# Comprehensive Annual Financial Report <br> of <br> Community High School District 99 

Downers Grove, Illinois

For the Fiscal Year Ended June 30, 2017

Official Issuing Report<br>Mark E. Staehlin, District Controller<br>Department Issuing Report

Business Office

## Community High School District 99

COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2017

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Administrative Service Center • 6301 Springside Avenue • Downers Grove, IL 60516-2488 • 630-795-7100 • Fax 630-795-7199 • www.csd99.org

December 14, 2017

President and Members of the Board of Education and Members of the Community
Community High School District 99
Downers Grove, Illinois

The Comprehensive Annual Financial Report of Community High School District 99, Downers Grove, Illinois, as of and for the year ended June 30, 2017, is submitted herewith. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data as presented is: (1) accurate in all material aspects; (2) presented in a manner designed to fairly set forth the financial position and results of operations of the District, as shown by the disclosure of all financial activity of its various funds; and (3) that all disclosures necessary for maximum public understanding of the District's financial status have been incorporated in the report.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The Introductory Section includes this transmittal letter, the District's organizational chart, a list of principal officials, and the Certificate of Excellence in Financial Reporting from the Association of School Business Officials International. The Financial Section includes Management's Discussion and Analysis, the basic financial statements, notes to the financial statements, and the auditors' report on these items, as well as Required Supplementary Information (RSI) and Other Supplementary Financial Information (OSFI). RSI, which is unaudited, includes supplementary information relating to pension and other postemployment benefits, budgetary schedules, and notes to the RSI. OSFI includes combining and individual fund schedules. The Statistical Section (unaudited) includes selected financial and demographic information, generally presented on a multiyear basis.

## GAAP/MD\&A

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD\&A). This letter of transmittal is designed to complement the MD\&A and should be read in conjunction with it. Community High School District 99's MD\&A can be found immediately following the report of the independent auditors.

## District Profile

Community High School District 99 was formed in 1923. The District is a suburban school district located in south central DuPage County, which covers 31 square miles comprised of the Villages of Downers Grove and Woodridge and portions of the communities of Oak Brook, Lombard, Darien, Lisle, Westmont, and Bolingbrook. The District maintains two high schools (grades 9-12) in addition to a small transitional life skill facility and currently serves 4,908 students. The District is primarily residential with substantial commercial areas as well. Several industrial parks are located in the District, with the major industries employing more than 15,000 people. Numerous retail areas provide for the shopping needs of District residents. Housing includes many older, well-kept frame buildings, new subdivisions with some upper income homes, and many apartments and condominiums.

The District offers a comprehensive high school curriculum including a full range of vocational and technical courses, special education programs, a gifted education program and twenty-seven advanced placement course offerings. Both of the District's high schools sponsor a variety of athletic teams and cocurricular activities. The District also offers an extensive professional development program to staff, including a comprehensive induction program, mentoring program, professional appraisal system, and numerous professional workshops.

## Reporting Entity

Generally accepted accounting principles require that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Community High School District 99 is a municipal corporation governed by a Board of Education, which is elected by the public and has the exclusive responsibility and accountability for the decisions it makes. The District has the statutory authority to adopt its own budget, to levy taxes, and to issue debt without the approval of another government. It has the right to sue and be sued, and has the right to buy, sell, lease, or mortgage property in its own name. Based on these criteria, the District is considered a primary government and there are no other organizations or agencies whose financial statements should be combined and presented with these general purpose financial statements.

## Accounting Systems and Budgetary Control

The District's funds report on the modified accrual basis of accounting, which is applied to the District's accounting records. The notes to the financial statements expand upon the modified accrual basis and upon all District accounting policies and procedures. All District funds are included in this report.

This presentation allows the reader to obtain an overview of the District's financial operations by viewing the basic financial statements, in the front section of the report. Detailed presentations of the basic financial statements are available throughout the remainder of the report. All of the figures used in the following discussion were obtained or derived from the financial statements attached herewith.

The District's management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary control is maintained at the department level within each building by the encumbrance of estimated purchase amounts prior to release of purchase orders. Purchase orders, which exceed the available account balances, are not approved until the responsible administrator reapportions his budget. All outstanding encumbrances lapse at year-end.

Administrators have real-time access to their transaction activity and budgetary status. Monthly expenditure and revenue reports are reviewed by the business office and provided to the Board of Education. On a quarterly basis, detailed public presentations are also made to the Board, at its regular business meeting, comparing year-to-date actual account balance activity with the budgeted amounts.

The Illinois Department of Revenue attempts to equalize the assessment practices of the 102 county assessors, by annually setting a property tax multiplier. This multiplier is applied to the base assessment of real property to achieve the equalized assessed valuation (EAV) used for taxation.

Real estate tax bills in DuPage County, Illinois, are due in two equal installments. Generally, first installment collections are remitted to the District in June of each year. Second installments are generally remitted in September of each year. Each calendar year based levy is intended to be used in the next immediate fiscal year that begins on July 1. Accordingly, the 2016 levy is intended for the fiscal year beginning July 1, 2017.

First installment tax collections of the 2016 tax levy were $\$ 42.4$ million, representing $51.3 \%$ of the total levy, and were deferred to the 2017-18 fiscal year. This compares to the prior year's first installment collection of $\$ 40.9$ million which was $50.2 \%$ of the total 2015 tax levy.

## Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the District operates.

The State of Illinois uses a multi-tiered allocation system to determine the amount of General State Aid to be allocated to specific public school districts. The relative real estate property wealth per pupil is the major factor in determining the allocation tier applied to each district.

Districts with the lowest average local taxable property wealth per pupil received up to $\$ 5,330$ per Average Daily Attendance (ADA) pupil in the 2016-17 fiscal year. Districts with the highest wealth per ADA pupil received a "Flat Grant" allocation amount of \$218 per pupil in the 2016-17 fiscal year.

Community High School District 99 has a relatively high level of local real estate property wealth per pupil but does not meet the level that would cause the District to be in the Flat Grant tier. The District is part of the "Alternate Method" group, and based on the formula set for that tier, received about $\$ 362$ per ADA pupil in the 2016-17 fiscal year. Consequently, the District relies heavily upon its local property tax base to support its operations.

Property tax extension limits (tax caps) have been in place in DuPage County since 1991. Tax caps limit the growth of the District's annual extension of taxes on existing property to the prior year's (not seasonally adjusted) Consumer Price Index for Urban areas (CPI-U), or 5\%, whichever is lower. The CPI-U has ranged between $0.7 \%$ and $2.1 \%$ over the last five years. Annual CPI-U increases for the last decade have averaged about $1.8 \%$.

The State of Illinois is experiencing its worst financial crisis in several decades. School funding has remained a high priority, but even so, the State does not have sufficient cash on hand to honor normal bill payment schedules. At the end of the fiscal year about $\$ 1.9$ million in funding was due and receivable from the State. This amount is $\$ 0.7$ million higher than last year.

## The Local Economy and Long-Term Financial Planning

The total increase in local property taxes that will be available for the District's operations is a combination of (1) the tax cap limit amount and (2) taxes on new construction values added to the tax rolls each year. Changes in the District's assessed values attributable to new construction have been increasing slightly over the last five years, from $0.3 \%$ to $0.7 \%$. The District anticipates new construction to average about $0.7 \%$, or better, over the next five years.

The calendar years 2015 and 2016 CPI-U increase factors were $0.7 \%$ and $2.1 \%$ respectively. These factors will be used to limit the 2016 and 2017 calendar year levies and, in turn, impact property tax increases for the 2017-18 and 2018-19 fiscal years, respectively. The District is using financial forecast estimates of $1.8 \%$ for the increase in the CPI-U index for the 2017 through 2019 calendar years thereby affecting respective forecasted revenues for fiscal years 2018-19 through 2020-21.

The combined tax cap and new construction increase amount is expected to be about $1.4 \%$ in fiscal year $2016-17$ and $2.8 \%$ in fiscal year 2016-17. Following that, the annual increase is expected to be about $2.5 \%$. The local economies of those communities served by the District are expected to remain relatively strong and generally grow at a rate slightly in excess of the average national cost of living.

The financial condition of the State of Illinois raises concerns over the ability of the State to maintain support levels of General State Aid and mandated categorical funding. General State Aid is discretionary and supports a large number of educational programs while mandated categorical funding is limited to more specific areas such as special education and transportation services. To address this concern and as a precaution, the District is assuming overall State support will be reduced by $\$ 2.0$ million, or about $40 \%$, over the next several fiscal years to alleviate the financial problems incurred by the State. The State can do this by either reducing funding or by shifting responsibility for costs over to individual districts. In preparation for this event, the District reduced expenditures and raised some local revenues, such as registration fees, to create a $\$ 2.0$ million buffer in the operating budget to prepare for a possible reduction in State funding. Each year the State delays in reducing support, the District intends to use the surplus to either increase reserves, pay down long term debt or address larger capital projects in order to strengthen the overall stability of the District.

Expenditure changes for the next several years are expected to be closely aligned with changes in the District's revenue level. This is due to the fact that increases in all major employment and purchased service contracts are tied to the same inflation factor (CPI-U) which limits the largest component of our revenue stream. Student enrollment levels are expected to remain relatively stable over the next several years which should also help the District control expenditures.

Ongoing building infrastructure and site needs and/or desired improvements are addressed through longterm planning documents referred to as the Master Facility Plan (MFP) and the Master Site Plan (MSP). Our main North Campus building was originally built in 1928 with larger additions made in the 1930's and in 1956. Our South Campus building was built in 1964 with a large addition made in 1970. Pool structures were added to each campus in 1975. In 2000, the District completed a $\$ 60$ million renovation and expansion of both campuses addressing all building capacity and infrastructure issues at that time. More recently, the MFP process helped us identify and complete an upgrade of the boilers, domestic water lines and all original HVAC systems at the South Campus. The MSP was used in 2012 and 2013 to coordinate expansion of the North Campus site and to improve safety and utilization aspects for the areas around each campus. In 2014, a new 10,000 square foot facility was completed designed specifically to serve our Transitional Life Skills students. Funding for all critical capital maintenance projects has been identified through the use of planning tools and is not expected to have any negative impact on the District's regular annual financial operations in the foreseeable future.

The District has a long-term financial forecast reflecting positive operations for at least the next five-years. Further, the District expects to be able to maintain a stable level of fund balances into the future by continuing a careful scrutiny and development of the annual budget. Approvals of new initiatives and curriculum enhancements will only occur when adequate funding has been identified that will support any proposed new program or service level.

## Major Initiatives

The District has operated under a philosophy of keeping expenditure growth in line with revenue growth and has done so over for more than twenty years. Reductions of fund balances have occurred during this period, but only for planned non-recurring expenditures such as special capital project initiatives. In order to keep operating expenditure growth in check, District 99 was among the first Illinois schools to directly link increases in all major employee compensation contracts to changes in the Consumer Price Index for all Urban Consumers (CPI-U). Increases in larger purchased service contracts, such as those for cafeteria operations management and student transportation services are also tied to the CPI-U factor. This management practice has allowed the District to maintain a more stable educational program for its students and community.

In addition, other expenditure control adjustments were made so that certain relatively small capital improvements could be funded from operations without the need to ask our taxpayers for an increase. The renovation of 14 science labs and a fine arts lab, a major HVAC/boiler replacement project and major site safety projects have all occurred in the last seven years. In the 2012-13 fiscal year, an expansion of our North Campus site was completed. In 2013-14, our Transition Program students were provided with a new state-of-the-art facility. In 2015-16, the District rolled out a 1:1 Chromebook learning device program for all students also without raising property taxes. In total, these projects represent $\$ 38.0$ million worth of improvements, funded with revenue sources other than those which would have increased the burden on our local taxpayers.

