

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158

COOK COUNTY, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
JUNE 30, 2018

 **John Kasperek Co.**

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Lansing Elementary School District No. 158
Lansing, Illinois

Report on Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Lansing Elementary School District No. 158 (the District) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Basis for Qualified Opinion on Governmental Activities

Lansing Elementary School District No. 158 does not maintain detailed records of historical costs to the capital assets, thus, we are unable to express an opinion on the capital assets. The amount by which this departure would affect the assets, net position, and expenses of the governmental activities has not been determined.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the “Basis for Qualified Opinion on Governmental Activities” paragraph, the modified cash basis financial statements referred to above present fairly, in all material respects, the modified cash basis financial position of the governmental activities of Lansing Elementary School District No. 158 as of June 30, 2018, and the changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Unmodified Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of each major fund and the aggregate remaining fund information of Lansing Elementary School District No. 158, as of June 30, 2018, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

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

Change in Accounting Principle

As discussed in Note 1.J to the financial statements, in 2018 the District adopted new accounting guidance, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

Other Matters

Other Information

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

The combining and individual fund financial statements and schedules 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 combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2017, which are not presented with the accompanying financial statements, and we expressed a qualified opinion on the respective modified cash basis financial statements of the governmental activities due to the lack of historical data for capital assets and an unmodified opinion on each major fund. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole.

The schedules of revenues received, expenditures disbursed, and changes in fund balances - budget and actual, related to the 2017 financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 schedules of revenues received, expenditures disbursed, and changes in fund balances - budget and actual are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

The other supplementary information listed in the table of contents 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 November 29, 2018, on our consideration of Lansing Elementary School District No. 158's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Calumet City, Illinois
November 29, 2018

BASIC FINANCIAL STATEMENTS

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2018

	<u>Governmental Activities</u>
ASSETS	
Cash and investments - pooled accounts	\$ 41,640,363
Cash at district	7,512
Cash held at fiscal agents	40,000
Capital assets not being depreciated	15,796,209
Capital assets (net of accumulated depreciation)	<u>61,886,341</u>
 Total Assets	 <u>119,370,425</u>
LIABILITIES	
Noncurrent liabilities	
Due within one year	
Bonds payable	650,000
Due in more than one year	
Bonds payable	<u>28,261,784</u>
 Total Liabilities	 <u>28,911,784</u>
NET POSITION	
Net investment in capital assets	48,770,766
Restricted for	
Liability insurance	556,229
Transportation	-
Employee retirement	420,549
Debt service	40,000
Capital projects	3,746,128
Life safety	626,044
Unrestricted	<u>36,298,925</u>
 Total Net Position	 <u>\$ 90,458,641</u>

The accompanying notes are an integral part of the financial statements.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2018

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>		Net (Expense)
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	Revenue and Changes in Net Position
				<u>Total Governmental Activities</u>
Governmental Activities				
Instructional services				
Regular programs	\$ 12,800,839	\$ 49,189	\$ 1,404,053	\$ (11,347,597)
Special programs	2,194,912	-	1,344,263	(850,649)
Other instructional programs	600,827	-	57,474	(543,353)
State retirement contributions	4,441,774	-	4,441,774	-
Support services				
Pupils	1,619,005	-	-	(1,619,005)
Instructional staff	879,131	-	59,299	(819,832)
General administration	1,077,707	-	-	(1,077,707)
School administration	1,476,633	-	-	(1,476,633)
Business	1,668,273	114,730	979,968	(573,575)
Operation and maintenance of facilities	3,848,169	-	-	(3,848,169)
Transportation	1,477,181	-	796,962	(680,219)
Central	253,918	-	-	(253,918)
State retirement contributions	1,123,661	-	1,123,661	-
Community services	76,951	-	-	(76,951)
Nonprogrammed charges	2,286,387	-	-	(2,286,387)
Interest on long-term liabilities	1,830,152	-	1,004,083	(826,069)
Unallocated depreciation	565,226	-	-	(565,226)
Total governmental activities	<u>\$ 38,220,746</u>	<u>\$ 163,919</u>	<u>\$ 11,211,537</u>	<u>(26,845,290)</u>

General revenues

Property taxes levied for	
Current operating purposes	18,751,446
Debt service	1,205,363
Personal property replacement taxes	276,938
Evidence-based funding	12,008,673
Earnings on investments	587,616
Miscellaneous	683,025
Total general revenues	<u>33,513,061</u>
Change in net position	6,667,771
Net position, beginning of year	<u>83,790,870</u>
Net position, end of year	<u>\$ 90,458,641</u>

The accompanying notes are an integral part of the financial statements.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
BALANCE SHEET - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
JUNE 30, 2018

	General	Transportation	Municipal Retirement/ Social Security	Debt Service	Capital Projects	Fire Prevention and Safety	Total Governmental Funds
ASSETS							
Cash and investments - pooled accounts	\$ 35,741,748	\$ 14,891	\$ 420,549	\$ 1,091,003	\$ 3,746,128	\$ 626,044	\$ 41,640,363
Cash at district	7,512	-	-	-	-	-	7,512
Cash held at fiscal agents	-	-	-	40,000	-	-	40,000
Total Assets	\$ 35,749,260	\$ 14,891	\$ 420,549	\$ 1,131,003	\$ 3,746,128	\$ 626,044	\$ 41,687,875
FUND BALANCES							
Restricted							
Liability insurance	\$ 556,229	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 556,229
Transportation	-	-	-	-	-	-	-
Employee retirement	-	-	420,549	-	-	-	420,549
Debt service	-	-	-	40,000	-	-	40,000
Capital projects	-	-	-	-	3,746,128	-	3,746,128
Life safety	-	-	-	-	-	626,044	626,044
Assigned							
Transportation	-	14,891	-	-	-	-	14,891
Debt service	-	-	-	1,091,003	-	-	1,091,003
Unassigned	35,193,031	-	-	-	-	-	35,193,031
Total Fund Balances	\$ 35,749,260	\$ 14,891	\$ 420,549	\$ 1,131,003	\$ 3,746,128	\$ 626,044	\$ 41,687,875

The accompanying notes are an integral part of the financial statements.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2018

Total fund balances - governmental funds	\$ 41,687,875
Amounts reported for governmental activities in the statement of net position - modified cash basis are different because:	
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.	77,682,550
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(28,911,784)</u>
Net position of governmental activities	<u><u>\$ 90,458,641</u></u>

The accompanying notes are an integral part of the financial statements.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	General	Transportation	Municipal Retirement/ Social Security	Debt Service	Capital Projects	Fire Prevention and Safety	Total Governmental Funds
REVENUES RECEIVED							
Local sources							
Property taxes	\$ 14,457,127	\$ 3,589,598	\$ 441,602	\$ 1,205,363	\$ -	\$ 263,119	\$ 19,956,809
Personal property replacement taxes	253,246	-	23,692	-	-	-	276,938
Charges for services	164,739	-	-	-	-	-	164,739
Refund of prior year expenditures	619,437	-	-	-	-	-	619,437
Earnings on investments	415,674	41,519	7,134	13,681	99,337	10,271	587,616
Other	43,304	-	-	-	19,464	-	62,768
Unrestricted state aid	9,308,673	1,800,000	-	900,000	-	-	12,008,673
Restricted state aid	956,195	796,962	-	-	-	-	1,753,157
Restricted federal aid	2,888,862	-	-	1,004,083	-	-	3,892,945
Employee retirement contributions	5,565,435	-	-	-	-	-	5,565,435
Total Revenues Received	34,672,692	6,228,079	472,428	3,123,127	118,801	273,390	44,888,517
EXPENDITURES DISBURSED							
Current							
Instruction	19,722,940	-	315,412	-	-	-	20,038,352
Support services	10,369,607	1,314,605	401,323	-	-	-	12,085,535
Community services	73,345	-	3,606	-	-	-	76,951
Non-programmed charges	2,286,387	-	-	-	-	-	2,286,387
Capital outlay	315,800	-	-	-	12,189,639	329,332	12,834,771
Debt service							
Principal	-	-	-	366,919	-	-	366,919
Interest and fiscal charges	-	-	-	1,872,272	-	-	1,872,272
Total Expenditures Disbursed	32,768,079	1,314,605	720,341	2,239,191	12,189,639	329,332	49,561,187
Excess (deficiency) of revenues received over expenditures disbursed	1,904,613	4,913,474	(247,913)	883,936	(12,070,838)	(55,942)	(4,672,670)
OTHER FINANCING SOURCES (USES)							
Transfers in	5,000,000	-	-	-	-	-	5,000,000
Transfers (out)	-	(5,000,000)	-	-	-	-	(5,000,000)
Total Other Financing Sources (Uses)	5,000,000	(5,000,000)	-	-	-	-	-
Net change in fund balances	6,904,613	(86,526)	(247,913)	883,936	(12,070,838)	(55,942)	(4,672,670)
Fund balances at beginning of year	28,844,647	101,417	668,462	247,067	15,816,966	681,986	46,360,545
Fund balances at end of year	<u>\$ 35,749,260</u>	<u>\$ 14,891</u>	<u>\$ 420,549</u>	<u>\$ 1,131,003</u>	<u>\$ 3,746,128</u>	<u>\$ 626,044</u>	<u>\$ 41,687,875</u>

The accompanying notes are an integral part of the financial statements.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
RECONCILIATION OF THE STATEMENT OF REVENUES RECEIVED,
EXPENDITURES DISBURSED, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2018

Net change in fund balances - total governmental funds \$ (4,672,670)

Amounts reported for governmental activities in the statement of activities - modified cash basis
are different because:

Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities. Depreciation expense does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds:

Capital outlays	\$ 12,834,771	
Depreciation expense	<u>(1,903,369)</u>	10,931,402

The governmental funds record bond and loan proceeds as other financing sources, while repayment of bond and loan principal is reported as an expenditure. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these differences in the treatment of bonds and loans and related items is as follows:

Repayment of bond and loan principal	366,919	
Amortization of bond premium/discount	<u>42,120</u>	<u>409,039</u>

Change in net position of governmental activities \$ 6,667,771

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - MODIFIED CASH BASIS
AGENCY FUND
JUNE 30, 2018

	Agency Fund
ASSETS	
Cash	\$ 63,040
LIABILITIES	
Due to activity fund organizations	\$ 63,040

The accompanying notes are an integral part of the financial statements.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

Lansing Elementary School District No. 158 (the District) is located in Thornton Fractional District, in Southern Cook County, Illinois. The District is responsible for educating students in kindergarten through eighth grade who reside within the Village of Lansing. Its accounting structure conforms to the guidelines prescribed by the Illinois State Board of Education for public local educational agencies in the State of Illinois.

The accompanying financial statements of the District have been prepared in conformity with the modified cash basis of accounting, which is a special purpose framework other than generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Although these financial statements are not prepared in accordance with generally accepted accounting principles, they follow the presentation format and include similar disclosures required by GAAP.

This report includes all of the funds of the District. The reporting entity for the District consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The District has not identified any organizations that meet this criteria.

B. BASIS OF PRESENTATION

Government-wide Financial Statements

The statement of net position - modified cash basis and the statement of activities - modified cash basis display information about the primary government. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements present governmental activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities - modified cash basis presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - governmental and fiduciary - are presented.

Governmental 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.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. BASIS OF PRESENTATION (CONTINUED)

The *General Fund* is the general operating fund of the District. It accounts for all financial resources except those accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid. The General Fund includes the Educational, Operations and Maintenance, Working Cash and Tort Immunity sub-funds.

The *Transportation Fund* is a special revenue fund used to account for the costs of transporting pupils for any purpose. Revenue is derived primarily from a separate tax levy and state grants.

The *Municipal Retirement/Social Security Fund* is a special revenue fund created when a separate tax is levied for the purpose of providing resources for the District's share of retirement benefits and/or social security and medicare payments for covered employees.

The *Debt Service Fund* is maintained to account for separate taxes levied to provide cash to retire bonds and to pay the interest and other related costs on them. The primary revenue source is local property taxes, bond proceeds, or transfers from other funds.

