<b>0</b>	<b>4,196</b>	<b>0</b>	<b>4,196</b>	<b>0</b>		
<b>Total U.S. Department of Education</b>			<b>999,150</b>	<b>1,843,761</b>	<b>1,103,971</b>	<b>1,798,613</b>	<b>169,188</b>		

• (M) Program was audited as a major program as defined by Title 2 CFR §200.518.

**The accompanying notes are an integral part of this schedule.**

- 1 To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
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**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2016**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number <sup>2</sup> (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements <sup>4</sup>		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/14-6/30/15 (C)	Year 7/1/15-6/30/16 (D)	Year 7/1/14-6/30/15 (E)	Year 7/1/15-6/30/16 (F)			
U.S. Department of Agriculture									
Flow Through Illinois State Board of Education									
National Lunch									
2015	10.555	15-4210	302,851	80,689	302,851	80,689	383,540	NA	
2016 (M)	10.555	16-4210		383,265		383,265	383,265	NA	
National Breakfast			302,851	463,954	302,851	463,954	0		
2015	10.553	15-4220	117,914	27,740	117,914	27,740	145,654	NA	
2016 (M)	10.553	16-4220		126,993		126,993	126,993	NA	
Commodities			117,914	154,733	117,914	154,733	0		
Department of Defense-Fruits and Vegetables			0	63,418	0	63,418	63,418	NA	
	10.555	16-4250	0	26,229	0	26,229	26,229	NA	
<b>Total U.S. Department of Agriculture</b>			<b>420,765</b>	<b>708,334</b>	<b>420,765</b>	<b>708,334</b>	<b>0</b>		

• (M) Program was audited as a major program as defined by Title 2 CFR §200.518.

**The accompanying notes are an integral part of this schedule.**

- 1 To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- 2 When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- 3 When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. Title 2 CFR §200.510 (b)(2)
- 4 The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although, it is not required, the Uniform Guidance states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2016**

Federal Grant/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number <sup>2</sup> (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements <sup>4</sup>		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/14-6/30/15 (C)	Year 7/1/15-6/30/16 (D)	Year 7/1/14-6/30/15 (E)	Year 7/1/15-6/30/16 (F)			
U.S. Department of Health and Human Services Flow Through IL Healthcare & Family Services Administrative Outreach									
2016	93.778	16-4992	0	68,965	0	68,965		68,965	NA
<b>Total Flow Through IL Healthcare &amp; Family Services</b>			<b>0</b>	<b>68,965</b>	<b>0</b>	<b>68,965</b>	<b>0</b>	<b>68,965</b>	
<b>Total Federal Awards</b>			<b>1,419,915</b>	<b>2,621,060</b>	<b>1,524,736</b>	<b>2,575,912</b>	<b>169,188</b>		

• (M) Program was audited as a major program as defined by Title 2 CFR §200.518.

**The accompanying notes are an integral part of this schedule.**

- To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. Title 2 CFR §200.510 (b)(2)
- The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, the Uniform Guidance states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)**  
**Year Ending June 30, 2016**

**Note 1: Basis of Presentation**<sup>5</sup>  
 The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Frankfort Community Unit School District #168 and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**Note 2: Subrecipients**<sup>6</sup>  
 Of the federal expenditures presented in the schedule, Frankfort Community Unit School District #168 provided federal awards to

Program Title/Subrecipient Name	Federal CFDA Number	Amount Provided to Subrecipients
None		

**Note 3: Indirect Facilities & Administration costs**<sup>7</sup>

Auditee elected to use 10% de minimis cost rate?  YES  NO

**Note 4: Non-Cash Assistance**  
 The following amounts were expended in the form of non-cash assistance by Frankfort Community Unit School District #168 and are included in the Schedule of Expenditures of Federal Awards:  
 NON-CASH COMMODITIES (CFDA 10.555)\*\*: \$89,647  
 OTHER NON-CASH ASSISTANCE

**Note 5: Other Information**  
 Insurance coverage in effect paid with Federal funds during the fiscal year:

- Property
- Auto
- General Liability
- Workers Compensation
- Loans/Loan Guarantees Outstanding at June 30:
- District had Federal grants requiring matching expenditures