In 2014, the District began to study whether there were any potential facility changes or improvements that might enhance the learning environment, increase safety and address accessibility concerns at each campus. In 2016-17 this multi-year process resulted in identifying several potential major structural improvements that could be made at each campus. If all improvements were approved, the total construction costs are estimated to be $\$ 136.6$ million. The magnitude of these potential changes make it most likely that it would require a public referendum authorizing the issuance of general obligation bonds to fund these changes. The District is currently reviewing these potential changes with all stakeholders within the district to see if there is any interest, by community members, in our moving forward with any, or all, of the improvements.

## Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit of the financial statements of all funds of the District. The audit is performed by independent certified public accountants, selected by the District's Board of Education. The independent auditors' report has been included in the financial section of this report.

## Award and Acknowledgements

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report, for the fiscal year ended June 30, 2016. This was the eighteenth consecutive year that the District has received this prestigious award. In order to be awarded this Certificate, the District published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

The Certificate is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the program requirements and we are submitting it to ASBO to determine its eligibility for a fiscal year 2017 Certificate.

We have prepared this Comprehensive Annual Financial Report to provide a more meaningful financial presentation to our Board of Education, local citizens, and interested outside investors. The preparation of this report would not have been possible without the dedicated services of the entire staff of the Business Office. We would like to express our appreciation to all members of the office who assisted and contributed to the preparation of this report. We also extend our appreciation to Superintendent, Dr. Hank Thiele, and the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.


Dr. Hank Thiele Superintendent


Mr. Mark Staehlin
District Controller

## INTRODUCTORY SECTION

COMMUNITY HIGH SCHOOL DISTRICT 99
ORGANIZATIONAL CHART


June 30, 2017

# Community High School District 99 

6301 Springside Avenue
Downers Grove, Illinois 60516
Comprehensive Annual Financial Report
Officers and Officials
For the Fiscal Year Ended June 30, 2017

## Board of Education

Nancy J. Kupka<br>Teresa K. Pavesich<br>Sherell Fuller<br>Michael J. Davenport<br>Daniel Nicholas<br>Rick A. Pavinato<br>Donald E. Renner III

|  | Term Expires |
| :--- | :---: |
| President | 2019 |
| Vice President | 2021 |
| Member | 2021 |
| Member | 2019 |
| Member | 2021 |
| Member | 2021 |
| Member | 2019 |

## Appointed Officials

Juli A. Gniadek
Eric C. Wagner

Secretary<br>District Treasurer

## District Administration

Henry C. Thiele
Gina R. Ziccardi
Mark E. Staehlin
Peter L. Theis
Scott D. Wuggazer
Rodney D. Russeau
James J. Kolodziej
Jeree L. Ethridge
Jill S. Browning
Janice Schwarze
Edward H. Schwartz

Superintendent
Assistant Superintendent for Student Learning
District Controller
Assistant Superintendent for Human Resources
Assistant Superintendent for Special Services
Director of Technology \& Information Services
Director of Physical Plant \& Operations
Business Manager
Director of Communications
Principal - North High School
Principal - South High School
Official Issuing Report
Mark E. Staehlin District Controller

## Department Issuing Report

Business Office


## ASSOCIATION OF SCHOOL BUSINESS OFFICIALS

 INTERNATIONALThe Certificate of Excellence in Financial Reporting is presented to

## Community High School District 99

## for its Comprehensive Annual Financial Report (CAFR)

 for the Fiscal Year Ended June 30, 2016.The CAFR has been reviewed and met or exceeded ASBO International's Certificate of Excellence standards.



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


John D. Musso, CAE, RSBA
Executive Director

FINANCIAL SECTION

# MILLER COPPER \& Co,, Ltd 

Accountants and Consultants

## INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education<br>Community High School District 99<br>Downers Grove, Illinois

## Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Community High School District 99 (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

## Management's Responsibility for the Financial Statements

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

## Auditors' Responsibility

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

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

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

## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2017, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

## Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 18, the Illinois Municipal Retirement Fund and Teachers' Retirement System of the State of Illinois Pension data on pages 73 through 74, the other postemployment benefits data on page 75, and the budgetary comparison schedules and notes to the required supplementary information on pages 96 through 98 , be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## Other Information

Our audit for the year ended June 30, 2017 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other schedules listed in the table of contents in the introductory section, the statistical section, and the other supplementary financial information, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

## Other Information (Continued)

The other supplementary financial information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information for the year ended June 30, 2017 has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2017 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary financial information for the year ended June 30, 2017 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2017.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District, as of and for the year ended June 30, 2016 (not presented herein), and have issued our report thereon dated December 9, 2016, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for the Capital Projects Fund and the Debt Service Fund with comparative actual amounts for the year ended June 30, 2016 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2016 basic financial statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for the Capital Projects Fund and the Debt Service Fund have been subjected to the auditing procedures applied in the audit of the 2016 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for the Capital Projects Fund and the Debt Service Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2016.

The introductory and statistical sections, as 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 December 14, 2017, on our consideration of the District'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.

MILLER, COOPER \& CO., LTD.


Certified Public Accountants

Deerfield, Illinois
December 14, 2017

# COMMUNITY HIGH SCHOOL DISTRICT 99 

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)<br>FOR THE YEAR ENDED JUNE 30, 2017

This section of the Community High School District 99 Comprehensive Annual Financial Report presents management's discussion and analysis of the District's financial performance during the fiscal year ended June 30, 2017. Please read it in conjunction with the Transmittal Letter found in the Introductory Section, and the District's financial statements.

The Management's Discussion and Analysis (MD\&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB).

## Financial Overview

- The District's total assets were $\$ 186.3$ million.
- Total capital assets, net of accumulated depreciation, were $\$ 88.9$ million at year end reflecting a net increase of $\$ 0.5$ million.
- Depreciation expense was \$4,254,409 in FY 2017 and \$3,414,271 in FY 2016.
- Accumulated depreciation was $\$ 45.5$ million and $\$ 44.2$ million at June 30, 2017 and 2016, respectively.
- The District's deferred outflows consisted of $\$ 5.9$ million in deferred pension contributions and other items as detailed in Note J.
- The District's total liabilities at year end, on a government-wide basis, were $\$ 62.8$ million.
- Long-term liabilities decreased by $\$ 5.4$ million and other liabilities increased by $\$ 0.5$ million in FY 2017.
- The Districts deferred inflows consisted of $\$ 81.8$ million in property taxes levied for a future period and $\$ 1.0$ million related to pensions.
- The total net position increased by $\$ 6.5$ million to $\$ 46.5$ million during the year.
- General revenues were $\$ 86.1$ million and total expenses, net of program revenues, were $\$ 79.6$ million.
- Expenses for total governmental activities, net of program revenues, increased by $\$ 1.0$ million, or by about $1.3 \%$, compared to FY 2016.
- Investment earnings from governmental activities were approximately \$179,000 for FY 2017 and \$157,000 for FY 2016.
- Program revenues increased by approximately \$10.8 million, or $32.9 \%$, compared to FY 2016.
- State "On Behalf" retirement payments increased from $\$ 22.4$ million to $\$ 33.7$ million, or by $50.1 \%$


## Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are government-wide financial statements that provide a long-term view of the District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District's operations in more detail than the government-wide statements, with a shortterm view.


## COMMUNITY HIGH SCHOOL DISTRICT 99

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) <br> FOR THE YEAR ENDED JUNE 30, 2017

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The notes are followed by sections of required supplementary information and supplementary financial information that further explain and support the basic financial statements.

Figure A-1 shows how the various parts of this Comprehensive Annual Financial Report are arranged and related to one another.

## Figure A-1

Organization of Community High School District No. 99 Comprehensive Annual Financial Report


## COMMUNITY HIGH SCHOOL DISTRICT 99

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) <br> FOR THE YEAR ENDED JUNE 30, 2017

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

| Figure A-2 |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Government-wide Statements | Fund Financial Statements |  |
|  |  | Governmental Funds | Fiduciary Funds |
| Scope | Entire District (except fiduciary funds) | The activities of the District, such as General and Operations and Maintenance, that are not proprietary or fiduciary. | Instances in which the District administers resources on behalf of someone else, such as student activities monies. |
| Basic financial statements | - Statement of net position <br> - Statement of activities | - Balance sheet <br> - Statement of revenues, expenditures, and changes in fund balances (deficits). | - Statement of fiduciary net position <br> - Statement of changes in fiduciary net position |
| Accounting Basis and measurement focus. | Accrual accounting and economic resources focus. | Modified accrual accounting and current financial focus. | Accrual accounting and economic resources focus. |
| Type of financial information | All assets, deferred outflows, liabilities, and deferred inflows, both financial and capital, short-term and long-term. | Generally assets/deferred outflows expected to be used up and liabilities/deferred inflows that come due during the year or soon thereafter; no capital assets or long-term liabilities included. | All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can. |
| Type of inflow/outflow information | All revenues and expenses during year, regardless of when cash is received or paid. | Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable. | All additions and deductions during the year, regardless of when cash is received or paid. |

# COMMUNITY HIGH SCHOOL DISTRICT 99 

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)<br>FOR THE YEAR ENDED JUNE 30, 2017

## Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets/deferred outflows and liabilities/deferred inflows, except for the fiduciary funds. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how it has changed. Net position - the difference between the District's assets/deferred outflows and liabilities/deferred inflows - is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, one needs to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements, the District's activities are all categorized as governmental activities. All of the District's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and State formula aid finance most of these activities.

## Fund Financial Statements

The District's fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds - not the District as a whole. The District considers all of its governmental funds to be major funds. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law or by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues.

The District has two categories of funds:

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


## COMMUNITY HIGH SCHOOL DISTRICT 99

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) <br> FOR THE YEAR ENDED JUNE 30, 2017

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


## Financial Analysis of the District as a Whole

Net position: The District's total net position was $\$ 46.5$ million on June 30, 2017, an increase of $\$ 6.5$ million compared to $\$ 39.9$ million as of June 30, 2016. (See Figure A-3).

Figure A-3 Condensed Statement of Net Position

|  | Governmental Activities |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | 2017 |  | 2016 |  |
| Current and other assets | \$ | 97,350,267 | \$ | 94,688,673 |
| Capital Assets, net of depreciation |  | 88,900,311 |  | 88,443,169 |
| Total Assets |  | 186,250,578 |  | 183,131,842 |
| Deferred outflows related to pensions |  | 5,856,934 |  | 6,422,391 |
| Total deferred outflow of resources |  | 5,856,934 |  | 6,422,391 |
| Long-term liabilities |  | 55,706,987 |  | 61,077,992 |
| Other liabilities |  | 7,138,340 |  | 6,603,865 |
| Total liabilities |  | 62,845,327 |  | 67,681,857 |
| Deferred inflows related to pensions |  | 1,012,462 |  | 1,289,909 |
| Property taxes levied for a future period |  | 81,777,885 |  | 80,655,916 |
| Total deferred inflow of resources |  | 82,790,347 |  | 81,945,825 |
| Net Position: |  |  |  |  |
| Net investment in capital assets |  | 59,654,622 |  | 55,484,485 |
| Restricted |  | 5,162,406 |  | 4,913,672 |
| Unrestricted |  | $(18,345,190)$ |  | $(20,471,606)$ |
| Total net position | \$ | 46,471,838 | \$ | 39,926,551 |

## COMMUNITY HIGH SCHOOL DISTRICT 99

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) <br> FOR THE YEAR ENDED JUNE 30, 2017

The District's financial position is the product of many factors. Our largest revenue source is taxes on assessed property within our boundaries. Property tax caps, which limit increases to the lesser of 5\% or the annual increase in the rate of the CPI-U, is the most significant factor limiting revenue growth.