The *Capital Projects Fund* is created to account for financial resources to be used for the acquisition or construction of major capital facilities.

The *Fire Prevention and Safety Fund* is a capital projects fund created when a tax is levied or bonds issued for fire prevention, safety, energy conservation or school security purposes. The moneys received from the levy or the proceeds of the bonds issued may only be used for the purposes stipulated in Section 17-2.11 of the Illinois School Code.

The Fiduciary Fund accounts for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds. The District reports the following fiduciary fund type:

Agency Funds (Activity Funds) include Student Activity Funds. They account for assets held by the District as an agent for the students. 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.

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Government-wide and Fiduciary Fund Financial Statements

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus. Basis of accounting refers to when revenues and expenses are recognized in the accounts and how they are reported on the financial statements. The government-wide and fiduciary fund financial statements are reported in these financial statements using the modified cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is collected.

In the same manner expenses, except for depreciation, are recognized and recorded upon the payments of cash. Assets are only recorded when a right to collect cash exists which arises from a previous cash transaction or upon the payments of cash to acquire capital assets. Liabilities, similarly, result from previous cash transactions. Modified cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING (CONTINUED)

The presentation in these financial statements differs from generally accepted accounting principles, which require that the government-wide and fiduciary fund financial statements be reported using the accrual basis of accounting. Under the accrual basis of accounting revenues would be recorded when earned and expenses would be recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes would be recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations would be recognized in the fiscal year in which all eligibility requirements have been satisfied.

Under the modified accrual basis of accounting, revenues would be recognized when measurable and available. Expenditures would be recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments and compensated absences, which would be recognized as expenditures to the extent they have matured.

Governmental Fund Financial Statements

Governmental funds are reported in these financial statements using the current financial resources measurement focus and the cash basis of accounting. The financial statements of all governmental funds focus on the measurement of spending or "financial flow" and the determination of changes in financial position rather than upon net income determination. This means that only current assets and current liabilities are generally included on their statements of assets and liabilities arising from cash transactions. Their reported fund balance is considered a measure of available spendable resources. Governmental fund operating statements present increases (cash collected and other financing sources) and decreases (cash payments and other financing uses). Accordingly, they are said to present a summary of sources and uses of available spendable resources during a period. General capital asset acquisitions are reported as expenditures disbursed in governmental funds upon the payments of cash or the acquisition of a capital lease. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

The governmental funds presented in these financial statements are reported on the cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is collected. In the same manner expenditures are recognized and recorded upon the payments of cash. Assets of a fund are only recorded when a right to collect cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

The presentation in these financial statements differs from generally accepted accounting principles, which require that the governmental fund financial statements be reported using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues would be recognized when measurable and available. Expenditures would be recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which would be recognized as expenditures to the extent they have matured.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. CASH AND INVESTMENTS

The Thornton Fractional Township School Treasurer is the official custodian of monies for the school districts within the township, including the District, as prescribed by Chapter 105, Section 5, Article 8 of the *Illinois Compiled Statutes*. The Township School Treasurer's Office, a legally separate entity under the oversight of the Thornton Fractional Township Trustees of Schools, pools the districts' monies and invests, on the districts' behalf, in a cash and investment portfolio.

The Thornton Fractional Township School Treasurer is separately audited and is not included in these financial statements. Financial information may be obtained directly from the Thornton Fractional Township School Treasurer at 606 Burnham Avenue, Calumet City, Illinois 60409.

The Township School Treasurer's Office has adopted a formal written investment and cash management policy. The policy requires collateralization or independent third-party insurance for deposits in federally insured institutions in excess of FDIC coverage limits, and other institutions in which the Treasurer's Office has invested. The Township School Trustees must approve the type of institution in which investments are made.

Deposits held in the District's name, consisting of imprest and activity fund accounts, are reported at cost. The District's equity in the Township School Treasurer's Pool is reported based on the cost or amortized cost of the underlying deposits and investments of the pool, which approximates fair value. Interest earned is deposited quarterly into the participating school districts' various funds.

E. CAPITAL ASSETS

Purchased or constructed capital assets are reported at cost or estimated historical cost. Capital assets are defined by the district as assets with an initial, individual cost of \$2,500 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Buildings	50
Improvements	20
Equipment	10

The District maintains totals for each asset class rather than maintaining detailed property records for the historical cost of individual capital assets. Each class of capital assets is increased by the amount of additions during the year. Fully depreciated building, land improvements, and equipment are assumed to be retired at the end of their estimated useful lives and are removed from the capital asset and accumulated depreciation accounts in the year after they become fully depreciated.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. ESTIMATES

The preparation of financial statements in accordance with the modified cash basis of accounting used by the District requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

G. PERSONAL PROPERTY REPLACEMENT TAXES

Personal property replacement tax revenues are first allocated to funds where taxes were automatically abated by county clerk and to the Municipal Retirement/Social Security Fund, with the balance allocated to the remaining funds at the discretion of the District.

H. NET POSITION/FUND BALANCE

Equity is classified as net position in the government-wide financial statements and displayed in three components:

- *Net investment in capital assets* – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less than any unspent debt proceeds.
- *Restricted net position* – Consists of net position with constraints placed on its use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- *Unrestricted net position* – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

Fund balance is reported in the fund financial statements in the following five categories:

- Nonspendable includes amounts not in spendable form or amounts required to be maintained intact legally or contractually (principal endowment) (e.g. inventory, pre-paid items, permanent scholarship).
- Restricted: fund balances that are constrained by external parties, constitutional provisions, or enabling legislation (e.g. restrictions imposed by creditors, grantors, and contributors).
- Committed: fund balances that contain self-imposed constraints of the District from its highest level of decision making authority, the Board of Education. This formal action (a resolution) must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to constraints, may be determined in the subsequent period. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.
- Assigned: fund balances that contain self-imposed constraints of the District to be used for a particular purpose. Intent should be expressed by a) the governing body itself or b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. NET POSITION/FUND BALANCE (CONTINUED)

- Unassigned: includes residual positive fund balance within the General Fund which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

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

I. ELIMINATIONS AND RECLASSIFICATIONS

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

J. NEW PRONOUNCEMENTS

The District has implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)*. This Statement replaces the requirements of Statement 45 and requires governments to report a liability on the face of the financial statements for the OPEB that they provide. Statement 75 requires governments in all types of OPEB plans to present more extensive note disclosures and other supplementary information about their OPEB liabilities. Among the new note disclosures is a description of the effect on the reported OPEB liability of using a discount rate and a healthcare cost trend rate that are one percentage point higher and one percentage point lower than assumed by the government. The other supplementary information includes a schedule showing the causes of increases and decreases in the OPEB liability and a schedule comparing a government's actual OPEB contributions to its contribution requirements.

NOTE 2. DEPOSITS AND INVESTMENTS

The District is allowed to invest in securities as authorized by the *Illinois Compiled Statutes*, Chapter 30, Sections 235/2 and 235/6; and Chapter 105, Section 5/8-7.

The District's cash is deposited with the Thornton Fractional Township School Treasurer's Office. The Treasurer invests the cash in a pool under policy guidelines established through the Treasurer's investment policy. Credit risk, concentration of credit risk, and interest rate risk (as applicable) regarding the cash held by the Treasurer is included in the annual audited financial statements of the Thornton Fractional Township Trustees of Schools.

All deposits and investments of the District, except imprest and activity fund accounts, are maintained in the external cash and investment pool managed by the Thornton Fractional Township School Treasurer's Office. Each funds portion of this pool is displayed on the combined statement of assets and liabilities arising from cash transactions as "Cash and investments - pooled accounts." As of June 30, 2018, there was no material difference between the fair value and reported amount of the District's equity in the pool.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 3. CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2018 are below.

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 84,946	\$ -	\$ -	\$ 84,946
Construction in progress	3,521,624	12,189,640	-	15,711,264
Total capital assets not being depreciated	<u>3,606,570</u>	<u>12,189,640</u>	<u>-</u>	<u>15,796,210</u>
Capital assets being depreciated				
Buildings	69,028,589	-	-	69,028,589
Improvements	5,503,160	-	77,043	5,426,117
Equipment	2,796,073	645,131	-	3,441,204
Total capital assets being depreciated	<u>77,327,822</u>	<u>645,131</u>	<u>77,043</u>	<u>77,895,910</u>
Less accumulated depreciation for				
Buildings	11,872,775	1,338,143	-	13,210,918
Improvements	923,349	271,301	77,043	1,117,607
Equipment	1,387,120	293,925	-	1,681,045
Total accumulated depreciation	<u>14,183,244</u>	<u>1,903,369</u>	<u>77,043</u>	<u>16,009,570</u>
Total capital assets being depreciated, net	<u>63,144,578</u>	<u>(1,258,238)</u>	<u>-</u>	<u>61,886,340</u>
Governmental activities capital assets, net	<u>\$ 66,751,148</u>	<u>\$ 10,931,402</u>	<u>\$ -</u>	<u>\$ 77,682,550</u>

Depreciation expense is reported on the Statement of Activities - Modified Cash Basis as \$1,903,369, of depreciation which is allocated to specific functions/programs of the District, as follows: \$1,338,143 on buildings which is charged to facilities acquisition and construction services, and the remaining \$565,226, is recorded as unallocated.

NOTE 4. LONG-TERM LIABILITIES

A. LONG TERM LIABILITIES

Changes in long-term liabilities are summarized as follows:

	Balance			Amounts Due Within	
	June 30, 2017	Additions	Reductions	June 30, 2018	One Year
General obligation bonds	\$ 29,021,919	\$ -	\$ (366,919)	\$ 28,655,000	\$ 650,000
Premium on Bonds	298,904	-	(42,120)	256,784	-
Total	<u>\$ 29,320,823</u>	<u>\$ -</u>	<u>\$ (409,039)</u>	<u>\$ 28,911,784</u>	<u>\$ 650,000</u>

As of June 30, 2018, the District's legal debt margin is (\$1,302,487) based on a debt limitation of \$20,352,513 equal to 6.9% of the 2017 equalized assessed valuation of \$294,963,952 and outstanding debt of \$21,655,000. The Illinois School Code permits school districts to issue certain types of bonds, such as the Series 2017A and 2017B Bonds, in excess of statutory debt limitations.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 4. LONG-TERM LIABILITIES (CONTINUED)

A. LONG TERM LIABILITIES (CONTINUED)

General obligation bonds payable at June 30, 2018 consists of the following individual issues:

Series 2013 General Obligation Limited Tax Bonds, dated August 20, 2013, issued in a principal amount of \$7,785,000 for funding purposes, interest due on June 1 and December 1 through December 1, 2028 having an interest rate of 4.00 percent. Principal payments start on December 1, 2022. \$ 7,785,000

Series 2014 General Obligation Limited Tax Bonds, dated May 1, 2014, issued in a principal amount of \$2,985,000 for funding purposes, interest due on June 1 and December 1 through December 1, 2021 having an interest rate of 3.00 percent. Principal payments start on December 1, 2017. 2,870,000

Series 2017A Taxable General Obligation Limited School Bonds (QSCB), dated January 31, 2017, issued for \$11,000,000, where a portion of the bond proceeds were used to pay and redeem the District's outstanding General Obligation School Bonds, Series 2016A, dated November 3, 2016. The 2016A Bonds were issued for the purpose of funding various capital improvements. The District expects to complete the entire project by August 31, 2019. The 2016A Bonds were called for redemption prior to maturity. Series 2017A interest on bonds will be payable on each June 1 and December 1 through December 1, 2041 having an interest rate of 5.25 percent. One principal payment is due on December 1, 2041. The School Board will set aside funds in a sinking fund account for the purpose of paying principal of the 2017A bonds when due at maturity. Investment earnings in the sinking fund account will be retained in the sinking fund account and used to reduce future deposits to the bond funds. The 2017A bonds provide a Qualified School Construction Bond subsidy that can be applied for semi-annually. The subsidy is paid by the Internal Revenue Service as lessor of the 5.25 percent issued coupon rate or the Federal Tax Credit Rate on the day of pricing. The 2017A bonds are subject to redemption prior to maturity. There are circumstances where bonds could be called early, for more information, see Footnote 4B. 11,000,000