\*\* The amount reported here should match the value reported for non-cash Commodities on the Indirect Cost Rate Computation page.  
<sup>5</sup> This note is included to meet the Uniform Guidance requirement that the schedule include notes that describe the significant accounting policies used in preparing the schedule.  
<sup>6</sup> The Uniform Guidance requires the Schedule of Expenditures of Federal Awards to include, to the extent practical, an identification of the total amount provided to subrecipients, from each federal program. Although this example includes the required subrecipient information in the notes to the schedule, the information may be included on the face of the schedule as a separate column or section, if that is preferred by the auditee. Title 2 CFR §200.510 (b)(2)

**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
 Year Ending June 30, 2016

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

**FINANCIAL STATEMENTS**

Type of auditor's report issued:

Adverse

(Unmodified, Qualified, Adverse, Disclaimer)

**INTERNAL CONTROL OVER FINANCIAL REPORTING:**

• Material weakness(es) identified? YES  None Reported

• Significant Deficiency(es) 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(es) 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

(Unmodified, Qualified, Adverse, Disclaimer)

Any audit findings disclosed that are required to be reported in accordance with Title 2 CFR §200.516 (a)? YES  NO

**IDENTIFICATION OF MAJOR PROGRAMS:**

CFDA NUMBER(S) <sup>9</sup>	NAME OF FEDERAL PROGRAM or CLUSTER <sup>10</sup>
84.010A	U.S. Department of Education-Title I-Low Income
10.555	U.S. Department of Agriculture-National School Lunch
10.553	U.S. Department of Agriculture-National School Breakfast

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000.00

Auditee qualified as low-risk auditee? YES  NO

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."

Major programs should generally be reported in the same order as they appear on the SEFA.

When the CFDA number is not available, include other identifying number, if applicable.

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.

**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ending June 30, 2016**

**SECTION II - FINANCIAL STATEMENT FINDINGS**

1. FINDING NUMBER:<sup>11</sup>      2016- 001      2. THIS FINDING IS:       New       Repeat from Prior Year?  
 Year originally reported?      2015

3. Criteria or specific requirement  
 Segregation of Duties

4. Condition  
 There is limited segregation of duties over cash receipts and disbursements, receiving and purchasing, recording of transactions and reconciliation of the bank account. The School District employs few individuals to perform all of the above mentioned functions.

5. Context<sup>12</sup>  
 The School District does not have adequate segregation of duties.

6. Effect  
 Transaction and reporting errors could occur and not be detected in a timely manner.

7. Cause  
 The cost versus benefit of hiring additional staff is not conducive for the District.

8. Recommendation  
 The School District should segregate or rotate duties so that no one individual handles a transaction from its inception to its completion. While the District's staffing arrangement may not permit an adequate segregation of duties in all respects for an effective system of internal control procedures, it is important that the personnel and management is aware of this condition.

9. Management's response<sup>13</sup>  
 The School District is aware of this condition. A review of the staffing arrangement, assignment of duties, and employee bonding will be completed.

<b>For ISBE Review</b>	
Date:	Resolution Criteria Code Number
Initials:	Disposition of Questioned Costs Code Letter

<sup>11</sup> A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2016 would be assigned a reference number of 2016-001, 2016-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).  
<sup>12</sup> Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.  
<sup>13</sup> See Title 2 CFR §200.521 *Management decision* for additional guidance on reporting management's response.



**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ending June 30, 2016**

**SECTION II - FINANCIAL STATEMENT FINDINGS**

1. FINDING NUMBER:<sup>11</sup>      2016- 002      2. THIS FINDING IS:       New       Repeat from Prior Year?  
 Year originally reported?      2015

**3. Criteria or specific requirement**  
 Current Government Auditing Standards require the School District to designate a qualified management level individual to be responsible and accountable for overseeing the drafting of the School District's financial statements and footnotes in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

**4. Condition**  
 Personnel of the School District do not currently possess the skills necessary to draft financial statements and footnotes in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

**5. Context<sup>12</sup>**  
 The School District does not possess the ability to draft their financial statements or footnotes.