Another factor is the relatively low level of aid and grant support from state and federal sources. Grant and aid funding from those two sources combined was about $32.5 \%$ of the District's total revenue for the last fiscal year. However, the support level drops to $6.5 \%$ when $\$ 33.7$ million of State "On Behalf" pension payments made directly to the Teacher's Retirement System (TRS) are excluded.

Finally, investment earnings have also been suppressed over the last nine years, reflecting a level of only about $\$ 179,000$ in fiscal year 2016-17. Prior to this stretch, investment revenue had been as high as $\$ 2.3$ million per year.

These three major revenue factors, along with several others, have caused the District to make periodic reductions in expenses and service levels in order to maintain a stable overall financial position.

Changes in net position: The District's total revenues were $\$ 129.9$ million (See Figure A-4), representing a $\$ 13.3$ million, or $11.4 \%$, increase from last year.

The largest increased item, for both the revenue and expense sections, is the State retirement "on behalf" contributions made directly to the Teachers' Retirement System of the State of Illinois.

Real estate and personal property replacement taxes accounted for most of the District's revenue, equating to approximately 64 cents of every dollar raised. (See Figure A-5.)

State aid - formula grants increased by $5.9 \%$ while Grants decreased by $\$ 462,891$, or $-7.0 \%$. Charges for services raised by $1.2 \%$ of the total revenues and the remainder came from investment earnings and other sources.

The total costs of all programs and services were $\$ 123.3$ million, representing an $\$ 11.8$ million increase compared to the previous year.

The District's expenses were predominantly related to instructing, transporting and providing supporting instructional services to our students (55.4\%). (See Figure A-6.)

State retirement contributions, made by the State of Illinois on behalf of the District, were $\$ 33,658,146$, or $27.3 \%$ of total costs, for the year.

The District's administrative and business activities accounted for $4.7 \%$ of total costs. Operations and maintenance expenses were $8.1 \%$ of the costs for the year. Other costs, including interest on long-term debt, were $4.5 \%$.

Total revenues exceeded total expenses by $\$ 6.5$ million, and resulted in a net position of $\$ 46.5$ million at the end of the year.

## COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
FOR THE YEAR ENDED JUNE 30, 2017

| Figure A-4 Changes in Net Position from Operating Results |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\underline{2017}$ | Governm \% of Total | ivities <br> $\underline{2016}$ | $\begin{gathered} \% \text { of } \\ \text { Total } \\ \hline \end{gathered}$ |
| Revenues |  |  |  |  |
| Program revenues |  |  |  |  |
| Charges for services | \$ 3,912,126 | 3.0\% | \$ 3,866,272 | 3.3\% |
| Grants | 6,172,901 | 4.8\% | 6,635,792 | 5.7\% |
| State retirement contributions | 33,658,146 | 25.9\% | 22,420,118 | 19.2\% |
| General revenues |  |  |  |  |
| Taxes | 82,568,090 | 63.6\% | 80,630,454 | 69.2\% |
| State aid - formula grants | 2,321,318 | 1.8\% | 2,192,197 | 1.9\% |
| Investment earnings | 178,620 | 0.1\% | 157,004 | 0.1\% |
| Miscellaneous | 1,060,163 | 0.8\% | 679,981 | 0.6\% |
| Total revenues | 129,871,364 | 100.0\% | 116,581,818 | 100.0\% |
| Expenses |  |  |  |  |
| Instructional programs | 55,766,632 | 45.2\% | 54,264,245 | 48.7\% |
| State retirement contributions | 33,658,146 | 27.3\% | 22,420,118 | 20.1\% |
| Pupil and instructional support services | 8,730,232 | 7.1\% | 8,471,602 | 7.6\% |
| Administration and business | 5,746,173 | 4.7\% | 6,117,735 | 5.5\% |
| Transportation | 3,874,563 | 3.1\% | 3,785,033 | 3.4\% |
| Operations and maintenance | 10,054,371 | 8.1\% | 10,062,314 | 9.0\% |
| Central and other supporting services | 3,657,967 | 3.0\% | 3,440,595 | 3.1\% |
| Community services | 35,866 | 0.0\% | 33,861 | 0.0\% |
| Non-programmed charges excluding special education | 603,215 | 0.5\% | 673,799 | 0.6\% |
| Interest on long term liabilities | 1,198,912 | 1.0\% | 2,210,521 | 2.0\% |
| Total expenses | 123,326,077 | 100.0\% | 111,479,823 | 100.0\% |
| Change in net position | 6,545,287 |  | 5,101,995 |  |
| Net position: |  |  |  |  |
| July 1 - beginning of year | 39,926,551 |  | 34,824,556 |  |
| June 30 - end of year | \$ 46,471,838 |  | \$ 39,926,551 |  |

## COMMUNITY HIGH SCHOOL DISTRICT 99

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) <br> FOR THE YEAR ENDED JUNE 30, 2017

Figure A-5 Governmental Activities - Sources of Revenue Comparison


Figure A-6 Expenses of Governmental Activities Comparison


# COMMUNITY HIGH SCHOOL DISTRICT 99 

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) FOR THE YEAR ENDED JUNE 30, 2017

## Governmental Activities

The District's real estate tax base remains very strong when compared to many other regions of the State and country. The imposition of property tax extension controls, however, has constrained the District's ability to fully access that resource. Increases in the District's tax extension, on existing taxable properties, have been limited to annual increases in the CPI-U (Consumer Price Index for All Urban Users - not seasonally adjusted) and have lagged behind the rates of increases in certain expenses incurred by the District. New property, which is added to the tax rolls due to new construction or property improvements occurring within the District's boundaries, has helped the District cope with this financial constraint. Also, annual levies for debt service purposes, which were approved prior to the imposition of the tax extension controls, or later if approved by public referenda, are not subject to the annual limits.

During the fiscal year ended June 30, 2017, real estate tax revenues increased by $\$ 1.9$ million or $2.4 \%$. State retirement contributions increased by $\$ 11.2$ million or $50.1 \%$. Miscellaneous Revenues increased by $\$ 380,000$, or $55.9 \%$. State aid-formula grants increased by $5.9 \%$ and Grants decreased by $\$ 463,000$, or 7.0\%.

Figure A-7 presents the cost of major District activities: instruction, state retirement contributions, pupil and instructional support services, administration and business, transportation, operations and maintenance, central and other supporting services, community services, non-programmed charges, and interest and fees.

The cost of all governmental activities this year was $\$ 123.3$ million. About $3.0 \%$ of the cost was financed by the users of the District's programs ( $\$ 3.9$ million). The federal and State governments subsidized certain programs with grants and contributions totaling $\$ 39.8$ million - which includes $\$ 33.7$ million of On-Behalf payments to TRS from the State of Illinois. The District's net costs of $\$ 79.6$ million, or $64.5 \%$ of the total costs, were financed primarily by District taxpayers.

| Figure A-7 Total Cost of Governmental Activities |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | TOTAL COST OF SERVICES |  |  |  |
|  | $\underline{2017}$ | $\underline{2016}$ | \$ change | \% change |
| Instructional programs | \$55,766,632 | \$54,264,245 | \$1,502,387 | 2.8\% |
| State retirement contributions | 33,658,146 | 22,420,118 | 11,238,028 | 50.1\% |
| Pupil and instructional support services | 8,730,232 | 8,471,602 | 258,630 | 3.1\% |
| Administration and business | 5,746,173 | 6,117,735 | $(371,562)$ | -6.1\% |
| Transportation | 3,874,563 | 3,785,033 | 89,530 | 2.4\% |
| Operations and maintenance | 10,054,371 | 10,062,314 | $(7,943)$ | -0.1\% |
| Central and other supporting services | 3,657,967 | 3,440,595 | 217,372 | 6.3\% |
| Community services | 35,866 | 33,861 | 2,005 | 5.9\% |
| Non-programmed charges | 603,215 | 673,799 | $(70,584)$ | -10.5\% |
| Interest and fees | 1,198,912 | 2,210,521 | (1,011,609) | -45.8\% |
| Total | \$123,326,077 | \$111,479,823 | \$11,846,254 | $\underline{\underline{10.6 \%}}$ |

# COMMUNITY HIGH SCHOOL DISTRICT 99 

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) <br> FOR THE YEAR ENDED JUNE 30, 2017

Figure A-8 shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions.

| Figure A-8 Net Cost of Governmental Activities |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | NET COST OF SERVICES |  |  |  |
|  | $\underline{2017}$ | $\underline{2016}$ | \$ change | \% change |
| Instructional programs | \$48,563,144 | \$46,579,587 | \$1,983,557 | 4.3\% |
| Pupil and instructional support services | 8,443,403 | 8,389,145 | 54,258 | 0.6\% |
| Administration and business | 4,425,660 | 4,868,439 | $(442,779)$ | -9.1\% |
| Transportation | 2,832,273 | 2,593,399 | 238,874 | 9.2\% |
| Operations and maintenance | 9,822,464 | 9,768,295 | 54,169 | 0.6\% |
| Central and other supporting services | 3,657,967 | 3,440,595 | 217,372 | 6.3\% |
| Community services | 35,866 | 33,861 | 2,005 | 0.0\% |
| Non-programmed charges | 603,215 | 673,799 | $(70,584)$ | -10.5\% |
| Interest and fees | 1,198,912 | 2,210,521 | (1,011,609) | -45.8\% |
| Total | \$79,582,904 | \$78,557,641 | \$1,025,263 | 1.3\% |

## Financial Analysis of the District's Funds

The financial performance of the District as a whole can be better understood through a more detailed analysis of the governmental funds. As the District completed the year, its governmental funds reported an increase in fund balance of about $\$ 0.3$ million resulting in a combined fund balance of about $\$ 6.0$ million.

The fund balance of the General (Educational) Fund is approximately $\$ 1.5$ million, reflecting an increase of approximately $\$ 0.6$ million for the year ended June 30, 2017.

Total General Fund revenues increased by $\$ 13.9$ million, or $15.1 \%$, during the fiscal year. The net revenue change is primarily due to two major factors.

First, revenue from the 2015 educational levy increased by $\$ 13.4$ million. The 2014 levy, recognized as revenue in FY 2015-16, was purposefully constrained in order to allow levies in other Governmental Funds to be increased. Shifting levy requests between funds is common and is required so that the aggregate levy of all funds subject to the Property Tax Extension Limitation Act remain within the constraints of that law.

The second major factor was that On Behalf Payments to TRS from the State increased by $\$ 11.2$ million, representing a $50.1 \%$ increase in that source. Total State revenues, aside from the State retirement contribution, decreased by $3.6 \%$ when taken in the aggregate. Total federal revenues decreased by $7.1 \%$ for the year. Total General Fund revenues, exclusive of the general levy and On Behalf Payments to TRS from the State, increased by approximately $\$ 0.4$ million or $3.0 \%$, compared to last year.

# COMMUNITY HIGH SCHOOL DISTRICT 99 

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)<br>FOR THE YEAR ENDED JUNE 30, 2017

Total expenditures for the General Fund increased by approximately $\$ 0.9$ million or $1.0 \%$, for the 2016-17 fiscal year. On Behalf Payments to TRS from the State was the largest single variance reflected in the expenditures of this fund. Total General Fund expenditures, exclusive of On Behalf Payments to TRS from the State, reflect a decrease of $\$ 1.0$ million, or $-1.5 \%$, compared to last year. Other financing uses in the General Fund reflect $\$ 2.2$ million transferred to the Debt Service Fund for retiring debt incurred for capital projects and capital lease obligations.