Series 2017B Taxable General Obligation School Bonds (Alternate Revenue Source), dated January 31, 2017, issued in a principal amount of \$7,000,000 for the improvement, maintenance, repair and benefit of school buildings and property. Interest is due on June 1 and December 1 through December 1, 2036 having an interest rate of 4.75 percent. One principal payment is due on December 1, 2036. The School Board will set aside funds in a sinking fund account for the purpose of paying principal of the 2017B bonds when due at maturity. Investment earnings in the sinking fund account will be retained in the sinking fund account and used to reduce future deposits to the bond fund. The 2017B bonds provide a Qualified School Construction Bond subsidy that can be applied for semi-annually. The subsidy is paid by the Internal Revenue Service as lessor of the 4.75 percent issued coupon rate or the Federal Tax Credit Rate on the day of pricing. The 2017B bonds are subject to redemption prior to maturity. There are circumstances where bonds could be called early, for more information see Footnote 4B. 7,000,000

Total \$ 28,655,000

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 4. LONG-TERM LIABILITIES (CONTINUED)

A. LONG TERM LIABILITIES (CONTINUED)

At June 30, 2018, the annual cash flow requirements of bond principal and interest are as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 650,000	\$ 549,472	\$ 1,199,472
2020	695,000	529,297	1,224,297
2021	740,000	507,772	1,247,772
2022	785,000	484,897	1,269,897
2023	920,000	454,722	1,374,722
2024-2028	5,610,000	1,649,410	7,259,410
2029-2033	1,255,000	833,710	2,088,710
2034-2038	7,000,000	746,356	7,746,356
2039-2042	11,000,000	420,767	11,420,767
	<u>\$ 28,655,000</u>	<u>\$ 6,176,403</u>	<u>\$ 34,831,403</u>

B. REDEMPTION- 2017A AND B BONDS

Special Mandatory Redemption

If on the date that is three years from the issuance of the Bonds it is determined that the District has expended less than one hundred percent (100%) of the Available Project Proceeds (to be defined in a Tax Compliance Certificate and Agreement to be executed and delivered when the Bonds are issued) on the Project (as hereinafter defined), the District will, within ninety days after the date that is three years from the date of issuance of the Bonds, redeem a portion of such 2016B Bonds in an amount (the "Redemption Amount") to be determined in the same manner as under Section 142 of the Internal Revenue Code of 1986, as amended (the "Code"), at a redemption price equal to the Redemption Amount plus accrued interest to the redemption date; *provided, however*, that such redemption shall only be made upon the delivery of an opinion of independent tax counsel that such redemption is necessary to maintain the status of such bonds as "qualified school construction bonds" for the purpose of Section 54F of the Code that are treated as "qualified bonds" for purposes of Section 6431 of the Code.

Extraordinary Optional Redemption

All or a portion of the Bonds are subject to redemption prior to maturity at the option of the District, in whole or in part, on any date, upon the occurrence of an Extraordinary Event (as hereinafter defined), at the redemption price of par plus accrued interest on the Bonds to be redeemed to the redemption date. An "Extraordinary Event" means the occurrence of any of the following:

- (a) any Code provision is repealed, amended or modified in a manner which results in the elimination or the reduction of 50% or more of a QSCB payment from the U.S. Treasury to the District and which is not the result of any act or omission by the District to satisfy the requirements to qualify to receive such QSCB payment;

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 4. LONG-TERM LIABILITIES (CONTINUED)

B. REDEMPTION- 2017A AND B BONDS (CONTINUED)

- (b) any guidance is published by the Internal Revenue Service (the “IRS”) or the U.S. Treasury with respect to such provision or any other determination by the IRS or the U.S. Treasury, pursuant to which all or a portion of a QSCB payment is reduced by 50% or more and which is not the result of any act or omission by the District to satisfy the requirements to qualify to receive such QSCB Payment; or
- (c) the U.S. Treasury fails to make a QSCB payment to which the District is entitled and such failure is not caused by any action or inaction by the District.

Make-Whole Redemption

The Bonds are subject to redemption prior to maturity at the option of the District, in whole or in part in integral multiples of \$5,000, on any business day, at the “Make-Whole Redemption Price,” which is the greater of (i) 100% of the principal amount of such 2016B Bonds to be redeemed or (ii) the sum of the present value of the remaining scheduled payments of principal and interest to the maturity date of such 2016B Bonds to be redeemed, not including any portion of those payments of interest accrued and unpaid as of the date on which such 2016B Bonds are to be redeemed, discounted to the date on which such 2016B Bonds are to be redeemed on a semi-annual basis, assuming a 360-day year consisting of twelve 30-day months, at the Treasury Rate (as hereinafter defined) plus an additional 0.05%, plus any accrued interest to the redemption date. “Treasury Rate” means, as of any redemption date, the yield to maturity as of such redemption date of United States Treasury securities with a constant maturity as compiled and published in the most recent Federal Reserve Statistical Release H.15 (519) that has become publicly available at least two business days, but not more than forty-five calendar days, prior to such redemption date (excluding inflation indexed securities) or, if such Statistical Release is no longer published, any publicly available source of similar market data reasonably selected by the Bond) most nearly equal to the period from the redemption date to the maturity date of such 2016B Bonds to be redeemed; provided, however, that if the period from the redemption date to such maturity date is less than one year, the weekly average yield on actually traded U.S. Treasury securities adjusted to a constant maturity of one year will be used. The Make-Whole Redemption Price shall be determined by an independent accounting firm, investment banking firm or financial advisor retained by the District at the District’s expense. The Bond Registrar and the District may conclusively rely on the determination of the Make-Whole Redemption Price by such independent accounting firm, investment banking firm or financial advisor and will not be liable for such reliance.

NOTE 5. PROPERTY TAXES

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. Property is appraised by the County Assessor at various percentages of fair market value and then subjected to equalization by the Illinois Department of Revenue to bring the aggregate County level toward the statutory standard of 33-1/3 of fair market value.

Property taxes levied for any year attach as an enforceable lien on property as of January 1 and are due and payable in the following calendar year. Real estate tax bills are payable in two installments. The first installment is computed at 55% of the prior year’s bill and is mailed in late January with a March 1 due date. The second installment is computed after the assessed valuations for the current year have been determined, usually in August or September. Final tax bills are mailed with a penalty date at least 30 days after the date of mailing, but not earlier than August 1. The District receives significant distributions of tax receipts approximately one month after these due dates. The District considers that the first installment of the 2017 levy is to be used to finance operations in fiscal 2018. The District has determined that the second installment of the 2017 levy is to be used to finance operations in fiscal 2019.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 5. PROPERTY TAXES (CONTINUED)

For taxing districts in Cook County, including the District, the tax rate limit is required to be applied to the equalized assessed valuation (EAV) of property for the levy year prior to the levy year for which taxes are then being extended. The actual levy rate is stated based on the current EAV of property. As a result, a tax rate may be at its maximum for the levy year even though less than its corresponding limit.

The Board passed the current levy on December 20, 2017. The following are the tax rate limits permitted by the School Code and by local referendum and the actual rates levied per \$100.00 of equalized assessed valuation.

Equalized Assessed Valuation (EAV)	Limit	<u>\$ 294,963,952</u>	<u>\$ 276,164,212</u>
		Actual 2017 Levy	Actual 2016 Levy
Educational	As needed*	4.8405	3.4686
Tort Immunity	As needed	0.0001	0.2984
Special Education	0.4000	0.3746	0.4000
Operations and Maintenance	0.5500	0.5116	0.5464
Transportation	As needed	0.6984	2.0652
Municipal Retirement	As needed	0.0698	0.0075
Social Security	As needed	0.1222	0.1305
Debt Service	As needed	0.4228	0.4416
Fire Prevention and Safety	0.1000	0.0936	0.1000
Leasing Educational Facilities	0.1000	0.0070	0.0075
Working Cash	0.0500	0.0464	0.0496
		<u>7.1870</u>	<u>7.5153</u>

*2017 Levy = As needed, 2016 Levy = 3.5000

NOTE 6. JOINT AGREEMENT

The District is a participant in Exceptional Children Have Opportunities (ECHO), which was established as a result of a joint agreement between 17 local public school districts for the purpose of providing special education services to the children of its member districts. The joint agreement is governed by a Board of Directors composed of Superintendents (or an alternative person appointed by the Superintendent) from each member district.

Complete financial statements of the entity may be obtained from its administrative office at 350 West 154th Street, South Holland, Illinois 60473. The District paid \$2,265,017 to ECHO for tuition and services during the year ended June 30, 2018.

The following is summary financial information on the joint agreement as of and for the year ended June 30, 2017, the most recent information available:

Total assets-modified cash basis	\$ 21,754,098	Revenues received	\$ 32,712,245
Total liabilities-modified cash basis	\$ 5,389,614	Expenditures disbursed	\$ 35,386,299
Net investment in capital assets	\$ 5,205,976	Net change in fund balance	\$ (2,674,054)
Unrestricted net position - modified cash	\$ 11,158,508		
Total net position-modified cash basis	\$ 16,364,484		

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 7. 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. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, District management believes that such disallowances, if any, would be immaterial.

NOTE 8. RISK MANAGEMENT

The District is exposed to various risks of loss including general liability, property and casualty, errors and omissions, workers compensation, unemployment compensation and employee health and medical benefits. In lieu of paying unemployment contributions, the District has elected to reimburse the State of Illinois for the actual amount of benefits paid to their former workers.

The District has elected to provide employee health and medical benefits through a self-insured plan and accordingly, is liable for all employees' health claims that are approved for payment. The District has obtained stop-loss insurance from a commercial company to limit the District's liability for individual and aggregate claims. The stop-loss coverage limits for the plan year ending June 30, 2018 are \$100,000 for individual claims and approximately \$3,695,122 for aggregate claims.

For all other risks of loss the District has joined together with other school districts to form various pools through which to manage its risk of loss. The District is a member of Collective Liability Insurance Cooperative (CLIC) for its general liability, property and casualty, errors and omissions, and workers' compensation coverage. These public entity risk pools operate as common risk management insurance programs. They receive premiums from member districts and reinsure through commercial companies to limit the liability for claims in excess of coverage provided by the pool. The District had no significant reductions in coverage from the previous year nor have any claims exceeded coverage in the past three fiscal years.

NOTE 9. TEACHERS' RETIREMENT SYSTEM

General Information about the Pension Plan

Plan description

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. TRS members include all active 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 <https://www.trsil.org/financial/cafrs/fy2017>; by writing to TRS at 2815 W. Washington Street, P.O. Box 19253, Springfield, Illinois 62794; or by calling (888) 678-3675, option 2.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 9. TEACHERS' RETIREMENT SYSTEM (CONTINUED)

Benefits provided

TRS provides retirement, disability, and death benefits. Tier 1 members have TRS or reciprocal system service prior to January 1, 2011. Tier 1 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 2 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 1. Death benefits are payable under a formula that is different from Tier 1.

Essentially all Tier 1 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 2 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.

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. The earliest possible implementation date is July 1, 2019.

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2017, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

On-behalf contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2018, State of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$5,418,095 in pension contributions from the State of Illinois.

2.2 formula contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2018, were \$72,425.

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 a District pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 9. TEACHERS' RETIREMENT SYSTEM (CONTINUED)

Previously, employer contributions for employees paid from federal and special trust funds were at the same rate as the state contribution rate to TRS and were much higher.

For the year ended June 30, 2018, the District's pension contribution was 10.10 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2018, salaries totaling \$341,009 were paid from federal and special trust funds that required employer contributions of \$34,442.

Early 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 District is required to make a one-time contribution to TRS for members retiring under the ERO. The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the current program that ended on June 30, 2016 is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2018, the District paid \$0 to TRS for employer ERO contributions that occurred before July 1, 2016.

The District is also required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2018, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent and \$0 for sick leave days granted in excess of the normal annual allotment.

NOTE 10. ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefit 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 other information. The report is available for download at www.imrf.org.