**6. Effect**  
 The School District's management may not be able to detect error or omissions in the application of the cash basis of accounting with respect to the School District's financial statements or footnotes.

**7. Cause**  
 Lack of formal technical training and continuing education.

**8. Recommendation**  
 Current Government Auditing Standards allow the School District to continue to request the auditor to prepare the financial statements and footnote disclosures. However, the School District is still responsible for having a qualified person capable of understanding the complete drafting of financial statements and footnote disclosures as well as having the capability of making sure that all adjusting entries, having a material effect on the financial statements, are properly posted prior to the audit being performed. The School District should consider providing additional training for its

**9. Management's response<sup>13</sup>**  
 Management agrees with the finding, however, the Illinois State Board of Education requires the District Auditor prepare the Annual Financial Report.

<b>For ISBE Review</b>	
Date: _____	Resolution Criteria Code Number _____
Initials: _____	Disposition of Questioned Costs Code Letter _____

<sup>11</sup> A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2016 would be assigned a reference number of 2016-001, 2016-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).  
<sup>12</sup> Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.  
<sup>13</sup> See Title 2 CFR §200.521 *Management decision* for additional guidance on reporting management's response.





**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS<sup>19</sup>**  
**Year Ending June 30, 2016**

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status<sup>20</sup></u>
2016-001	Segregation of duties.	Not implemented due to limited resources.
2016-002	Management oversight of financial statements.	Not implemented due to limited resources.

When possible, all prior findings should be on the same page

<sup>19</sup> Explanation of this schedule - Title 2 CFR §200.511 (b)

<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.

**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS<sup>21</sup>**  
**Year Ending June 30, 2016**

Corrective Action Plan

Finding No.: **2016- 001**

Condition:

There is limited segregation of duties over cash receipts and disbursements, receiving and purchasing, recording of transactions and reconciliation of bank accounts. The School District employs few individuals to perform all of the above functions.

Plan:

The School District will segregate or rotate duties so that no one individual handles a transaction from its inception to its completion.

Anticipated Date of Completion:       Unknown

Name of Contact Person:           Gregory Goins, Superintendent

Management Response:           The School District is aware of this condition. They will review their staffing arrangement, assignment duties and employee bonding.

<sup>21</sup> Explanation of this schedule - Title 2 CFR §200.511 ( c)

**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS<sup>21</sup>**  
**Year Ending June 30, 2016**

Corrective Action Plan

Finding No.: **2016- 002**

Condition:

The District currently lacks sufficient expertise to prepare year end, full disclosure financial statements (including footnotes and the schedule of expenditures of federal awards) without significant assistance from the auditor.

Plan:

At the present time, the additional costs to the District of hiring and training additional staff or contracting the service outweigh the benefits. The District will review, approve, and accept responsibility for the proposed audit adjustments and the financial statements, related footnotes, and the schedule of expenditures of federal awards.

Anticipated Date of Completion:

Name of Contact Person: **Greg Goins, Superintendent**

Management Response: **The District agrees with finding but due to the additional costs, it will not be able to hire additional additional personnel at this time, so the auditor will continue to provide these services and we will review, approve, and accept responsibility form them.**

<sup>21</sup> Explanation of this schedule - Title 2 CFR §200.511 (c)

**Frankfort Community Unit School District #168**  
**21-028-1680-26**  
**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS<sup>21</sup>**  
**Year Ending June 30, 2016**

**Corrective Action Plan**

Finding No.: **2016- 003**

**Condition:**

The School District's deposits with each bank should not exceed the \$250,000 FDIC insurance limit or the pledged securities held in the School District's name at the bank.

**Plan:**

Management will discuss the issue with the applicable departments and recommend that they start monitoring cash deposits and pledged securities amounts.

Anticipated Date of Completion: 12/31/2016

Name of Contact Person: Greg Goins, Superintendent

**Management Response:**

Management will discuss the issue with the applicable departments and recommend that they start monitoring cash deposits and pledged securities amounts.

<sup>21</sup> Explanation of this schedule - Title 2 CFR §200.511 ( c)