The Operations and Maintenance Fund reflects a net positive change of $\$ 0.7$ million offsetting the prior year $\$ 0.1$ million deficit and resulting in a Fund Balance of about $\$ 0.6$ million at year end. This is the third year in a row that the net change in fund balance reflected an excess of revenues over expenses. The general levy in this fund was purposefully increased in the 2014-15 fiscal year to reduce the significant deficit that existed in this fund at the beginning of that year. The levy was reduced in the current year, by $\$ 0.8$ million, but was still sufficient to provide that total revenues would exceed total expenses for the year. Total revenues in the 2016-17 fiscal year decreased by $\$ 0.6$ million compared to the prior fiscal year. Property tax revenue was $\$ 8.7$ million for the year ended June 30, 2017, $\$ 0.8$ million lower than that of the previous fiscal year. An Illinois Department of Commerce and Economic Opportunity grant of about $\$ 0.2$ million was received related to our making energy efficient improvements in the District.

Expenditures in the Operations and Maintenance Fund decreased by $\$ 0.1$ million this year. This was in part due to planned reductions in purchased services and capital outlay projects for the year, but also because operating expenses were lower than projected for the year. The fund balance at year end is $\$ 0.6$ million. During the year, this fund transferred $\$ 0.4$ million to the Debt Service Fund to retire debt from prior year capital projects.

The Transportation Fund shows a $\$ 0.6$ million increase of the fund deficit. Revenues were $\$ 3.0$ million and expenditures were $\$ 3.6$ million. Transportation costs exceeded budget due to increased special education student needs. The fund deficit for the Transportation Fund is $\$ 0.8$ million at year end which is intended to be offset by future tax levies.

The fund balance of the Municipal Retirement/Social Security Fund increased by $\$ 0.7$ million during the year. The Social Security/Medicare Only levy was increased by $\$ 0.2$ million. The fund balance at year end is $\$ 1.2$ million.

The Debt Service Fund revenues of $\$ 8.2$ million and transfers in of $\$ 2.6$ million totaling $\$ 10.8$ million, exceeded expenditures of $\$ 10.7$ million for the year. Bond proceeds were $\$ 4.7$ million and $\$ 4.7$ million was transferred to refunded bond escrow during the year. The Debt Service Fund has a fund balance of $\$ 1.3$ million at year end.

The Capital Projects Fund had revenues of $\$ 0.2$ million and expenditures of $\$ 3.1$ million this year. Proceeds of a $\$ 3.5$ million Fire Prevention and Safety bond issued in the 2015-16 fiscal year, and a $\$ 1.9$ million current year issuance for the same purpose, are accounted for in this fund along with the related expenditures. The fund balance at year end is $\$ 2.2$ million.

# COMMUNITY HIGH SCHOOL DISTRICT 99 

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) FOR THE YEAR ENDED JUNE 30, 2017

There are no variances from budget in any Governmental Fund that management believes might have a significant impact on future operations of the District.

## Capital Asset and Debt Administration Capital Assets

By the end of 2017, the District had invested $\$ 134.4$ million in a broad range of capital assets, including land, school buildings, an administrative office, and equipment (see Figure A-9; more detailed information about capital assets can be found in Note E to the financial statements). Total depreciation expense for the year was approximately $\$ 4.3$ million, and net improvements and additions amounted to about $\$ 1.7$ million. Capital assets, net of depreciation, totaled $\$ 88.9$ million at June 30, 2017.

Figure A-9 Capital Assets (net of depreciation)

|  | $\underline{2017}$ | $\underline{2016}$ | \$ change | \% change |
| :---: | :---: | :---: | :---: | :---: |
| Land | \$3,234,393 | \$3,234,393 | - | 0\% |
| Buildings and Improvements | 120,068,557 | 117,720,580 | 2,347,977 | 2.0\% |
| Equipment | 9,801,172 | 10,467,226 | $(666,054)$ | -6.4\% |
| Vehicles | 744,725 | 726,935 | 17,790 | 2.4\% |
| Construction in Progress | 530,351 | 525,087 | 5,264 | 1.0\% |
| Total | 134,379,198 | 132,674,221 | 1,704,977 | 1.3\% |
| Less accumulated depreciation | $(45,478,887)$ | (44,231,052) | (1,247,835) | 2.8\% |
| Net capital assets | \$88,900,311 | \$89,443,169 | \$457,142 | 0.5\% |

The District maintains a Five-Year Capital Project Program designed to identify, quantify, and plan all future major capital expenditures. This program provides for the District to address routine maintenance and repairs of existing capital assets and also facilitates the prioritization of new capital assets being considered each year.

Every ten years a Fire Prevention and Safety Survey is performed to identify capital projects or maintenance work necessary to keep all facilities in compliance with local safety codes which may have changed or been updated in between surveys. A survey was performed in 2015-16 that identified a number of eligible capital projects. The District has authority to issue up to $\$ 5.7$ million of general obligation bonds for these purposes which is believed to be adequate to address all items. During the year the District issued $\$ 1.9$ million of general obligation bonds to continue work on most of the projects. The Illinois School Code allows the District up to five years to address all items.

## Long-Term Liabilities

At year-end, the District had $\$ 55.7$ million in general obligation bonds and other long-term liabilities outstanding - as shown in Figure A-10. (More detailed information about the District's long-term liabilities is presented in Note F to the financial statements.)

## COMMUNITY HIGH SCHOOL DISTRICT 99

## MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) FOR THE YEAR ENDED JUNE 30, 2017

- The District retired $\$ 14.7$ million of outstanding bonds, debt certificates, and capital leases during the year.
- $\$ 1.9$ million of Fire Prevention and Safety bonds and $\$ 4.7$ million of Refunding Debt Certificates were issued during the year.
- The legal debt margin is $\$ 259$ million, or $87.8 \%$ unused, of the total authority of $\$ 295$ million.

Figure A-10 Outstanding Long-term Liabilities

|  | $\underline{2017}$ | $\underline{2016}$ | $\underline{\$ c h a n g e}$ | \% change |
| :--- | ---: | ---: | ---: | ---: |
| General obligation bonds, including <br> unamortized premiums | $\$ 31,171,094$ | $\$ 37,658,554$ | $\$(6,487,460)$ | $-17.2 \%$ |
| Debt certificates, including <br> unamortized premiums | $5,003,610$ | $5,353,300$ | $(349,690)$ | $-6.5 \%$ |
| Capital leases | $1,074,315$ | $1,210,147$ | $(135,832)$ | $-11.2 \%$ |
| IMRF net pension liability | $12,201,509$ | $11,767,858$ | 433,651 | $3.7 \%$ |
| TRS net pension liability | $5,911,307$ | $4,757,064$ | $1,154,243$ | $24.3 \%$ |
| Compensated Absences | $\underline{345,152}$ | $\underline{331,069}$ | $\underline{14,083}$ | $4.3 \%$ |
| Total | $\underline{\$ 55,706,987}$ | $\underline{\underline{\$ 61,077,992}}$ | $\$ \underline{\$(5,371,005)}$ | $-8.8 \%$ |

## Factors Bearing on the District's Future

Property taxes account for $63.6 \%$ of the District's governmental fund revenue. Accordingly, the future expectations for this funding source have great impact on the District's projected revenue stream. The property tax limitation law (tax cap) limits the amount of annual property tax revenue increase to the lesser of $5 \%$ or the consumer price index for all urban consumers (CPI-U). The CPI-U limit for the 2016 and 2017 tax extensions have already been established and are $0.7 \%$ and $2.1 \%$, respectively. These limits will impact the property tax revenue to be reflected in the 2017-18 and 2018-19 years respectively. Long-term projections for the CPI-U reflect an annual increase of $1.8 \%$ for the three fiscal years following 2018-19.

The drop in the economy starting in the last quarter of calendar 2008 caused the District to lower interest rate projections, and ultimately, to reduce the expenditure budgets for the 2009-10 fiscal year by $\$ 750,000$. This represented a reduction of about $1.0 \%$ of the budgets of the four individual funds the District commonly refers to, on a combined basis, as our operating funds. Those four funds are the General (Educational), Operations and Maintenance, Transportation, and Municipal Retirement/Social Security Funds.

Continued distress in the economy, and specifically the negative financial condition and outlook for the State of Illinois, caused the District to make more reductions in the operating fund budget for the 2010-11

# COMMUNITY HIGH SCHOOL DISTRICT 99 

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)<br>FOR THE YEAR ENDED JUNE 30, 2017

fiscal year. It was estimated that up to $\$ 2.0$ million of State support could be cut or withheld during that year. To address this concern, all salary increases not already set by multi-year contracts were either frozen or nominally increased. Supply allocations to each campus were lowered and energy management efforts were stepped up to reduce costs of operating the buildings. In addition, all major program areas were reviewed for efficiency. Several programs were restructured so that content delivery and educational services would be held constant, or even improved, but at a lower cost. Finally, user fees were increased slightly to help support and retain certain programs that might otherwise need to be eliminated due to cost constraints. The specific changes were chosen and implemented in such a manner so as to have the least amount of impact, if any, upon our educational programs.

Ultimately, the State legislature could not agree on a way to balance the 2015-16 or 2016-17 State budgets. The 2017-18 State Budget was approved in August of 2017. Based on that document, a dramatic reduction in State funding to schools, if it is ever to occur, now appears to be postponed at least until 2018-19.

Changes in student enrollments, and the District's desire to consistently maintain appropriate pupil to teacher ratios, are the factors that most affect operating costs. Enrollment in 2016-17 was 4,908 students. Enrollment is expected to remain relatively stable for the foreseeable future. The District intends to keep pupil-to-teacher ratios constant going forward.

The District negotiated a four-year collective bargaining agreement with the Downers Grove Educational Association beginning with the 2016-17 school year. This agreement covers all certified faculty members and maintains cost limits at levels that are in line with expected revenue streams for the District for each of the next three years.

The District has adopted a balanced budget for the fiscal year ending June 30, 2018 and projections for future year operations reflect our ability to remain balanced for each of the next four years as well. These projections support the District's expectation that we will be able to continue to offer a broad range of high quality educational programs and opportunities to the communities we serve. Further, those projections provide that the existing facilities, infrastructure and equipment will be maintained properly without requiring increased support from our taxpayers.

## Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District Controller at the District 99 Administrative Service Center, 6301 S. Springside Avenue, Downers Grove, IL 60516.

## BASIC FINANCIAL STATEMENTS

## Community High School District 99 <br> STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES

June 30, 2017

| ASSETS |  |  |
| :---: | :---: | :---: |
| Cash and investments | \$ | 53,038,523 |
| Receivables (net of allowance for uncollectibles): |  |  |
| Property taxes |  | 39,364,452 |
| Replacement taxes |  | 164,604 |
| Intergovernmental |  | 2,283,260 |
| Other post employment benefit assets |  | 2,499,428 |
| Capital assets: |  |  |
| Land |  | 3,234,393 |
| Construction in progress |  | 530,351 |
| Depreciable buildings, property, and equipment, net |  | 85,135,567 |
| Total assets |  | 186,250,578 |
| DEFERRED OUTFLOW OF RESOURCES |  |  |
| Deferred outflows related to pensions |  | 5,856,934 |
| Total deferred outflows |  | 5,856,934 |
| LIABILITIES |  |  |
| Accounts payable |  | 2,532,548 |
| Salaries and wages payable |  | 3,775,419 |
| Claims payable |  | 680,036 |
| Interest payable |  | 87,844 |
| Other current liabilities |  | 62,493 |
| Long-term liabilities: |  |  |
| Due within one year |  | 10,526,203 |
| Due after one year |  | 45,180,784 |
| Total liabilities |  | 62,845,327 |
| DEFERRED INFLOW OF RESOURCES |  |  |
| Deferred inflows related to pensions |  | 1,012,462 |
| Property taxes levied for a future period |  | 81,777,885 |
| Total deferred inflows |  | 82,790,347 |
| NET POSITION |  |  |
| Net investment in capital assets |  | 59,654,622 |
| Restricted For: |  |  |
| Operations and maintenance |  | 605,209 |
| Debt service |  | 1,193,097 |
| Retirement benefits |  | 1,185,472 |
| Capital projects |  | 2,178,628 |
| Unrestricted |  | $(18,345,190)$ |
| Total net position | \$ | 46,471,838 |

The accompanying notes are an integral part of this statement.