Benefit Provided

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

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

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 10. ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2017, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	331
Inactive Plan Members entitled to but not yet receiving benefits	351
Active Plan Members	<u>102</u>
Total	<u><u>784</u></u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2017 was 12.16%. For the fiscal year ended June 30, 2018, the District contributed \$333,929 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, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. Since the net pension liability, deferred outflows of resources, and deferred inflows of resources related to the pension are not the result of cash transactions, the modified cash basis of accounting does not allow for these to be recorded on the government-wide financial statements. Information regarding the District's change in fiduciary net position, as well as information provided by the Fund's actuary, are available at the District's administrative offices.

NOTE 11. TEACHER HEALTH INSURANCE SECURITY

Plan and Benefit Description

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the City of Chicago.

The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan. The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.5) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 11. TEACHER HEALTH INSURANCE SECURITY (CONTINUED)

Contributions

The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) required that all active contributors of the TRS, who are not employees of a state agency, make contributions to the plan at a rate of 1.18 percent of salary and for every employer of a teacher to contribute an amount equal to 0.88 percent of each teacher's salary. The Department determines, by rule, the percentage required, which each year shall not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year. Employer and non-employer contributing entity contributions are recognized as revenue when due pursuant to statutory or contractual requirements.

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS fund from active members which were 1.18 percent of pay during the year ended June 30, 2018. State of Illinois contributions were \$147,340, and the District recognized revenue and expenditures of this amount during the year.

The District made contributions to the THIS Fund during the year ended June 30, 2018. For the year ended June 30, 2018, the District paid \$109,881 to the THIS Fund, which was 100 percent of the required contribution.

Net Other Postemployment Benefits Liability

The District's total other postemployment benefits liability was determined by an actuarial valuation measured as of June 30, 2017. The THIS fund allocated the total other postemployment benefits liability to the employers and the State of Illinois, as the non-employer contributing entity, based on the allocation percentages calculated within the Schedule of Employer Allocations. Since the total other postemployment benefits liability, deferred outflows of resources, and deferred inflows of resources related to the other postemployment benefits are not the result of cash transactions, the modified cash basis of accounting does not allow for these to be recorded on the government-wide financial statements.

Further information on the THIS Fund

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

NOTE 12. HEALTH INSURANCE PLAN FOR RETIRED EMPLOYEES

The District implemented Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for certain postemployment health benefits provided by the District.

Plan Description. The District's Health Insurance Plan for Retired Employees provides limited health care coverage for its eligible retired employees.

Plan Provisions

The summary of plan provisions, as of the measurement date of June 30, 2017, has been prepared for valuation purposes only. It outlines the major plan provisions used to determine the Total OPEB Liability.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 12. HEALTH INSURANCE PLAN FOR RETIRED EMPLOYEES (CONTINUED)

Plan Provisions (Continued)

A. Eligibility

Certified (Teachers and Administrators) are eligible for benefits if hired before June 2000 and upon attaining age 55 with 15 years of service with the District and meeting the following qualifications necessary to enroll in the Teachers' Retirement System ("TRS").

Tier I Participants (date of hire is prior to January 1, 2011)

- Age 62 with 5 years of service; or
- Age 60 with 10 years of service; or
- Age 55 with 20 years of service

Non-certified (Aides, Custodians, etc.) must satisfy the following Illinois Municipal Retirement Fund ("IMRF") eligibility requirements:

Tier I Participants (date of hire is prior to January 1, 2011))

- Upon attaining age 55 with at least 8 years of service

Tier II Participants (date of hire is after January 1, 2011))

- Eligible to retire upon attaining age 62 with 10 years of service

B. Coverage

All eligible *Certified* employees are eligible to continue medical, dental, vision and prescription drug coverage with the district plans. Spouses are allowed to continue medical and vision coverage, but not dental coverage. Retirees may choose between continuation coverage under the District plan or coverage under the TRIP (Teachers' Retirement Insurance Program).

District Plan

- Retirees contribute 50% of the premium

TRIP

- Retirees contribute nothing for single tier enrollment; and
- 50% of the premium for retiree plus dependent coverage.

Coverage is allowed to continue after the age of 65 with the retiree paying 100% of the required premium. All eligible *Non-certified* employees are eligible to continue medical, dental, vision and prescription drug coverage with the District plans until age 65. Spouses are allowed to continue medical and vision coverage, but not dental coverage. Retirees contribute 100% of the premium.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 12. HEALTH INSURANCE PLAN FOR RETIRED EMPLOYEES (CONTINUED)

Plan Membership

Membership in the plan consisted of the following as of June 30, 2017, the date of the most recent actuarial valuation:

	<u>Participants</u>
Active employees	117
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	9
Total	126

Net OPEB Liability

The District’s net OPEB liability was measured as of June 30, 2017. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. Since the net OPEB liability, deferred outflows of resources, and deferred inflows of resources related to other postretirement benefits are not the result of cash transactions, the modified cash basis of accounting does not allow for these to be recorded on the government-wide financial statements. The information is provided by the District’s actuary, and the full report is available at the District’s administrative offices.

NOTE 13. INTERFUND TRANSFERS

\$5,000,000 was transferred to the General Fund – Educational Account from the Transportation Fund to cover for expenses related to educational costs.

NOTE 14. RECENT GASB PRONOUNCEMENTS

GASB Statement No. 83, *Certain Asset Retirement Obligations*. This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018.

GASB Statement No. 84, *Fiduciary Activities*. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. This provision is effective for fiscal years beginning after December 15, 2018.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 14. RECENT GASB PRONOUNCEMENTS (CONTINUED)

GASB Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. This provision is effective for fiscal years beginning after December 15, 2019.

GASB Statement No. 88, *Certain Disclosures Related to Debt*, including Direct Borrowings and Direct Placements. The primary objective of this Statement is to improve the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
GENERAL FUND
JUNE 30, 2018

	Educational Account	Operations and Maintenance Account	Working Cash Account	Tort Immunity Account	Total General Fund
ASSETS					
Cash and investments - pooled accounts	\$ 33,243,800	\$ 1,102,670	\$ 839,049	\$ 556,229	\$ 35,741,748
Cash at district	7,512	-	-	-	7,512
Total Assets	<u>\$ 33,251,312</u>	<u>\$ 1,102,670</u>	<u>\$ 839,049</u>	<u>\$ 556,229</u>	<u>\$ 35,749,260</u>
FUND BALANCES					
Restricted					
Liability insurance	\$ -	\$ -	\$ -	\$ 556,229	\$ 556,229
Unassigned (deficit)	33,251,312	1,102,670	839,049	-	35,193,031
Total Fund Balances	<u>\$ 33,251,312</u>	<u>\$ 1,102,670</u>	<u>\$ 839,049</u>	<u>\$ 556,229</u>	<u>\$ 35,749,260</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
COMBINING STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Educational Account	Operations and Maintenance Account	Working Cash Account	Tort Immunity Account	Total General Fund
REVENUES RECEIVED					
Local sources					
Property taxes	\$ 12,514,327	\$ 1,437,044	\$ 130,462	\$ 375,294	\$ 14,457,127
Personal property replacement taxes	253,246	-	-	-	253,246
Charges for services	164,739	-	-	-	164,739
Refund of prior year expenditures	616,120	3,317	-	-	619,437
Earnings on investments	377,884	17,472	10,161	10,157	415,674
Other	28,674	14,630	-	-	43,304
Unrestricted state aid	8,608,673	700,000	-	-	9,308,673
Restricted state aid	956,195	-	-	-	956,195
Restricted federal aid	2,888,862	-	-	-	2,888,862
State retirement contribution	5,565,435	-	-	-	5,565,435
Total Revenues Received	31,974,155	2,172,463	140,623	385,451	34,672,692
EXPENDITURES DISBURSED					
Current					
Instruction	19,722,940	-	-	-	19,722,940
Support services	7,427,863	2,339,895	-	601,849	10,369,607
Community services	73,345	-	-	-	73,345
Non-programmed charges	2,286,387	-	-	-	2,286,387
Capital outlay	315,800	-	-	-	315,800
Total Expenditures Disbursed	29,826,335	2,339,895	-	601,849	32,768,079
Excess (deficiency) of revenues received over expenditures disbursed	2,147,820	(167,432)	140,623	(216,398)	1,904,613
OTHER FINANCING SOURCES (USES)					
Transfers in	5,000,000	-	-	-	5,000,000
Total Other Financing Sources (Uses)	5,000,000	-	-	-	5,000,000
Net change in fund balances	7,147,820	(167,432)	140,623	(216,398)	6,904,613
Fund balances (deficits) at beginning of year	26,103,492	1,270,102	698,426	772,627	28,844,647
Fund balances (deficits) at end of year	<u>\$ 33,251,312</u>	<u>\$ 1,102,670</u>	<u>\$ 839,049</u>	<u>\$ 556,229</u>	<u>\$ 35,749,260</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
REVENUES RECEIVED				
Local sources				
General levy	\$ 10,867,004	\$ 11,442,383	\$ 575,379	\$ 8,582,961
Leasing purposes levy	19,952	19,549	(403)	19,219
Special education levy	1,033,898	1,052,395	18,497	985,800
Personal property replacement taxes	250,000	253,246	3,246	303,053
Earnings on investments	105,700	377,884	272,184	164,385
Food services	70,000	114,730	44,730	73,453
Pupil activities and textbooks	25,000	50,009	25,009	34,727
Contributions and donations from private sources	-	5,050	5,050	-
Refund of prior years' expenditures	60,000	616,120	556,120	67,670
Other	30,000	23,624	(6,376)	34,053
Total local sources	12,461,554	13,954,990	1,493,436	10,265,321
State aid				
Unrestricted				
Evidence-based funding	9,978,904	8,608,673	(1,370,231)	8,976,511
Restricted				
Special education				
Private facility tuition	-	117,286	117,286	37,842
Extraordinary	179,874	179,874	-	270,482
Personnel	173,782	173,782	-	258,185
Orphanage - individual	50,000	78,155	28,155	102,919
State free lunch and breakfast	4,500	13,983	9,483	4,564
Education block grant	132,788	335,641	202,853	91,549
State retirement contribution	-	5,565,435	5,565,435	-
Other grants-in-aid	-	57,474	57,474	-
Total state aid	10,519,848	15,130,303	4,610,455	9,742,052
Federal aid				
Restricted				
School lunch programs	700,000	799,148	99,148	757,530
Special breakfast program	115,000	166,837	51,837	135,778
Title I - low income	710,271	700,204	(10,067)	846,377
Title IV - student support and academic enrichment	21,982	788	(21,194)	-
Federal - special education				
Pre-school	12,236	17,185	4,949	9,307
I.D.E.A - flow through	524,690	610,423	85,733	396,274
I.D.E.A - room and board	-	12,571	12,571	29,820
Race to the Top - preschool expansion	201,018	367,420	166,402	351,174
Title II - teacher quality	122,666	59,299	(63,367)	61,613
Medicaid matching/ administrative outreach	40,000	47,161	7,161	32,199
Medicaid matching/fee-for-service	70,000	107,826	37,826	91,574
Total federal aid	2,517,863	2,888,862	370,999	2,711,646
Total Revenues Received	25,499,265	31,974,155	6,474,890	22,719,019