## Community High School District 99

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2017

| Functions / Programs | Expenses | PROGRAM REVENUES |  | Net (Expenses) Revenue and Changes in Net Position |
| :---: | :---: | :---: | :---: | :---: |
|  |  | Charges for Services | Operating <br> Grants and <br> Contributions |  |
| Governmental activities |  |  |  |  |
| Instruction: |  |  |  |  |
| Regular programs | \$ 36,611,191 | \$ 2,761,033 | \$ 610,273 | \$ (33,239,885) |
| Special programs | 14,363,744 | - | 3,565,214 | $(10,798,530)$ |
| Other instructional programs | 4,791,697 | 42,461 | 224,507 | $(4,524,729)$ |
| State retirement contributions | 33,658,146 | - | 33,658,146 | - |
| Support services: |  |  |  |  |
| Pupils | 5,410,106 | - | - | $(5,410,106)$ |
| Instructional staff | 3,320,126 | - | 286,829 | $(3,033,297)$ |
| General administration | 1,178,329 | - | - | $(1,178,329)$ |
| School administration | 2,201,346 | - | - | $(2,201,346)$ |
| Business | 2,366,498 | 876,725 | 443,788 | $(1,045,985)$ |
| Transportation | 3,874,563 | - | 1,042,290 | $(2,832,273)$ |
| Operations and maintenance | 10,054,371 | 231,907 | - | $(9,822,464)$ |
| Central | 3,657,967 | - | - | $(3,657,967)$ |
| Community services | 35,866 | - | - | $(35,866)$ |
| Nonprogrammed charges - |  |  |  |  |
| Interest and fees | 1,198,912 | - | - | (1,198,912) |
| Total governmental activities | \$ 123,326,077 | \$ 3,912,126 | \$ 39,831,047 | \$ (79,582,904) |
|  | General revenues: |  |  |  |
|  |  |  |  |  |  |
|  | Real estate taxes, levied for general purposes |  |  | \$ 59,082,643 |
|  | Real estate taxes, levied for specific purposes |  |  | 14,185,585 |
|  | Real estate taxes, levied for debt service |  |  | 8,138,166 |
|  | Personal property replacement taxes |  |  | 1,161,696 |
|  | State aid-formula grants |  |  | 2,321,318 |
|  | Investment earnings |  |  | 178,620 |
|  | Miscellaneous |  |  | 1,060,163 |
|  | Total general revenues |  |  | 86,128,191 |
|  | Change in net position |  |  | 6,545,287 |
|  | Net position, beginning of year |  |  | 39,926,551 |
|  | Net position, end of year |  |  | \$ 46,471,838 |

The accompanying notes are an integral part of this statement.

## Community High School District 99

Governmental Funds
BALANCE SHEET
June 30, 2017

|  | General |  | Operations and Maintenance |  | Transportation |  | Municipal Retirement / Soc. Sec. |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| ASSETS |  |  |  |  |  |  |  |  |
| Cash and investments | \$ | 36,657,557 | \$ | 5,191,755 | \$ | 694,312 | \$ | 2,307,978 |
| Receivables (net of allowance for uncollectibles): |  |  |  |  |  |  |  |  |
| Property taxes |  | 29,142,677 |  | 3,812,630 |  | 1,430,488 |  | 1,041,810 |
| Replacement taxes |  | 164,604 |  | - |  | - |  | - |
| Intergovernmental |  | 1,761,202 |  | - |  | 522,058 |  |  |
| Total assets | \$ | 67,726,040 | \$ | 9,004,385 | \$ | 2,646,858 | \$ | 3,349,788 |
| LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES (DEFICITS) |  |  |  |  |  |  |  |  |
| LIABILITIES |  |  |  |  |  |  |  |  |
| Accounts payable | \$ | 1,236,116 | \$ | 368,546 | \$ | 442,308 | \$ | - |
| Salaries and wages payable |  | 3,710,976 |  | 62,952 |  | 1,491 |  | - |
| Claims payable |  | 632,926 |  | 47,110 |  | - |  | - |
| Other current liabilities |  | 62,493 |  | - |  | - |  | - |
| Total liabilities |  | 5,642,511 |  | 478,608 |  | 443,799 |  | - |
| DEFERRED INFLOWS |  |  |  |  |  |  |  |  |
| Property taxes levied for a future period |  | 60,542,605 |  | 7,920,568 |  | 2,971,774 |  | 2,164,316 |
| FUND BALANCES (DEFICITS) |  |  |  |  |  |  |  |  |
| Restricted |  | - |  | 605,209 |  | - |  | 1,185,472 |
| Assigned |  | 1,573,763 |  | - |  | - |  | - |
| Unassigned |  | $(32,839)$ |  | - |  | $(768,715)$ |  | - |
| Total fund balances (deficits) |  | 1,540,924 |  | 605,209 |  | $(768,715)$ |  | 1,185,472 |
| Total liabilities, deferred inflows, and fund balances (deficits) | \$ | 67,726,040 | \$ | 9,004,385 | \$ | 2,646,858 | \$ | 3,349,788 |

The accompanying notes are an integral part of this statement.

|  | Debt Service |  | Capital <br> Projects |  | Total |
| :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | 5,522,715 | \$ | 2,664,206 | \$ | 53,038,523 |
|  | 3,936,847 |  | - |  | 39,364,452 |
|  | - |  | - |  | 164,604 |
|  | - |  | - |  | 2,283,260 |
| \$ | 9,459,562 | \$ | 2,664,206 | \$ | 94,850,839 |
| \$ | - | \$ | 485,578 | \$ | 2,532,548 |
|  | - |  | - |  | 3,775,419 |
|  | - |  | - |  | 680,036 |
|  | - |  | - |  | 62,493 |
|  | - |  | 485,578 |  | 7,050,496 |
|  | 8,178,622 |  | - |  | 81,777,885 |
|  | 1,280,940 |  | 2,178,628 |  | 5,250,249 |
|  |  |  | - |  | $\begin{aligned} & 1,573,763 \\ & (701554) \end{aligned}$ |
|  | 1,280,940 |  | 2,178,628 |  | 6,022,458 |
| \$ | 9,459,562 | \$ | 2,664,206 | \$ | 94,850,839 |

# Community High School District 99 <br> RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION 

For the Year Ended June 30, 2017

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

Total fund balances - governmental funds
\$ 6,022,458

88,900,311

The net other postemployment asset resulting from contributions in excess of the annual required contribution is not a current financial resource and, therefore, is not reported in the fund financial statements.

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:

| Deferred outflows of resources related to pensions | $\$ 4,814,564$ |
| :--- | ---: |
| Deferred outflows of 2017 employer contributions related to pensions | $1,042,370$ |

Deferred inflows of resources related to pensions
Interest on long-term liabilities accrued in the statement of net position will not be paid with current financial resources and, accordingly, is not recognized in the governmental funds balance sheet.

Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not reported in the governmental funds balance sheet.
(55,706,987)

Net position of governmental activities
\$ 46,471,838

The accompanying notes are an integral part of this statement.

# Community High School District 99 

Governmental Funds

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) <br> For the Year Ended June 30, 2017

|  |  | General |  | tions and tenance |  | portation |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Revenues |  |  |  |  |  |  |
| Property taxes | \$ | 59,082,643 | \$ | 8,694,221 | \$ | 1,997,427 |
| Replacement taxes |  | 1,116,696 |  | - |  | - |
| State aid |  | 38,498,709 |  | 184,053 |  | 1,042,290 |
| Federal aid |  | 2,427,313 |  | - |  | - |
| Interest |  | 142,164 |  | 13,596 |  | 1,993 |
| Other |  | 4,527,836 |  | 254,980 |  | - |
| Total revenues |  | 105,795,361 |  | 9,146,850 |  | 3,041,710 |
| Expenditures |  |  |  |  |  |  |
| Current: |  |  |  |  |  |  |
| Instruction: |  |  |  |  |  |  |
| Regular programs |  | 35,021,970 |  | - |  | - |
| Special programs |  | 12,882,989 |  | - |  | - |
| Other instructional programs |  | 4,558,963 |  | - |  | - |
| State retirement contributions |  | 33,658,146 |  | - |  | - |
| Support services: |  |  |  |  |  |  |
| Pupils |  | 5,129,916 |  | - |  | - |
| Instructional staff |  | 1,794,884 |  | - |  | - |
| General administration |  | 1,074,714 |  | - |  | - |
| School administration |  | 2,004,054 |  | - |  | - |
| Business |  | 1,636,232 |  | 182,071 |  | - |
| Transportation |  | 158,381 |  | - |  | 3,616,905 |
| Operations and maintenance |  | $(8,100)$ |  | 6,914,970 |  | - |
| Central |  | 2,980,057 |  | - |  | - |
| Community services |  | 32,434 |  | - |  | - |
| Nonprogrammed charges |  | 1,656,678 |  | - |  | - |
| Debt service: |  |  |  |  |  |  |
| Principal |  | - |  | - |  | - |
| Interest and other |  | - |  | - |  | - |
| Capital outlay |  | 1,111,050 |  | 908,574 |  | - |
| Total expenditures |  | 103,692,368 |  | 8,005,615 |  | 3,616,905 |
| Excess (deficiency) of revenues |  |  |  |  |  |  |
| Other financing sources (uses) |  |  |  |  |  |  |
| Transfers in |  | - |  | - |  | - |
| Transfers (out) |  | $(2,163,661)$ |  | $(432,063)$ |  | - |
| Principal on bonds sold |  | - |  | - |  | - |
| Capital lease proceeds |  | 657,419 |  | - |  | - |
| Transfer to refunded bond escrow |  | - |  | - |  | - |
| Total other financing sources (uses) |  | $(1,506,242)$ |  | (432,063) |  | - |
| Net change in fund balance |  | 596,751 |  | 709,172 |  | $(575,195)$ |
| Fund balance (deficit), beginning of year |  | 944,173 |  | $(103,963)$ |  | $(193,520)$ |
| Fund balance (deficit), end of year | \$ | 1,540,924 | \$ | 605,209 | \$ | $(768,715)$ |

The accompanying notes are an integral part of this statement.


## Community High School District 99

## RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES <br> For the Year Ended June 30, 2017

Amounts reported for governmental activities in the statement of activities are different because:
Net change in fund balances - total governmental funds
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense and disposals in the current period.

The net other post employment asset resulting from contributions in excess of the annual required contribution is not a financial resource and, therefore, is not reported in the funds.

Changes in deferred outflows and inflows of resources related to pensions are reported only in the statement of activities:

> Deferred outflows and inflows of resources related to IMRF pension

Deferred outflows and inflows of resources related to TRS pension
Accrued interest reported in the statement of activities does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds.

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.

Governmental funds report the effect of premiums, discounts, losses on refunding and similar items when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences.

Change in net position of governmental activities
$\$ \quad 6,545,287$

The accompanying notes are an integral part of this statement.

## Community High School District 99

Fiduciary Funds
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2017

|  | Agency |  |  | te Purpose <br> Trust <br> Fund |
| :---: | :---: | :---: | :---: | :---: |
| ASSETS |  |  |  |  |
| Cash and investments | \$ | 547,846 | \$ | 1,538,220 |
| LIABILITIES |  |  |  |  |
| Due to student groups | \$ | 547,846 | \$ | - |
| NET POSITION HELD IN TRUST FOR EXTERNAL PARTIES | \$ | - | \$ | 1,538,220 |

The accompanying notes are an integral part of this statement.

# Community High School District 99 

Fiduciary Funds - Private Purpose Trust Fund STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

For the Year Ended June 30, 2017

|  | Private Purpose Trust Fund |  |
| :---: | :---: | :---: |
| ADDITIONS |  |  |
| Contributions by external parties | \$ | 8,616 |
| Interest and investment income |  | 17,683 |
| Total additions |  | 26,299 |
| DEDUCTIONS |  |  |
| Scholarships paid |  | 12,935 |
| Change in net position |  | 13,364 |
| Net position, beginning of year |  | 1,524,856 |
| Net position, end of year | \$ | 1,538,220 |

The accompanying notes are an integral part of this statement.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Community High School District 99 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as Generally Accepted Accounting Principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

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

## 1. Reporting Entity

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

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

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

## 2. Fund Accounting

The accounts of the District are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

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

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Fund Accounting (Continued)

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

## 3. Government-Wide and Fund Financial Statements

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

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

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

## a. General Fund

The General Fund includes the Educational Account. The Educational Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

## b. Special Revenue Funds

The special revenue funds are used to account for and report the proceeds of specific revenue sources (other than those accounted for in the debt service fund, capital projects fund, or fiduciary funds) that are legally restricted to expenditures for specified purposes.

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

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements (Continued)
b. Special Revenue Funds (Continued)

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

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

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

Debt Service Fund - is used for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The primary revenue sources are local property taxes levied specifically for debt service and transfers from other funds.
d. Capital Projects Fund

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

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

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

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

## e. Fiduciary Funds (Continued)

The Private Purpose Trust Fund - is accounted for on the flow of economic resources measurement focus and uses the accrual basis of accounting. Under this method, additions are recorded when earned and deductions are recorded at the time liabilities are incurred. The Private Purpose Trust Fund accounts for scholarship and memorial trust funds.

## 4. Measurement Focus, Basis of Accounting, and Basis of Presentation

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

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

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

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

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

## 5. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net position / fund balance that applies to a future period. At June 30, 2017, the District has deferred outflows of resources related to pensions. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting period. At June 30, 2017, the District reported deferred inflows of resources related to pensions, and property taxes levied for a future period.

## 6. Deposits and Investments

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

## 7. Capital Assets

Capital assets, which include land, buildings and improvements, vehicles, equipment, and construction in progress are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual or group cost of more than $\$ 10,000$ and an estimated useful life in excess of one year. Such assets are recorded at acquisition value if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

## 7. Capital Assets (Continued)

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:

| Assets | Years |
| :--- | ---: |
| Buildings and improvements | $50-100$ |
| Vehicles | $10-20$ |
| Equipment | $3-25$ |

## 8. Accumulated Unpaid Vacation and Sick Pay

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

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

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2017 are determined on the basis of current salary rates and include salary related payments.

Employees who work a twelve-month year are entitled to be compensated for vacation time. Administrators with a 52 week contract are granted 20 vacation days per year which are given on the first day of the year. Fulltime support staff employees ( 52 week) are granted 15 vacation days per year for the first 5 years. For the next 5 years, support staff earn 1 additional day per year until they reach 20 days. Vacations are usually taken within the year. Employees may carry over up to 10 vacation days into the next fiscal year. Payment for unused vacation days only occurs upon termination of employment.

All certified faculty receive 15 sick days per year. Administrative certified and noncertified employees receive up to 18 days based on the number of days they work per year. Unused sick leave days accumulate to a maximum of 340 days. Upon retirement, a certified faculty or administrator may apply up to 340 days of unused sick leave toward service credit for the Teacher's Retirement System (TRS). Noncertified administrators may apply up to 221 days of unused sick leave toward service credit for the Illinois Municipal Retirement Fund (IMRF). The District does not reimburse certified faculty or administrative employees for unused sick days remaining upon termination of employment or retirement.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

## 8. Accumulated Unpaid Vacation and Sick Pay (Continued)

Exempt educational support personnel receive 18 sick days per year which accumulate to a maximum of 260 days. All other noncertified employees receive 10 to 18 days per year, which accumulate to a maximum of 240 days. Upon retirement, a noncertified support employee may apply up to 221 days of unused sick leave toward service credit for the Illinois Municipal Retirement Fund (IMRF). The District does not reimburse employees for unused sick days remaining upon termination of employment. Upon retirement, however, educational support personnel who are at least 55 years of age with a minimum of 5 years of service are reimbursed for unused sick days not applied toward IMRF service credit at a rate of $\$ 30$ per day.

The liability for accrued vacation, at June 30, 2017, was $\$ 345,152$ and is recorded as a long-term liability in the Statement of Net Position. Due to the nature of the policies on sick leave, and the fact that any liability is contingent upon future events and cannot be reasonably estimated, no liability is provided in the financial statements for accumulated unpaid sick leave.

## 9. Pensions

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

## 10. Long-Term Obligations

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, losses on refunding, and bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Losses on refunding and issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

## 11. Personal Property Replacement Taxes

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

## 12. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles, except for the General Fund which does not budget for on-behalf payments from the State of Illinois. Annual appropriated budgets are adopted at the fund level for the governmental funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year-end.

## 13. Restricted Net Position

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

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

## 14. Fund Balance

Governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.
a. Nonspendable - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items, long-term portions of interfund loans receivable, or inventories. As of June 30, 2017, the District has no nonspendable fund balances.
b. Restricted - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds, as well as the Debt Service and Capital Projects funds are by definition restricted for those specified purposes. All restricted fund balances are for the purpose of the restricted funds as described in Note A-4.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

## 14. Fund Balance (Continued)

c. Committed - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. As of June 30, 2017, the District had no committed fund balances.
d. Assigned - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegates the authority to assign amounts to be used for specific purposes. The Board of Education has designated the Controller with the ability to assign fund balances. The assigned fund balance in the General Fund is comprised of $\$ 1,573,763$ for health claims.
e. Unassigned - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

## 15. Use of Estimates

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

## Community High School District 99

NOTES TO THE FINANCIAL STATEMENTS

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

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

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


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

| Capital outlay |
| :--- |
| Depreciation expense |
| Disposals of capital assets |

Net adjustment to increase net change in fund balance - total governmental funds to arrive at change in net position governmental activities

4,966,853
\$
457,142

## Community High School District 99

NOTES TO THE FINANCIAL STATEMENTS

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

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

Another element of that reconciliation states that "The issuance of long-term debt (e.g. bonds, compensated absences, and employee obligations) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds." The details of this difference are as follows:

| Issuance of general obligation bonds | $\$$ |
| :--- | ---: |
| Issuance of debt certificates | $(4,915,000)$ |
| Capital lease proceeds | $(650,000)$ |
| Refunding of debt certificates | $4,550,000$ |
| Principal repayments |  |
| General obligation bonds | $7,250,000$ |
| Capital appreciation bonds | $1,115,000$ |
| Debt certificates | 435,000 |
| $\quad$ Capital leases | 793,251 |
| Accreted interest | $(500,992)$ |
| IMRF pension liability, net | $(433,651)$ |
| TRS pension liability, net | $(1,154,243)$ |
| Compensated absences, net | $(14,083)$ |

Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position of governmental activities
\$ 4,817,863

## NOTE C - DEPOSITS AND INVESTMENTS

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

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

## NOTE C - DEPOSITS AND INVESTMENTS (Continued)

At June 30, 2017, the District's cash and investments consisted of the following:

| Governmental | Fiduciary |  | Total |
| :---: | :---: | :---: | :---: |
| \$ 53,038,523 | \$ 2,086,066 | \$ | 55,124,589 |

Cash and investments
$\$ \xlongequal{\text { 53,038,523 }}{ }^{\$ ~ 2,086,066}{ }^{\$} \xlongequal{55,124,589}$
For disclosure purposes, this amount is segregated into three components, as follows:

| Total |  |
| :--- | ---: |
| $\$$ | 500 |
|  | $53,635,940$ |
| $1,488,149$ |  |
|  | $55,124,589$ |

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

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

## 1. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they come due. A portion of the portfolio is required to be invested in readily available funds to ensure appropriate liquidity.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE C - DEPOSITS AND INVESTMENTS (Continued)

1. Interest Rate Risk (Continued)

| Investment Type | Fair Value | Investment Maturity |
| :---: | :---: | :---: |
| Negotiable certificates of deposit | \$ 1,488,149 | than one year |

## 2. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). The District's investments in negotiable certificates of deposits are unrated.
3. Concentration of Credit Risk

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

## 4. Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by providing that all deposits in excess of FDIC insurable limits may be secured by collateral to protect against an event of default or failure of the financial institution holding the funds. At June 30, 2017, the bank balances of the District's deposits with financial institutions totaling $\$ 51,968,750$ were fully insured or collateralized. The District's investment instruments are either held by the District or by the District's agent.

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

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

## NOTE D - PROPERTY TAXES RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2016 tax levy resolution was approved by the Board on November 21, 2016. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year. The District's annual property tax levy is subject to two statutory limitations, individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELA).

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

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

The portion of the 2016 property tax levy not received by June 30 is recognized as a receivable in fiscal 2017, net of estimated uncollectible amounts of approximately $1 \%$. The District considers that the 2016 levy is to be used to finance operations in fiscal 2018. Therefore, the entire 2016 levy, including amounts collected in fiscal 2017, has been reported as a deferred inflow - property taxes levied for a future period, in the accompanying financial statements.

# Community High School District 99 <br> NOTES TO THE FINANCIAL STATEMENTS 

June 30, 2017

## NOTE E - CAPITAL ASSETS

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

| Balance | Additions/ <br> July 1, 2016 | Deletions/ <br> Transfers | Balance <br> Transfers | June 30, 2017 |
| :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |

Capital assets, not being depreciated
Land \$
Construction in progress

| \$ | 3,234,393 | \$ | - | \$ | - | \$ | 3,234,393 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 525,087 |  | 530,351 |  | 525,087 |  | 530,351 |

Total capital assets not being depreciated

$$
\begin{array}{llll}
3,759,480 \\
& 530,351 \\
& 525,087 & 3,764,744 \\
\end{array}
$$

Capital assets, being depreciated
Buildings and improvements
Equipment
Vehicles

| $117,720,580$ | $3,202,715$ | 854,738 | $120,068,557$ |  |
| ---: | ---: | ---: | ---: | ---: |
| $10,467,226$ | $1,741,084$ | $2,407,138$ | $9,801,172$ |  |
| 726,935 | 17,790 | - | 744,725 |  |
|  |  |  |  |  |

Total capital assets being depreciated

$$
\begin{array}{lll}
128,914,741 \\
& 3,961,589 \\
& 3,261,876 \\
\end{array}
$$

Less accumulated depreciation for:
Buildings and improvements
Equipment
Vehicles

| 37,164,669 | 2,340,429 | 599,436 | 38,905,662 |
| :---: | :---: | :---: | :---: |
| 6,674,290 | 1,852,892 | 2,407,138 | 6,120,044 |
| 392,093 | 61,088 | - | 453,181 |
| 44,231,052 | 4,254,409 | 3,006,574 | 45,478,887 |

Total capital assets being depreciated, net
Governmental activities capital assets, net


# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

## NOTE E - CAPITAL ASSETS (Continued)

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

| Regular programs | 976,891 |  |
| :--- | ---: | ---: |
| Special programs | 117,783 |  |
| Other instructional programs | 111,979 |  |
| Pupils | 49,490 |  |
| Instructional staff | $1,351,208$ |  |
| General administration | 72,163 |  |
| School administration | 111,852 |  |
| Business | 109,858 |  |
| Transportation | 42,836 |  |
| Operations and maintenance | $1,310,349$ |  |
| Total depreciation expense - governmental activities |  | $\$ \mathbf{4 , 2 5 4 , 4 0 9}$ |

## NOTE F - LONG-TERM LIABILITIES

1. Changes in General Long-term Liabilities

During the year ended June 30, 2017, the following is the long-term liability activity for the District:

|  |  | Balance <br> July 1, 2016 |  | Accretion / <br> Additions |  | Reductions / Refunds |  | $\begin{gathered} \text { Balance } \\ \text { June 30, } 2017 \\ \hline \end{gathered}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds payable: |  |  |  |  |  |  |  |  |
| General obligation bonds | \$ | 26,530,000 | \$ | 1,915,000 | \$ | 7,250,000 | \$ | 21,195,000 |
| Capital appreciation bonds |  | 9,779,453 |  | 500,992 |  | 1,115,000 |  | 9,165,445 |
| Add unamortized premium |  | 1,349,101 |  | - |  | 538,452 |  | 810,649 |
| Debt certificates |  | 5,335,000 |  | 4,650,000 |  | 4,985,000 |  | 5,000,000 |
| Add unamortized premium |  | 18,300 |  | - |  | 14,690 |  | 3,610 |
| Capital leases |  | 1,210,147 |  | 657,419 |  | 793,251 |  | 1,074,315 |
| IMRF net pension liability |  | 11,767,858 |  | 7,388,421 |  | 6,954,770 |  | 12,201,509 |
| TRS net pension liability |  | 4,757,064 |  | 1,444,260 |  | 290,017 |  | 5,911,307 |
| Compensated absences |  | 331,069 |  | 563,675 |  | 549,592 |  | 345,152 |
| Total long-term liabilities governmental activities | \$ | 61,077,992 | \$ | 17,119,767 | \$ | 22,490,772 | \$ | 55,706,987 |

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE F - LONG-TERM LIABILITIES (Continued)

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

|  | Due Within <br> One Year |  |
| :--- | ---: | ---: |
| General obligation bonds | $\$$$6,745,000$ <br> Capital appreciation bonds <br> Debt certificates | 555,0000 |
| Capital leases | 791,051 |  |
| Compensated absences | 345,152 |  |

2. General Obligation Bonds and Capital Appreciation Bonds

General obligation bonds and capital appreciation bonds are direct obligations, and pledge the full faith and credit of the District. General obligation bonds and capital appreciation bonds currently outstanding are as follows:
$\left.\begin{array}{llllllll} & \begin{array}{c}\text { Interest } \\ \text { Rates }\end{array} & & \begin{array}{c}\text { Original } \\ \text { Issuance, Purpose, and Maturity }\end{array} & & & \begin{array}{c}\text { Face } \\ \text { Amount }\end{array} & \end{array} \begin{array}{c}\text { Carrying } \\ \text { Amount }\end{array}\right)$

## Community High School District 99

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE F - LONG-TERM LIABILITIES (Continued)

## 2. General Obligation Bonds and Capital Appreciation Bonds (Continued)

| Issuance, Purpose, and Maturity | Interest Rates |  | Original Issue |  | Face Amount |  | Carrying Amount |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Capital Appreciation Bonds - 2002A |  |  |  |  |  |  |  |
| Refunding bonds - Matures June |  |  |  |  |  |  |  |
|  |  | \$ | 41,554,207 | \$ | 31,635,000 | \$ | 30,360,445 |

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

| Year Ending June 30 |  | Principal |  | Interest |  | Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2018 | \$ | 8,835,000 | \$ | 668,864 | \$ | 9,503,864 |
| 2019 |  | 9,155,000 |  | 349,921 |  | 9,504,921 |
| 2020 |  | 3,435,000 |  | 161,684 |  | 3,596,684 |
| 2021 |  | 3,485,000 |  | 112,903 |  | 3,597,903 |
| 2022 |  | 2,225,000 |  | 86,772 |  | 2,311,772 |
| 2023-2025 |  | 4,500,000 |  | 108,038 |  | 4,608,038 |
| Total | \$ | 31,635,000 |  | 1,488,182 | \$ | 33,123,182 |

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is $\$ 1,280,940$ in the Debt Service Fund to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the indebtedness to $6.9 \%$ of the most recent available equalized assessed valuation of the District. As of June 30, 2017, the statutory debt limit for the District was $\$ 294,958,909$ of which $\$ 258,524,149$ is fully available.

During the fiscal year ended June 30, 2017, the District issued \$1,915,000 of General Obligation Limited School Bonds, Series 2017. The purpose of this bond issuance was to finance certain life safety improvements.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE F - LONG-TERM LIABILITIES (Continued)

## 3. Debt Certificates

In 2006, the District entered into a financing agreement with Cole Taylor Bank for $\$ 540,000$ to finance the acquisition, installation, and other expenses related to a new accounting system. The District received proceeds in the amount of $\$ 540,000$ and deposited them in the General Fund. The debt certificates matured on June 30, 2017 and had an interest rate of $4.00 \%$.

In 2007, the District entered into a financing agreement with Hinsdale Bank for $\$ 4,250,000$ to finance the renovation of the District's science laboratories. The District received proceeds in the amount of $\$ 4,250,000$ and deposited the proceeds in the Capital Projects Fund. The debt certificates were fully refunded during the fiscal year ended June 30, 2017, as described below.

In 2008, the District entered into a financing agreement with Cole Taylor Bank for $\$ 3,635,000$ to finance the construction of Downers Grove South's second access road. The District received proceeds in the amount of $\$ 3,635,000$ and deposited the proceeds in the Capital Projects Fund. The debt certificates mature on December 31,2027 and have interest rates of $3.75 \%$ to $3.80 \%$. The debt certificates were partially refunded during the fiscal year ended June 30, 2017, as described below.

On November 1, 2016, the District issued $\$ 4,650,000$ Taxable Refunding Debt Certificates Series 2016A, for purposes of refunding the December 1, 2017 through December 2026 maturities of the 2007 debt certificates and the December 1, 2019 through December 2027 maturities of the 2008 debt certificates. The proceeds of the 2016A certificates, net of issuance costs and in addition to a District contribution of $\$ 139,241$, were used to establish an irrevocable escrow account. Funds in the escrow account were invested in special direct obligations of the United States Treasury or other obligations of the United States government or its agencies. The escrow securities were used to pay all outstanding principal and interest on the refunded 2007 debt certificates in December 2016. The remaining escrow securities and their earnings are structured to pay the principal and interest on the refunded 2008 certiticates. Since a portion of the 2008 certificates have been placed in an irrevocable trust, those certificates are considered defeased (and therefore not included on the government-wide statements). At June 30, 2017, \$1,990,000 of the refunded 2008 certificates are considered defeased.

The refunding for those issues did not result in a difference between the reacquisition price and the net carrying amount of the refunded debt. The economic gain (excess of the present value of the debt service requirements of the refunded debt over that of the new debt) was $\$ 505,137$. There are no deferred outflows or inflows associated with the aforementioned refunding.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE F - LONG-TERM LIABILITIES (Continued)

3. Debt Certificates (Continued)

At June 30, 2017, annual debt service requirements to maturity for debt certificates of participation are as follows:

| Year Ending June 30, |  | Principal |  | Interest |  | Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2018 | \$ | 555,000 | \$ | 78,878 | \$ | 633,878 |
| 2019 |  | 790,000 |  | 66,340 |  | 856,340 |
| 2020 |  | 805,000 |  | 53,473 |  | 858,473 |
| 2021 |  | 815,000 |  | 41,725 |  | 856,725 |
| 2022 |  | 2,035,000 |  | 17,806 |  | 2,052,806 |
|  | \$ | 5,000,000 | \$ | 258,222 | \$ | 5,258,222 |

The obligations for the debt certificates will be repaid from the Debt Service Fund with funds provided by the General Fund and Operations and Maintenance Fund.

## 4. Capital Leases

The District leases various computer and copier equipment, with a gross asset cost of $\$ 2,466,772$, under various capital leases which expire at various dates through August 2020. Accumulated depreciation of the assets was $\$ 1,379,126$ as of June 30, 2017, which includes $\$ 782,565$ of depreciation expense recorded for the year ended June 30, 2017 (Note E). The leases require aggregate annual payments of $\$ 808,973$, including interest at rates ranging from $1.28 \%$ to $2.53 \%$. The following is a schedule by years of the future minimum lease payments, together with the present value of the minimum lease payments as of June 30, 2017:


## Community High School District 99

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE G - INTERFUND TRANSFERS

The following is a schedule of interfund transfers as shown on the statement of revenues, expenditures, and changes in fund balances (deficits).

| To | From |  | Amount | Principal Purpose |
| :---: | :---: | :---: | :---: | :---: |
| Debt Service Fund | General (Educational Account) Fund | \$ | 2,163,661 | Principal and interest payments on long-term debt |
| Debt Service Fund | Operations and Maintenance Fund |  | 432,063 | Principal and interest payments on long-term debt |
|  |  | \$ | $\underline{\text { 2,595,724 }}$ |  |

## NOTE H - DEFICIT FUND BALANCE

At June 30, 2017 the Transportation Fund had a deficit fund balance of $\$ 768,715$. District management expects to fund this deficit through future property tax revenues.

## NOTE I - RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. The District has purchased insurance from private insurance companies for general liability, workers' compensation, and other coverages not included below. Premiums have been recorded as expenditures in the appropriate funds. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

The District is self-insured for medical and dental coverage that is provided to District personnel. A third-party administrator administers claims for a monthly fee per participant. Expenditures are recorded, as incurred, in the form of direct contributions from the District to the third-party administrator for payment of employee health claims and administration fees. The District's liability will not exceed $\$ 115,000$ per employee, as provided by stop-loss provisions incorporated in the plan.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

## NOTE I - RISK MANAGEMENT (Continued)

At June 30, 2017, total unpaid claims, including an estimate of claims that have been incurred but not reported (IBNR) to the administrative agent, totaled $\$ 680,036$. These estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability.

Balances of medical and dental claims liabilities during the past two years are as follows:


## NOTE J - PENSION LIABILITIES

1. Teachers' Retirement System of the State of Illinois

## General Information about the Pension Plan

## Plan Description

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

TRS issues a publicly available financial report that can be obtained at www.trsil.org; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE J - PENSION LIABILITIES (Continued)

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

## Benefits Provided

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

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

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

## Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2016, was 9.4 percent of creditable earnings. On July 1, 2016, the rate dropped to 9.0 percent of pay due to the expiration of the Early Retirement Option (ERO). The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE J - PENSION LIABILITIES (Continued)

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

Contributions (Continued)

## On-behalf Contributions to TRS

The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2017, state of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of $\$ 33,172,605$ in pension contributions from the state of Illinois.

### 2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2017, were $\$ 251,441$, and are deferred because they were paid after the June 30, 2016 measurement date.

## Federal and Special Trust Fund Contributions

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

For the year ended June 30, 2017, the employer pension contribution was 38.54 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2017, salaries totaling $\$ 77,676$ were paid from federal and special trust funds that required employer contributions of $\$ 29,936$. These contributions are deferred because they were paid after the June 30, 2016 measurement date.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE J - PENSION LIABILITIES (Continued)

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

Contributions (Continued)
Early Retirement Cost Contributions
Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the current program is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2017, the District paid $\$ 0$ to TRS for employer ERO contributions for retirements that occurred before July 1, 2016.