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
EXPENDITURES DISBURSED				
Instruction				
Regular programs				
Salaries	\$ 9,087,559	\$ 9,134,200	\$ 46,641	\$ 8,653,995
Employee benefits	2,512,619	2,549,902	37,283	2,516,362
Purchased services	104,555	94,718	(9,837)	75,701
Supplies and materials	679,501	708,746	29,245	621,879
Capital outlay	60,250	266,837	206,587	78,646
Non-capitalized equipment	150,000	84,694	(65,306)	204,084
Termination benefits	-	-	-	4,088
Total regular programs	<u>12,594,484</u>	<u>12,839,097</u>	<u>244,613</u>	<u>12,154,755</u>
Special education programs				
Salaries	1,580,000	1,591,537	11,537	1,495,326
Employee benefits	555,000	496,263	(58,737)	554,633
Purchased services	5,500	5,654	154	5,179
Supplies and materials	43,500	21,072	(22,428)	28,493
Total special education programs	<u>2,184,000</u>	<u>2,114,526</u>	<u>(69,474)</u>	<u>2,083,631</u>
Interscholastic programs				
Purchased services	11,500	8,103	(3,397)	11,199
Supplies and materials	5,000	11,308	6,308	1,855
Other objects	5,000	7,178	2,178	4,546
Total interscholastic programs	<u>21,500</u>	<u>26,589</u>	<u>5,089</u>	<u>17,600</u>
Summer school programs				
Salaries	200,790	116,096	(84,694)	99,944
Employee benefits	9,301	6,537	(2,764)	9,437
Supplies and materials	3,000	682	(2,318)	284
Total summer school programs	<u>213,091</u>	<u>123,315</u>	<u>(89,776)</u>	<u>109,665</u>
Gifted programs				
Salaries	58,500	58,492	(8)	56,242
Employee benefits	22,000	20,586	(1,414)	21,178
Purchased services	1,500	635	(865)	1,688
Supplies and materials	1,000	6,018	5,018	1,045
Total gifted programs	<u>83,000</u>	<u>85,731</u>	<u>2,731</u>	<u>80,153</u>
Bilingual programs				
Purchased services	-	83	83	38
Supplies and materials	3,000	426	(2,574)	1,331
Total bilingual programs	<u>3,000</u>	<u>509</u>	<u>(2,491)</u>	<u>1,369</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
EXPENDITURES DISBURSED (CONTINUED)				
Instruction (continued)				
Private tuition				
Regular k-12 programs	\$ 200,000	\$ 358,236	\$ 158,236	\$ 204,622
Total private tuition	200,000	358,236	158,236	204,622
State retirement contributions	-	4,441,774	4,441,774	-
Total instruction	15,299,075	19,989,777	4,690,702	14,651,795
Support services				
Pupils				
Attendance and social work services				
Salaries	318,000	321,808	3,808	306,362
Employee benefits	84,300	75,021	(9,279)	76,961
Purchased services	-	2,540	2,540	-
Total attendance and social work services	402,300	399,369	(2,931)	383,323
Guidance services				
Purchased services	2,800	2,783	(17)	-
Total guidance services	2,800	2,783	(17)	-
Health services				
Salaries	175,000	185,724	10,724	169,008
Employee benefits	50,000	48,414	(1,586)	52,056
Purchased services	110,000	146,595	36,595	125,214
Supplies and materials	4,400	5,443	1,043	4,377
Total health services	339,400	386,176	46,776	350,655
Psychological services				
Salaries	149,000	199,169	50,169	143,025
Employee benefits	20,000	51,164	31,164	20,029
Total psychological services	169,000	250,333	81,333	163,054
Speech pathology and audiology services				
Salaries	250,000	143,140	(106,860)	137,634
Employee benefits	53,000	35,238	(17,762)	36,188
Purchased services	245,000	237,277	(7,723)	236,597
Total speech pathology and audiology services	548,000	415,655	(132,345)	410,419

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services (continued)				
Pupils (continued)				
Other support services				
Salaries	\$ 110,000	\$ 102,036	\$ (7,964)	\$ 111,694
Total other support services	110,000	102,036	(7,964)	111,694
Total pupils	1,571,500	1,556,352	(15,148)	1,419,145
Instructional staff				
Improvement of instruction services				
Salaries	171,000	122,191	(48,809)	195,557
Employee benefits	62,690	74,574	11,884	74,916
Purchased services	104,328	81,899	(22,429)	149,058
Supplies and materials	3,000	2,673	(327)	5,579
Other objects	720	-	(720)	130
Total improvement of instruction services	341,738	281,337	(60,401)	425,240
Educational media services				
Salaries	370,000	407,829	37,829	286,294
Employee benefits	98,000	108,971	10,971	91,786
Supplies and materials	23,000	14,016	(8,984)	18,641
Total educational media services	491,000	530,816	39,816	396,721
Assessment and testing				
Purchased services	8,000	10,589	2,589	9,689
Supplies and materials	8,000	8,700	700	13,203
Total assessment and testing	16,000	19,289	3,289	22,892
Total instructional staff	848,738	831,442	(17,296)	844,853
General administration				
Board of Education services				
Salaries	5,500	5,500	-	5,500
Purchased services	47,000	56,934	9,934	35,243
Supplies and materials	3,800	12,716	8,916	6,129
Other objects	16,500	17,951	1,451	16,501
Total Board of Education services	72,800	93,101	20,301	63,373

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services (continued)				
General administration (continued)				
Executive administration services				
Salaries	\$ 307,280	\$ 303,469	\$ (3,811)	\$ 295,868
Employee benefits	54,600	51,332	(3,268)	55,184
Purchased services	10,000	7,202	(2,798)	8,118
Supplies and materials	3,000	7,151	4,151	3,775
Other objects	5,700	4,695	(1,005)	4,516
Total executive administration services	<u>380,580</u>	<u>373,849</u>	<u>(6,731)</u>	<u>367,461</u>
Tort immunity services				
Purchased services	1,000	-	(1,000)	1,155
Total tort immunity services	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>	<u>1,155</u>
Total general administration	<u>454,380</u>	<u>466,950</u>	<u>12,570</u>	<u>431,989</u>
School administration				
Office of the principal services				
Salaries	1,080,000	1,065,580	(14,420)	1,030,631
Employee benefits	362,000	343,301	(18,699)	351,534
Purchased services	1,500	934	(566)	1,230
Supplies and materials	5,580	3,870	(1,710)	2,699
Other objects	5,000	5,703	703	4,402
Total office of the principal services	<u>1,454,080</u>	<u>1,419,388</u>	<u>(34,692)</u>	<u>1,390,496</u>
Total school administration	<u>1,454,080</u>	<u>1,419,388</u>	<u>(34,692)</u>	<u>1,390,496</u>
Business				
Direction of business support services				
Other objects	-	190	190	-
Total direction of business support services	<u>-</u>	<u>190</u>	<u>190</u>	<u>-</u>
Fiscal services				
Salaries	265,000	265,049	49	254,208
Employee benefits	37,851	38,871	1,020	37,444
Purchased services	185,000	174,127	(10,873)	182,909
Other objects	2,000	1,808	(192)	1,840
Total fiscal services	<u>489,851</u>	<u>479,855</u>	<u>(9,996)</u>	<u>476,401</u>
Operation and maintenance of plant services				
Capital outlay	-	48,963	48,963	-
Total operation and maintenance of plant services	<u>-</u>	<u>48,963</u>	<u>48,963</u>	<u>-</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services (continued)				
Business (continued)				
Pupil transportation services				
Salaries	\$ 14,905	\$ 14,330	\$ (575)	\$ 11,540
Purchased services	39,636	139,474	99,838	138,172
Total pupil transportation services	54,541	153,804	99,263	149,712
Food services				
Purchased services	1,000,000	1,072,373	72,373	947,343
Supplies and materials	11,950	8,654	(3,296)	9,332
Total food services	1,011,950	1,081,027	69,077	956,675
Internal services				
Purchased services	30,000	43,153	13,153	28,663
Supplies and materials	-	21,366	21,366	-
Total internal services	30,000	64,519	34,519	28,663
Total business	1,586,342	1,828,358	242,016	1,611,451
Central				
Planning, research, development, and evaluation services				
Salaries	223,000	223,627	627	215,934
Employee benefits	29,700	27,048	(2,652)	27,536
Total planning, research, development, and evaluation services	252,700	250,675	(2,025)	243,470
Data processing services				
Supplies and materials	-	-	-	504
Total data processing services	-	-	-	504
Total central	252,700	250,675	(2,025)	243,974
State retirement contributions	-	1,123,661	1,123,661	-
Total support services	6,167,740	7,476,826	1,309,086	5,941,908
Community services				
Salaries	11,100	19,354	8,254	18,748
Employee benefits	-	29	29	222
Purchased services	34,817	37,693	2,876	31,100
Supplies and materials	23,684	16,269	(7,415)	20,719
Total community services	69,601	73,345	3,744	70,789

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
EXPENDITURES DISBURSED (CONTINUED)				
Non-programmed charges				
Payments for regular programs	\$ 15,600	\$ 14,600	\$ (1,000)	\$ 10,400
Other payments to in-state govt. units	-	-	-	172
Payments for special education programs - tuition	<u>1,869,273</u>	<u>2,271,787</u>	<u>402,514</u>	<u>1,964,937</u>
Total non-programmed charges	<u>1,884,873</u>	<u>2,286,387</u>	<u>401,514</u>	<u>1,975,509</u>
Total Expenditures Disbursed	<u>23,421,289</u>	<u>29,826,335</u>	<u>6,405,046</u>	<u>22,640,001</u>
Excess (deficiency) of revenues received over expenditures disbursed	<u>2,077,976</u>	<u>2,147,820</u>	<u>69,844</u>	<u>79,018</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>2,000,000</u>	<u>5,000,000</u>	<u>3,000,000</u>	<u>5,000,000</u>
Total Other Financing Sources (Uses)	<u>2,000,000</u>	<u>5,000,000</u>	<u>3,000,000</u>	<u>5,000,000</u>
Net change in fund balance	<u>\$ 4,077,976</u>	7,147,820	<u>\$ 3,069,844</u>	5,079,018
Fund balance at beginning of year		<u>26,103,492</u>		<u>21,024,474</u>
Fund balance at end of year		<u>\$ 33,251,312</u>		<u>\$ 26,103,492</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
OPERATIONS AND MAINTENANCE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
REVENUES RECEIVED				
Local sources				
Operations and maintenance levy	\$ 1,412,662	\$ 1,437,044	\$ 24,382	\$ 1,350,415
Earnings on investments	11,000	17,472	6,472	11,086
Rentals	-	-	-	1,200
Refund of prior years' expenditures	-	3,317	3,317	-
Other	-	14,630	14,630	16,591
Total local sources	<u>1,423,662</u>	<u>1,472,463</u>	<u>48,801</u>	<u>1,379,292</u>
State aid				
Unrestricted				
Evidence-based funding	700,000	700,000	-	1,000,000
Total state aid	<u>700,000</u>	<u>700,000</u>	<u>-</u>	<u>1,000,000</u>
Total Revenues Received	<u>2,123,662</u>	<u>2,172,463</u>	<u>48,801</u>	<u>2,379,292</u>
EXPENDITURES DISBURSED				
Support services				
Business				
Operation and maintenance of plant services				
Salaries	864,000	870,333	6,333	826,658
Employee benefits	300,000	295,941	(4,059)	296,268
Purchased services	455,500	468,533	13,033	412,296
Supplies and materials	732,000	705,088	(26,912)	662,994
Capital outlay	5,000	-	(5,000)	-
Non-capitalized equipment	10,000	-	(10,000)	7,225
Total operation and maintenance of plant services	<u>2,366,500</u>	<u>2,339,895</u>	<u>(26,605)</u>	<u>2,205,441</u>
Total business	<u>2,366,500</u>	<u>2,339,895</u>	<u>(26,605)</u>	<u>2,205,441</u>
Total support services	<u>2,366,500</u>	<u>2,339,895</u>	<u>(26,605)</u>	<u>2,205,441</u>
Total Expenditures Disbursed	<u>2,366,500</u>	<u>2,339,895</u>	<u>(26,605)</u>	<u>2,205,441</u>
Net change in fund balance	<u>\$ (242,838)</u>	(167,432)	<u>\$ 75,406</u>	173,851
Fund balance at beginning of year		<u>1,270,102</u>		<u>1,096,251</u>
Fund balance at end of year		<u>\$ 1,102,670</u>		<u>\$ 1,270,102</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
WORKING CASH ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
REVENUES RECEIVED				
Local sources				
Working cash levy	\$ 128,983	\$ 130,462	\$ 1,479	\$ 122,590
Earnings on investments	4,000	10,161	6,161	4,839
Total Revenues Received	<u>132,983</u>	<u>140,623</u>	<u>7,640</u>	<u>127,429</u>
Net change in fund balance	<u>\$ 132,983</u>	140,623	<u>\$ 7,640</u>	127,429
Fund balance at beginning of year		<u>698,426</u>		<u>570,997</u>
Fund balance at end of year		<u>\$ 839,049</u>		<u>\$ 698,426</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
TORT IMMUNITY ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
REVENUES RECEIVED				
Local sources				
Tort immunity levy	\$ 676,649	\$ 375,294	\$ (301,355)	\$ 773,741
Earnings on investments	3,500	10,157	6,657	4,867
Total local sources	<u>680,149</u>	<u>385,451</u>	<u>(294,698)</u>	<u>778,608</u>
Total Revenues Received	<u>680,149</u>	<u>385,451</u>	<u>(294,698)</u>	<u>778,608</u>
EXPENDITURES DISBURSED				
Support services				
General administration				
Tort immunity services				
Salaries	200,000	156,787	(43,213)	154,309
Employee benefits	40,400	39,027	(1,373)	39,920
Purchased services	<u>483,000</u>	<u>406,035</u>	<u>(76,965)</u>	<u>437,636</u>
Total tort immunity services	<u>723,400</u>	<u>601,849</u>	<u>(121,551)</u>	<u>631,865</u>
Total Expenditures Disbursed	<u>723,400</u>	<u>601,849</u>	<u>(121,551)</u>	<u>631,865</u>
Net change in fund balance	<u>\$ (43,251)</u>	(216,398)	<u>\$ (173,147)</u>	146,743
Fund balance at beginning of year		<u>772,627</u>		<u>625,884</u>
Fund balance at end of year		<u>\$ 556,229</u>		<u>\$ 772,627</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
REVENUES RECEIVED				
Local sources				
Transportation levy	\$ 3,639,388	\$ 3,589,598	\$ (49,790)	\$ 5,597,711
Earnings on investments	20,000	41,519	21,519	25,073
Total local sources	<u>3,659,388</u>	<u>3,631,117</u>	<u>(28,271)</u>	<u>5,622,784</u>
State aid				
Unrestricted				
Evidence-based funding	-	1,800,000	1,800,000	-
Restricted				
Transportation	365,000	796,962	431,962	401,082
Total state aid	<u>365,000</u>	<u>2,596,962</u>	<u>2,231,962</u>	<u>401,082</u>
Total Revenues Received	<u>4,024,388</u>	<u>6,228,079</u>	<u>2,203,691</u>	<u>6,023,866</u>
EXPENDITURES DISBURSED				
Support services				
Business				
Pupil transportation services				
Salaries	30,000	30,730	730	27,858
Purchased services	1,501,000	1,283,875	(217,125)	1,196,619
Total pupil transportation services	<u>1,531,000</u>	<u>1,314,605</u>	<u>(216,395)</u>	<u>1,224,477</u>
Total support services	<u>1,531,000</u>	<u>1,314,605</u>	<u>(216,395)</u>	<u>1,224,477</u>
Total Expenditures Disbursed	<u>1,531,000</u>	<u>1,314,605</u>	<u>(216,395)</u>	<u>1,224,477</u>
Excess (deficiency) of revenues received over expenditures disbursed	<u>2,493,388</u>	<u>4,913,474</u>	<u>2,420,086</u>	<u>4,799,389</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)	<u>(2,000,000)</u>	<u>(5,000,000)</u>	<u>(3,000,000)</u>	<u>(5,000,000)</u>
Total Other Financing Sources (Uses)	<u>(2,000,000)</u>	<u>(5,000,000)</u>	<u>(3,000,000)</u>	<u>(5,000,000)</u>
Net change in fund balance	<u>\$ 493,388</u>	(86,526)	<u>\$ (579,914)</u>	(200,611)
Fund balance at beginning of year		<u>101,417</u>		<u>302,028</u>
Fund balance at end of year		<u>\$ 14,891</u>		<u>\$ 101,417</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
REVENUES RECEIVED				
Local sources				
Municipal retirement/social security levy	\$ 441,926	\$ 441,602	\$ (324)	\$ 488,301
Personal property replacement taxes	-	23,692	23,692	27,918
Earnings on investments	4,000	7,134	3,134	6,579
Total local sources	445,926	472,428	26,502	522,798
Total Revenues Received	445,926	472,428	26,502	522,798
EXPENDITURES DISBURSED				
Instruction				
Regular programs	172,988	228,579	55,591	210,818
Special education programs	76,000	80,386	4,386	74,012
Summer school programs	2,300	5,631	3,331	4,463
Gifted programs	800	816	16	787
Total instruction	252,088	315,412	63,324	290,080
Support services				
Pupils				
Attendance and social work services	4,500	4,499	(1)	4,292
Health services	50,700	44,303	(6,397)	48,669
Psychological services	2,100	2,813	713	2,061
Speech pathology and audiology services	2,000	2,028	28	1,957
Other support services	9,800	9,010	(790)	9,599
Total pupils	69,100	62,653	(6,447)	66,578
Instructional staff				
Improvement of instruction services	23,500	1,842	(21,658)	22,978
Educational media services	66,000	45,847	(20,153)	58,467
Total instructional staff	89,500	47,689	(41,811)	81,445
General administration				
Executive administration services	19,000	18,637	(363)	18,404
Tort immunity services	2,300	2,271	(29)	2,232
Total general administration	21,300	20,908	(392)	20,636
School administration				
Office of the principal services	60,200	57,245	(2,955)	56,076
Total school administration	60,200	57,245	(2,955)	56,076

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services (continued)				
Business				
Fiscal services	\$ 29,194	\$ 30,682	\$ 1,488	\$ 29,338
Operation and maintenance of plant services	174,000	170,131	(3,869)	165,877
Pupil transportation services	8,500	8,772	272	7,797
Total business	<u>211,694</u>	<u>209,585</u>	<u>(2,109)</u>	<u>203,012</u>
Central				
Planning, research, development, and evaluation services	<u>3,200</u>	<u>3,243</u>	<u>43</u>	<u>3,131</u>
Total central	<u>3,200</u>	<u>3,243</u>	<u>43</u>	<u>3,131</u>
Total support services	<u>454,994</u>	<u>401,323</u>	<u>(53,671)</u>	<u>430,878</u>
Community services	<u>-</u>	<u>3,606</u>	<u>3,606</u>	<u>3,507</u>
Total Expenditures Disbursed	<u>707,082</u>	<u>720,341</u>	<u>13,259</u>	<u>724,465</u>
Net change in fund balance	<u>\$ (261,156)</u>	(247,913)	<u>\$ 13,243</u>	(201,667)
Fund balance at beginning of year		<u>668,462</u>		<u>870,129</u>
Fund balance at end of year		<u>\$ 420,549</u>		<u>\$ 668,462</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
REVENUES RECEIVED				
Local sources				
Bond and interest levy	\$ 1,168,108	\$ 1,205,363	\$ 37,255	\$ 744,121
Earnings on investments	3,500	13,681	10,181	3,985
Other	-	-	-	710
Total local sources	<u>1,171,608</u>	<u>1,219,044</u>	<u>47,436</u>	<u>748,816</u>
State aid				
Evidence-based funding	<u>900,000</u>	<u>900,000</u>	-	<u>300,000</u>
Total state aid	<u>900,000</u>	<u>900,000</u>	-	<u>300,000</u>
Federal aid				
Restricted				
Build America Bonds interest reimbursement	-	1,004,083	1,004,083	-
Total federal aid	-	<u>1,004,083</u>	<u>1,004,083</u>	-
Total Revenues Received	<u>2,071,608</u>	<u>3,123,127</u>	<u>1,051,519</u>	<u>1,048,816</u>
EXPENDITURES DISBURSED				
Debt Service				
Principal	406,919	366,919	(40,000)	1,136,406
Interest and fiscal charges	<u>1,136,885</u>	<u>1,872,272</u>	<u>735,387</u>	<u>911,712</u>
Total Expenditures Disbursed	<u>1,543,804</u>	<u>2,239,191</u>	<u>695,387</u>	<u>2,048,118</u>
Net change in fund balance	<u>\$ 527,804</u>	883,936	<u>\$ 356,132</u>	(999,302)
Fund balance at beginning of year		<u>247,067</u>		<u>1,246,369</u>
Fund balance at end of year		<u>\$ 1,131,003</u>		<u>\$ 247,067</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
REVENUES RECEIVED				
Local sources				
Earnings on investments	\$ 80,000	\$ 99,337	\$ 19,337	\$ 81,628
Other	-	19,464	19,464	-
Total local sources	<u>80,000</u>	<u>118,801</u>	<u>38,801</u>	<u>81,628</u>
Total Revenues Received	<u>80,000</u>	<u>118,801</u>	<u>38,801</u>	<u>81,628</u>
EXPENDITURES DISBURSED				
Support services				
Facilities acquisition and construction services				
Purchased services	-	-	-	26,670
Capital outlay	14,510,000	12,189,639	(2,320,361)	2,851,099
Total facilities acquisition and construction services	<u>14,510,000</u>	<u>12,189,639</u>	<u>(2,320,361)</u>	<u>2,877,769</u>
Other support services				
Other objects	-	-	-	346,897
Total other support services	<u>-</u>	<u>-</u>	<u>-</u>	<u>346,897</u>
Total support services	<u>14,510,000</u>	<u>12,189,639</u>	<u>(2,320,361)</u>	<u>3,224,666</u>
Total Expenditures Disbursed	<u>14,510,000</u>	<u>12,189,639</u>	<u>(2,320,361)</u>	<u>3,224,666</u>
Excess (deficiency) of revenues received over expenditures disbursed	<u>(14,430,000)</u>	<u>(12,070,838)</u>	<u>2,359,162</u>	<u>(3,143,038)</u>
OTHER FINANCING SOURCES (USES)				
Bond and loan proceeds	-	-	-	28,780,000
Bond Payments	-	-	-	(10,819,527)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,960,473</u>
Net change in fund balance	<u>\$ (14,430,000)</u>	<u>(12,070,838)</u>	<u>\$ 2,359,162</u>	<u>14,817,435</u>
Fund balance at beginning of year		<u>15,816,966</u>		<u>999,531</u>
Fund balance at end of year		<u>\$ 3,746,128</u>		<u>\$ 15,816,966</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
FIRE PREVENTION AND SAFETY FUND
FOR THE YEAR ENDED JUNE 30, 2018

	2018		Variance with Final Budget Over/(Under)	2017
	Original and Final Budget	Actual		Actual
REVENUES RECEIVED				
Local sources				
Fire prevention and safety levy	\$ 257,943	\$ 263,119	\$ 5,176	\$ 246,213
Earnings on investments	4,000	10,271	6,271	4,402
Total local sources	<u>261,943</u>	<u>273,390</u>	<u>11,447</u>	<u>250,615</u>
Total Revenues Received	<u>261,943</u>	<u>273,390</u>	<u>11,447</u>	<u>250,615</u>
EXPENDITURES DISBURSED				
Support Services				
Business				
Facilities acquisition and construction services				
Capital outlay	350,000	329,332	(20,668)	7,430
Total facilities acquisition and construction services	<u>350,000</u>	<u>329,332</u>	<u>(20,668)</u>	<u>7,430</u>
Total business	<u>350,000</u>	<u>329,332</u>	<u>(20,668)</u>	<u>7,430</u>
Total support services	<u>350,000</u>	<u>329,332</u>	<u>(20,668)</u>	<u>7,430</u>
Total Expenditures Disbursed	<u>350,000</u>	<u>329,332</u>	<u>(20,668)</u>	<u>7,430</u>
Net change in fund balance	<u>\$ (88,057)</u>	(55,942)	<u>\$ 32,115</u>	243,185
Fund balance at beginning of year		<u>681,986</u>		<u>438,801</u>
Fund balance at end of year		<u>\$ 626,044</u>		<u>\$ 681,986</u>

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - MODIFIED CASH BASIS
AGENCY FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Balance July 1, 2017	Additions	Deductions	Balance June 30, 2018
ASSETS				
Cash	\$ 45,035	\$ 200,625	\$ 182,620	\$ 63,040
LIABILITIES				
Due to activity fund organizations				
Oak Glen School Faculty Fund	\$ 942	\$ 13,961	\$ 12,775	\$ 2,128
Coolidge School Faculty Fund	5,228	13,080	14,218	4,090
W.C. Reavis School Faculty Fund	4,291	24,616	26,834	2,073
Lester Crawl School Faculty Fund	744	9,658	9,797	605
Memorial Junior High School				
Area Science	416	725	874	267
Athletic	4,578	21,173	26,225	(474)
Band Boosters	(10,776)	10,776	-	-
Cheerleaders	354	-	-	354
Drama	1,194	3,102	2,554	1,742
General Fund	31,656	36,855	33,405	35,106
Interest Income	-	87	-	87
LRC	2,820	230	283	2,767
NJHS	(221)	13,728	11,061	2,446
P.E.	106	-	-	106
PBIS	2,906	1,491	1,533	2,864
Pom-Poms	116	-	-	116
Student Council	1,496	2,767	2,246	2,017
Trip Fund	(1,053)	44,478	37,481	5,944
Uncategorized	(433)	433	-	-
Year Book	671	3,465	3,334	802
Total Memorial Junior High School	33,830	139,310	118,996	54,144
Total Liabilities	\$ 45,035	\$ 200,625	\$ 182,620	\$ 63,040

See independent auditor's report and accompanying notes to supplementary information.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2018

NOTE 1. BUDGET AND BUDGETARY ACCOUNTING

The budget for all governmental fund types is prepared on the cash basis of accounting which is the same basis that is used in financial reporting, except that the budget basis excludes on-behalf payments for which the District is not legally responsible. This difference has no effect on the excess (deficiency) of revenues received and other financing sources (uses) over (under) expenditures disbursed because on-behalf revenues received and expenditures disbursed are equal.

The budget, which was not amended, was passed on August 9, 2017. 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, in accordance with Chapter 105, Section 5/17-1 of the *Illinois Compiled Statutes*, follows these procedures in establishing the budgetary data reflected in the financial statements.

- 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.
- A public hearing is conducted to obtain taxpayer comments.
- Prior to October 1, the budget is legally adopted through passage of a resolution.
- Formal budgetary integration is employed as a management control device during the year.
- 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.
- The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

Over-expenditure of Budget

Expenditures disbursed exceeded the budget in the following individual funds:

Fund	Budget	Actual	Over Expended Budget
General Fund- Educational account	\$ 23,421,289	\$ 29,826,335 *	\$ 6,405,046
Municipal Retirement	707,082	720,341	13,259
Debt Service	1,543,804	2,239,191	695,387

* includes on-behalf payments of \$5,565,435.

OTHER SUPPLEMENTARY INFORMATION

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION
LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
LAST FOUR CALENDAR YEARS

	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014
TOTAL PENSION LIABILITY				
Service cost	\$ 278,147	\$ 249,433	\$ 233,396	\$ 245,797
Interest	1,660,260	1,604,961	1,564,139	1,467,845
Differences between expected and actual experience	(77,956)	87,791	(56,700)	(75,573)
Changes in assumptions	(728,163)	(49,661)	48,939	774,920
Benefit payments, including refunds of employee contributions	(1,248,547)	(1,205,007)	(1,187,559)	(1,058,169)
Net change in total pension liability	(116,259)	687,517	602,215	1,354,820
Total pension liability - beginning	22,622,004	21,934,487	21,332,272	19,977,452
Total pension liability - ending (A)	<u>\$ 22,505,745</u>	<u>\$ 22,622,004</u>	<u>\$ 21,934,487</u>	<u>\$ 21,332,272</u>
PLAN FIDUCIARY NET POSITION				
Contributions-employer	\$ 360,905	\$ 310,098	\$ 275,076	\$ 256,453
Contributions-employee	115,309	109,670	98,016	93,778
Net investment income	3,620,274	1,368,551	101,897	1,211,965
Benefit payments, including refunds of employee contributions	(1,248,547)	(1,205,007)	(1,187,559)	(1,058,169)
Other	(498,628)	(13,988)	(191,014)	60,385
Net change in plan fiduciary net position	2,349,313	569,324	(903,584)	564,412
Plan fiduciary net position - beginning	20,452,405	19,883,081	20,786,665	20,222,253
Plan fiduciary net position - ending (B)	<u>\$ 22,801,718</u>	<u>\$ 20,452,405</u>	<u>\$ 19,883,081</u>	<u>\$ 20,786,665</u>
NET PENSION LIABILITY - ENDING (A) - (B)	<u>\$ (295,973)</u>	<u>\$ 2,169,599</u>	<u>\$ 2,051,406</u>	<u>\$ 545,607</u>
Plan fiduciary net position as a percentage of the total pension liability	101.32%	90.41%	90.65%	97.44%
Covered-employee payroll	\$ 2,558,491	\$ 2,435,973	\$ 2,171,082	\$ 2,020,012
Net pension liability as a percentage of covered-employee payroll	-11.57%	89.06%	94.49%	27.01%

Notes to schedule:

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

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM
LAST FOUR FISCAL YEARS

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's proportion of the net pension liability	0.0037616989%	0.0044818119%	0.0030636462%	0.0023716390%
District's proportionate share of the net pension liability	\$ 2,873,868	\$ 3,537,765	\$ 2,006,997	\$ 1,443,339
State's proportionate share of the net pension liability associated with the District	<u>87,643,027</u>	<u>93,397,117</u>	<u>73,998,491</u>	<u>69,921,577</u>
Total	<u>\$ 90,516,895</u>	<u>\$ 96,934,882</u>	<u>\$ 76,005,488</u>	<u>\$ 71,364,916</u>
District's covered-employee payroll	\$ 11,839,584	\$ 11,812,939	\$ 11,383,027	\$ 11,418,178
District's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	24.27%	29.95%	17.63%	12.64%
Plan fiduciary net position as a percentage of the total pension liability	39.30%	36.40%	41.50%	43.00%

Notes to schedule:

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

The amounts presented have a measurement date of the previous fiscal year.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFITS PLAN
JUNE 30, 2018

	2018
TOTAL OPEB LIABILITY	
Service cost	\$ 149,939
Interest	78,319
Differences between expected and actual experience	(58,090)
Changes in assumptions	(22,985)
Employee contributions	13,613
Benefit payments	(44,020)
Net change in total opeb liability	116,776
Total OPEB liability - beginning	2,905,221
Total OPEB liability - ending (A)	\$ 3,021,997
PLAN FIDUCIARY NET POSITION	
Contributions-employer	\$ 30,407
Contributions-employee	13,613
Benefit payments	(44,020)
Net change in plan fiduciary net position	-
Plan fiduciary net position - beginning	-
Plan fiduciary net position - ending (B)	\$ -
NET OPEB LIABILITY - ENDING (A) - (B)	\$ 3,021,997
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%
Covered-employee payroll	\$ 14,423,873
Net OPEB liability as a percentage of covered-employee payroll	20.95%

Notes to schedule:

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

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHERS' HEALTH INSURANCE SECURITY FUND
LAST TWO FISCAL YEARS

	<u>2018</u>	<u>2017</u>
District's proportion of the net OPEB liability	0.051470%	0.050717%
District's proportionate share of the net OPEB liability	\$ 13,356,139	\$ 13,863,768
State's proportionate share of the net OPEB liability associated with the District	<u>17,539,929</u>	<u>19,223,555</u>
Total	<u>\$ 30,896,068</u>	<u>\$ 33,087,323</u>
District's covered-employee payroll	\$ 11,839,584	\$ 11,812,939
District's proportionate share of the net OPEB liability as a percentage of it's covered-employee payroll	112.81%	117.36%
Plan fiduciary net position as a percentage of the total OPEB liability	-0.17%	-0.22%

Notes to schedule:

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

The amounts presented have a measurement date of the previous fiscal year.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
LAST FOUR FISCAL YEARS

	June 30	December 31		
	2018	2016	2015	2014
Actuarially determined contribution	\$ 325,930	\$ 310,099	\$ 275,076	\$ 258,562
Contributions in relation to the actuarially determined contribution	325,929	310,098	275,076	256,453
Contribution deficiency (excess)	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 2,109</u>
Covered-employee payroll	\$ 2,692,709	\$ 2,435,973	\$ 2,171,082	\$ 2,020,012
Contributions as a percentage of covered-employee payroll	12.10%	12.73%	12.67%	12.70%

Valuation date:

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

Methods and assumptions used to determine 2017 contribution rates:

Actuarial cost method: Aggregate entry age normal
Amortization method: Level percentage of payroll, closed
Remaining amortization period: Taxing bodies (Regular, SLEP, and ECO groups): 26-year closed period
Early Retirement Incentive Plan liabilities; a period up to 10 years selected by the Employer upon adoption of ERI
Asset valuation method: 5-year smoothed market; 20% corridor
Wage growth: 3.50%
Price inflation: 2.75%, approximate
Salary increases: 3.75% to 14.50%, 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 2014 valuation pursuant to an experience study of the period 2011 to 2013.

Mortality:

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (based year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other information:

Notes

There were no benefit changes during the year.

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

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM
LAST FOUR FISCAL YEARS

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily-required contribution	\$ 72,422	\$ 86,727	\$ 105,551	\$ 106,858
Contributions in relation to the statutorily-required contribution	<u>72,425</u>	<u>86,081</u>	<u>105,551</u>	<u>107,350</u>
Contribution deficiency (excess)	<u>\$ (3)</u>	<u>\$ 646</u>	<u>\$ -</u>	<u>\$ (492)</u>
 Covered-employee payroll	 \$ 12,486,481	 \$ 11,839,584	 \$ 11,812,939	 \$ 11,383,027
 Contributions as a percentage of covered-employee payroll	 0.58%	 0.73%	 0.89%	 0.94%

Notes to schedule:

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

Changes of assumptions: For the 2017 and 2016 measurement years, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. For the 2015 measurement year, the assumed investment rate of return was 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three year period ending June 30, 2014. For the 2014 measurement year, the assumed investment rate of return was also 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. However, salary increases were assumed to vary by age.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' HEALTH INSURANCE SECURITY FUND
LAST TWO FISCAL YEARS

	2018	2017
Statutorily-required contribution	\$ 109,881	\$ 99,453
Contributions in relation to the statutorily-required contribution	109,881	99,453
Contribution deficiency (excess)	\$ -	\$ -
 Covered-employee payroll	\$ 12,486,481	\$ 11,839,584
 Contributions as a percentage of covered-employee payroll	0.88%	0.84%

Notes to schedule:

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

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF ASSESSED VALUATIONS, TAX LEVIES EXTENDED AND COLLECTIONS
JUNE 30, 2018

	<u>2017 Levy</u>	<u>2016 Levy</u>	<u>2015 Levy</u>
Equalized assessed valuation	\$ 294,963,952	\$ 276,164,212	\$ 279,083,187
Tax rates (per \$100 of assessed valuation)			
Educational	4.8405	3.4686	3.1555
Special education	0.3746	0.4000	0.3609
Leasing	0.0070	0.0075	0.0074
Operations and maintenance	0.5116	0.5464	0.4960
Debt service	0.4228	0.4416	0.1307
Transportation	0.6984	2.0652	2.2605
Municipal retirement	0.0698	0.0075	0.1107
Social security	0.1222	0.1305	0.1292
Working cash	0.0464	0.0496	0.0450
Tort immunity	0.0001	0.2984	0.2953
Life safety	0.0936	0.1000	0.0901
	<u>7.1870</u>	<u>7.5153</u>	<u>7.0813</u>
Extended tax levy			
Educational	\$ 14,277,549	\$ 9,581,083	\$ 8,808,418
Special education	1,104,927	1,104,657	1,007,340
Leasing	20,600	20,600	20,600
Operations and maintenance	1,508,950	1,508,950	1,384,320
Debt service	1,247,105	1,219,539	364,795
Transportation	2,060,000	5,703,419	6,308,718
Municipal retirement	206,000	20,600	309,000
Social security	360,500	360,500	360,500
Working cash	136,990	136,990	125,660
Tort immunity	206	824,000	824,000
Life safety	276,232	276,164	251,320
	<u>\$ 21,199,059</u>	<u>\$ 20,756,502</u>	<u>\$ 19,764,671</u>
Taxes collected year ended:			
June 30, 2018	\$ 10,465,865	\$ 10,285,977	\$ (795,033)
June 30, 2017	-	9,810,595	9,416,662
June 30, 2016	-	-	9,702,762
Total collected	<u>\$ 10,465,865</u>	<u>\$ 20,096,572</u>	<u>\$ 18,324,391</u>
Percent collected	<u>49.37%</u>	<u>96.82%</u>	<u>92.71%</u>

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF BONDED DEBT SERVICE REQUIREMENTS
JUNE 30, 2018

Year Ended June 30,	G.O. Limited Tax Bonds Dated August 20, 2013		G.O Limited Tax Bonds Dated May 1, 2014		G.O Limited Tax Bonds (QSCB) 2017A Dated January 31, 2017			G.O Taxable Bond (QSCB) 2017B Dated January 31, 2017			Total Debt Service Requirements
	Principal	Interest	Principal	Interest	Principal (1)	Interest	QSCB Subsidy (2)	Principal (1)	Interest	QSCB Subsidy (2)	
2019	\$ -	\$ 311,400	\$ 650,000	\$ 76,350	\$ -	\$ 577,500	\$ (457,281)	\$ -	\$ 332,500	\$ (290,997)	\$ 1,199,472
2020	-	311,400	695,000	56,175	-	577,500	(457,281)	-	332,500	(290,997)	1,224,297
2021	-	311,400	740,000	34,650	-	577,500	(457,281)	-	332,500	(290,997)	1,247,772
2022	-	311,400	785,000	11,775	-	577,500	(457,281)	-	332,500	(290,997)	1,269,897
2023	920,000	293,000	-	-	-	577,500	(457,281)	-	332,500	(290,997)	1,374,722
2024	980,000	255,000	-	-	-	577,500	(457,281)	-	332,500	(290,997)	1,396,722
2025	1,050,000	214,400	-	-	-	577,500	(457,281)	-	332,500	(290,997)	1,426,122
2026	1,120,000	171,000	-	-	-	577,500	(457,281)	-	332,500	(290,997)	1,452,722
2027	1,190,000	124,800	-	-	-	577,500	(457,281)	-	332,500	(290,997)	1,476,522
2028	1,270,000	75,600	-	-	-	577,500	(457,281)	-	332,500	(290,997)	1,507,322
2029	1,255,000	25,100	-	-	-	577,500	(457,281)	-	332,500	(290,997)	1,441,822
2030	-	-	-	-	-	577,500	(457,281)	-	332,500	(290,997)	161,722
2031	-	-	-	-	-	577,500	(457,281)	-	332,500	(290,997)	161,722
2032	-	-	-	-	-	577,500	(457,281)	-	332,500	(290,997)	161,722
2033	-	-	-	-	-	577,500	(457,281)	-	332,500	(290,997)	161,722
2034	-	-	-	-	-	577,500	(457,281)	-	332,500	(290,997)	161,722
2035	-	-	-	-	-	577,500	(457,281)	-	332,500	(290,997)	161,722
2036	-	-	-	-	-	577,500	(457,281)	-	332,500	(290,997)	161,722
2037	-	-	-	-	-	577,500	(457,281)	7,000,000	166,250	(145,498)	7,140,971
2038	-	-	-	-	-	577,500	(457,281)	-	-	-	120,219
2039	-	-	-	-	-	577,500	(457,281)	-	-	-	120,219
2040	-	-	-	-	-	577,500	(457,281)	-	-	-	120,219
2041	-	-	-	-	-	577,500	(457,281)	-	-	-	120,219
2042	-	-	-	-	11,000,000	288,750	(228,640)	-	-	-	11,060,110
	<u>\$ 7,785,000</u>	<u>\$ 2,404,500</u>	<u>\$ 2,870,000</u>	<u>\$ 178,950</u>	<u>\$ 11,000,000</u>	<u>\$ 13,571,250</u>	<u>\$ (10,746,103)</u>	<u>\$ 7,000,000</u>	<u>\$ 6,151,250</u>	<u>\$ (5,383,444)</u>	<u>\$ 34,831,403</u>

(1) The District will set aside deposits beginning December 1, 2017 into a Sinking Fund Account to pay the 2017A and December 1, 2018 to pay the 2017B Bonds at maturity. The sinking fund schedule can be found in the bond official statement.
(2) Reflects maximum federal QSCB (Qualified School Construction Bond) PSFY and 7% sequestration reduction.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
DEBT SERVICE SCHEDULE BY LEVY YEAR
JUNE 30, 2018

Due Date	G.O Limited Tax Bonds		Bonds (QSCB)		Total	Levy Year
	08/20/2013	05/01/2014	Interest net of subsidy			
			(1)	Sinking Fund (2)		
6/1/18	\$ 155,700	\$ 43,050	\$ 60,109	\$ -	\$ 258,859	2017
12/1/18	155,700	693,050	60,110	20,000	928,860	
	<u>311,400</u>	<u>736,100</u>	<u>120,219</u>	<u>20,000</u>	<u>1,187,719</u>	
6/1/19	155,700	33,300	60,109	-	249,109	2018
12/1/19	155,700	728,300	60,110	-	944,110	
	<u>311,400</u>	<u>761,600</u>	<u>120,219</u>	<u>-</u>	<u>1,193,219</u>	
6/1/20	155,700	22,875	60,109	-	238,684	2019
12/1/20	155,700	762,875	60,110	-	978,685	
	<u>311,400</u>	<u>785,750</u>	<u>120,219</u>	<u>-</u>	<u>1,217,369</u>	
6/1/21	155,700	11,775	60,109	-	227,584	2020
12/1/21	155,700	796,775	60,110	-	1,012,585	
	<u>311,400</u>	<u>808,550</u>	<u>120,219</u>	<u>-</u>	<u>1,240,169</u>	
6/1/22	155,700	-	60,109	-	215,809	2021
12/1/22	1,075,700	-	60,110	-	1,135,810	
	<u>1,231,400</u>	<u>-</u>	<u>120,219</u>	<u>-</u>	<u>1,351,619</u>	
6/1/23	137,300	-	60,109	-	197,409	2022
12/1/23	1,117,300	-	60,110	-	1,177,410	
	<u>1,254,600</u>	<u>-</u>	<u>120,219</u>	<u>-</u>	<u>1,374,819</u>	
6/1/24	117,700	-	60,109	-	177,809	2023
12/1/24	1,167,700	-	60,110	-	1,227,810	
	<u>1,285,400</u>	<u>-</u>	<u>120,219</u>	<u>-</u>	<u>1,405,619</u>	
6/1/25	96,700	-	60,109	-	156,809	2024
12/1/25	1,216,700	-	60,110	-	1,276,810	
	<u>1,313,400</u>	<u>-</u>	<u>120,219</u>	<u>-</u>	<u>1,433,619</u>	
6/1/26	74,300	-	60,109	-	134,409	2025
12/1/26	1,264,300	-	60,110	-	1,324,410	
	<u>1,338,600</u>	<u>-</u>	<u>120,219</u>	<u>-</u>	<u>1,458,819</u>	
6/1/27	50,500	-	60,109	-	110,609	2026
12/1/27	1,320,500	-	60,110	-	1,380,610	
	<u>1,371,000</u>	<u>-</u>	<u>120,219</u>	<u>-</u>	<u>1,491,219</u>	
6/1/28	25,100	-	60,109	-	85,209	2027
12/1/28	1,280,100	-	60,110	-	1,340,210	
	<u>1,305,200</u>	<u>-</u>	<u>120,219</u>	<u>-</u>	<u>1,425,419</u>	
6/1/29	-	-	60,109	-	60,109	2028
12/1/29	-	-	60,110	760,000	820,110	
	<u>-</u>	<u>-</u>	<u>120,219</u>	<u>760,000</u>	<u>880,219</u>	
6/1/30	-	-	60,109	-	60,109	2029
12/1/30	-	-	60,110	760,000	820,110	
	<u>-</u>	<u>-</u>	<u>120,219</u>	<u>760,000</u>	<u>880,219</u>	
6/1/31	-	-	60,109	-	60,109	2030
12/1/31	-	-	60,110	760,000	820,110	
	<u>-</u>	<u>-</u>	<u>120,219</u>	<u>760,000</u>	<u>880,219</u>	

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
DEBT SERVICE SCHEDULE BY LEVY YEAR (CONTINUED)
 JUNE 30, 2018

Due Date	G.O Limited Tax Bonds 08/20/2013	G.O Limited Tax Bonds 05/01/2014	Bonds (QSCB)		Total	Levy Year
			Interest net of subsidy			
			(1)	Sinking Fund (2)		
			01/31/2017			
6/1/32	\$ -	\$ -	\$ 60,109	\$ -	\$ 60,109	
12/1/32	-	-	60,110	760,000	820,110	2031
	-	-	120,219	760,000	880,219	
6/1/33	-	-	60,109	-	60,109	
12/1/33	-	-	60,110	760,000	820,110	2032
	-	-	120,219	760,000	880,219	
6/1/34	-	-	60,109	-	60,109	
12/1/34	-	-	60,110	760,000	820,110	2033
	-	-	120,219	760,000	880,219	
6/1/35	-	-	60,109	-	60,109	
12/1/35	-	-	60,110	760,000	820,110	2034
	-	-	120,219	760,000	880,219	
6/1/36	-	-	60,109	-	60,109	
12/1/36	-	-	60,110	760,000	820,110	2035
	-	-	120,219	760,000	880,219	
6/1/37	-	-	60,109	-	60,109	
12/1/37	-	-	60,110	760,000	820,110	2036
	-	-	120,219	760,000	880,219	
6/1/38	-	-	60,109	-	60,109	
12/1/38	-	-	60,110	760,000	820,110	2037
	-	-	120,219	760,000	880,219	
6/1/39	-	-	60,109	-	60,109	
12/1/39	-	-	60,110	760,000	820,110	2038
	-	-	120,219	760,000	880,219	
6/1/40	-	-	60,109	-	60,109	
12/1/40	-	-	60,110	760,000	820,110	2039
	-	-	120,219	760,000	880,219	
6/1/41	-	-	60,109	-	60,109	
12/1/41	-	-	60,110	1,820,000 (3)	1,880,110	2040
	-	-	120,219	1,820,000	1,940,219	
TOTAL	\$ 10,345,200	\$ 3,092,000	\$ 2,885,256	\$ 10,960,000	\$ 27,282,456	

(1) - Assumes a 7.00% ongoing payment reduction from the United States Treasury due to federal sequestration.

(2) - Reflects the projected deposits to the 2017A Sinking Fund Account.

(3) - A lesser amount may be paid into the 2017A Sinking Fund Account in this year depending on the interest earnings then existing in the Sinking Fund Account.

LANSING ELEMENTARY SCHOOL DISTRICT NO. 158
SCHEDULE OF LEGAL DEBT MARGIN
JUNE 30, 2018

Equalized assessed valuation	\$	294,963,952
Limiting rate		<u>6.9%</u>
General obligation debt limit		20,352,513
Total Debt		28,655,000
Less: 2017B Taxable General Obligation School Bonds		<u>(7,000,000) *</u>
Outstanding debt		21,655,000
Remaining debt margin	\$	<u><u>(1,302,487) **</u></u>

*The Taxable General Obligation School Bonds (Alternate Revenue Source), Series 2017B, is an alternate revenue bond, which, under the Local Government Debt Reform Act of the State of Illinois, does not constitute an indebtedness of the District within the meaning of any constitutional or statutory limitation, unless the taxes pledged to pay such Bonds have been extended pursuant to the general obligation, full faith and credit promise supporting the Bonds.

**The 2017A Bond was a Funding Bond issued for the purpose of paying and canceling outstanding and unpaid claims against the District which consisted of principal and interest on the 2016A Bonds. Pursuant to Section 19-8 of the School Code, Funding Bonds such as the 2017A Bond may be issued in an amount, including existing indebtedness, in excess of any statutory debt limitation.