The District is also required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2017, the District paid $\$ 25,609$ 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.

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

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

District's proportionate share of the net pension liability
State's proportionate share of the net pension liability associated with the District

$$
\begin{array}{r}
\$ \\
5,911,307 \\
337,785,602 \\
\hline
\end{array}
$$

Total
\$ 343,696,909
The net pension liability was measured as of June 30 , 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015, and rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2016, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2016, the District's proportion was 0.00748873 percent, which was an increase of 0.000227154 percent from its proportion measured as of June 30, 2015.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE J - PENSION LIABILITIES (Continued)

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

For the year ended June 30, 2017, the District recognized pension expense of $\$ 33,450,986$ and revenue of $\$ 33,172,605$ for support provided by the state. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|  | Deferred Outflows of Resources |  | Deferred <br> Inflows of <br> Resources |  |
| :---: | :---: | :---: | :---: | :---: |
| Differences between expected and actual experience | \$ | 43,709 | \$ | 4,009 |
| Changes of assumptions |  | 507,693 |  |  |
| Net difference between projected and actual earnings on pension plan investments |  | 167,005 |  |  |
| Changes in proportion and differences between District contributions and proportionate share of contributions |  | 230,133 |  | 759,748 |
| Total deferred amounts to be recognized in pension expense in future periods |  | 948,540 |  | 763,757 |
| District contributions subsequent to the measurement date |  | 281,377 |  | - |
|  | \$ | 1,229,917 | \$ | 763,757 |

The District reported $\$ 281,377$ as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year ended June 30: | Net Deferred <br> Inflows (Outflows) <br> of Resources |  |
| :---: | :---: | :---: |
| 2018 | $\$$ | $(137,995)$ |
| 2019 |  | $(137,995)$ |
| 2020 | 230,389 |  |
| 2021 | 199,454 |  |
| 2022 | 30,930 |  |
| Thereafter | $\$$ | - |
|  |  | 184,783 |

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE J - PENSION LIABILITIES (Continued)

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

## Actuarial Assumptions

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

| Inflation | 2.50 percent |
| :--- | :--- |
| Salary increases | varies by amount of service credit |
| Investment rate of return | 7.00 percent, net of pension plan investment expense, including |
|  | inflation |

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

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

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

## Community High School District 99

NOTES TO THE FINANCIAL STATEMENTS

## NOTE J - PENSION LIABILITIES (Continued)

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

Actuarial Assumptions (Continued)


## Discount Rate

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

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

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

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE J - PENSION LIABILITIES (Continued)

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate
The following presents the District's proportionate share of the net pension 1iability calculated using the discount rate of 6.83 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower ( 5.83 percent) or 1-percentagepoint higher ( 7.83 percent) than the current rate:

|  | $1 \%$ Decrease <br> $(5.83 \%)$ | Current <br> Discount Rate <br> $(6.83 \%)$ | $1 \%$ Increase <br> $(7.83 \%)$ |
| :--- | :--- | :--- | :--- | :--- |
| District's proportionate share of the net <br> pension liability | $\$$ |  |  |

## TRS Fiduciary Net Position

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

## Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed with the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the Benefits Provided section below. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report is available for download at www.imrf.org.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE J - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

## Benefits Provided

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

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

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

## Employees Covered by Benefit Terms

As of December 31, 2016, the following employees were covered by the benefit terms:
Retirees and beneficiaries currently receiving benefits 381

Inactive plan members entitled to but not yet receiving benefits 231
Active plan members

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE J - PENSION LIABILITIES (Continued)

## 2. Illinois Municipal Retirement Fund (Continued)

## Contributions

As set by statute, the District's Regular Plan Members are required to contribute $4.5 \%$ of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2016 was $13.10 \%$. For the fiscal year ended June 30, 2017 the District contributed $\$ 1,459,213$ to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

## Net Pension Liability

The District's net pension liability was measured as of December 31, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

## Actuarial Assumptions

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

Actuarial Cost Method<br>Asset Valuation Method<br>Inflation Rate<br>Salary Increases<br>Investment Rate of Return<br>Projected Retirement Age

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

## NOTE J - PENSION LIABILITIES (Continued)

## 2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)
Mortality
For non-disabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 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 projections scale MP2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRFspecific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Long-term Expected Rate of Return

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

|  | Portfolio <br> Target | Long-Term <br> Percentage | Expected Real Rate <br> of Return |
| :---: | :---: | :---: | :---: |
| Asset Class |  | $38 \%$ | $6.85 \%$ |
| Domestic equity |  | $17 \%$ | $6.75 \%$ |
| International equity |  | $27 \%$ | $3.00 \%$ |
| Fixed income |  | $8 \%$ | $5.75 \%$ |
| Real estate |  | $9 \%$ | $2.65 \%-7.35 \%$ |
| Alternative investments |  | $1 \%$ | $2.25 \%$ |
| Cash equivalents |  | $100 \%$ |  |

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE J - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

## Single Discount Rate

A Single Discount Rate of $7.50 \%$ was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:
a. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
b. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

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

## Changes in Net Pension Liability

The following table shows the components of the change in the District's net pension liability for the calendar year ended December 31, 2016:

| Balances at December 31, 2015 | \$ | 67,137,117 | \$ | 55,369,259 | \$ | 11,767,858 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Changes for the year: |  |  |  |  |  |  |
| Service cost |  | 1,307,943 |  | - |  | 1,307,943 |
| Interest on the total pension liability |  | 4,911,615 |  | - |  | 4,911,615 |
| Difference between expected and actual experience of the total pension liability |  | 1,168,863 |  | - |  | 1,168,863 |
| Changes of assumptions |  | $(379,672)$ |  | - |  | $(379,672)$ |
| Contributions - employer |  | - |  | 1,491,131 |  | $(1,491,131)$ |
| Contributions - employees |  | - |  | 523,856 |  | $(523,856)$ |
| Net investment income |  | - |  | 3,746,168 |  | $(3,746,168)$ |
| Benefit payments, including refunds of employee contributions |  | $(3,726,750)$ |  | (3,726,750) |  | - |
| Other (net transfer) |  | - |  | 813,943 |  | $(813,943)$ |
| Net changes |  | 3,281,999 |  | 2,848,348 |  | 433,651 |
| Balances at December 31, 2016 | \$ | 70,419,116 | \$ | 58,217,607 | \$ | 12,201,509 |

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE J - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

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

The following presents the plan's net pension 1iability, calculated using a Single Discount Rate of $7.50 \%$, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is $1 \%$ lower or $1 \%$ higher than the current rate:

Net pension liability


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

For the year ended June 30, 2017 the District recognized pension expense of $\$ 3,339,121$. At June 30, 2017, the District reported deferred outflows of resources related to pensions from the following sources:

## Deferred Amounts Related to Pensions

Deferred Amounts to be Recognized in Pension Expense in Future Periods

Differences between expected and actual experience
Change of assumptions
Net difference between projected and actual earnings on pension plan investments

Total deferred amounts to be recognized in pension expense in the future periods

Pension contributions made subsequent to the measurement date
Total deferred amounts related to pensions

|  | Deferred Outflows of Resources |  | Deferred Inflows of Resources |
| :---: | :---: | :---: | :---: |
| \$ | 855,580 | \$ | - |
|  | 67,120 |  | 248,705 |
|  | 2,943,324 |  | - |
| 3,866,024 |  |  | 248,705 |
| 760,993 |  |  | - |
| \$ | 4,627,017 | \$ | 248,705 |

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE J - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

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

The District reported $\$ 760,993$ as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year Ended <br> June 30, | Net Deferred Outflows of Resources |  |
| :---: | :---: | :---: |
| 2018 | \$ | 1,435,732 |
| 2019 |  | 1,251,208 |
| 2020 |  | 855,809 |
| 2021 |  | 74,570 |
| 2022 |  | - |
| Thereafter |  | - |
| Total | \$ | 3,617,319 |

## Community High School District 99

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE J - PENSION LIABILITIES (Continued)

3. Summary of Pension Items

Below is a summary of the various pension items:

|  | TRS |  | IMRF |  | Total |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Deferred outflows of resources: |  |  |  |  |  |  |
| Employer contributions | \$ | 281,377 | \$ | 760,993 | \$ | 1,042,370 |
| Experience |  | 43,709 |  | 855,580 |  | 899,289 |
| Assumptions |  | 507,693 |  | 67,120 |  | 574,813 |
| Proportionate share |  | 230,133 |  |  |  | 230,133 |
| Investments |  | 167,005 |  | 2,943,324 |  | 3,110,329 |
|  | \$ | 1,229,917 | \$ | 4,627,017 | \$ | 5,856,934 |
| Net pension liability | \$ | 5,911,307 | \$ | 12,201,509 | \$ | 18,112,816 |
| Deferred inflows of resources: |  |  |  |  |  |  |
| Assumptions | \$ | - | \$ | 248,705 | \$ | 248,705 |
| Experience |  | 4,009 |  | - |  | 4,009 |
| Proportionate share |  | 759,748 |  | - |  | 759,748 |
|  | \$ | 763,757 | \$ | 248,705 | \$ | 1,012,462 |

4. Social Security/Medicare

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

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE K - OTHER POSTEMPLOYMENT BENEFITS

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

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

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

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

## On behalf contributions to the THIS Fund

The state of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members which were 1.12 percent of pay during the year ended June 30, 2017. State of Illinois contributions were $\$ 485,541$, and the District recognized revenue and expenditures of this amount during the year.

## District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.84 percent during the year ended June 30, 2017. For the year ended June 30, 2017, the District paid $\$ 364,156$ to the THIS Fund, which was 100 percent of the required contribution.

## Further Information on the THIS Fund

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp. The current reports are listed under "Central Management Services" (http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp). Prior reports are available under "Healthcare and Family Services" (http://www.auditor.illinois.gov/Audit-Reports/HEALTHCARE-FAMILY-SERVICES-Teacher-Health-Ins-Sec-Fund.asp).

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2017

## NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

## 2. Retiree Health Plan

## Plan Description

The District administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement, provided they are on the group health insurance plan at the time of retirement. Retirees are responsible to contribute a premium toward the cost of their insurance, which is determined by the Board. Retirees may also access dental and life insurance benefits on a "direct pay" basis. The plan does not issue a separate financial report.

As of June 30, 2017 (most recent information available based on the District's latest actuarial valuation) the following employees were covered by the benefit terms:

Actives fully eligible to retire 57
Actives not yet fully eligible to retire 651
Retirees $\quad 318$
Total
1,026

## Funding Policy

Retirees under the age of 65 contribute the full active employee equivalent rate. Retirees have the option of choosing from an HMO or PPO plan through the District. Premiums for the plan are set by the Board of Education. Currently, the District contributes 0 percent to 100 percent to postemployment benefits, which varies for different employee groups. For fiscal year 2017, the District contributed an estimated $\$ 1,588,548$ toward the cost of the postemployment benefits for retirees.

## Annual OPEB Cost and Net OPEB Obligation

The District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's estimated net OPEB asset for the Retiree Health Plan:

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Annual OPEB Cost and Net OPEB Obligation (Continued)

|  | June 30, 2017 |  |
| :---: | :---: | :---: |
| Annual required contribution | \$ | 970,107 |
| Interest on net OPEB asset |  | $(74,741)$ |
| Adjustment to annual required contribution |  | 62,284 |
| Annual OPEB cost |  | 957,650 |
| Less contributions made |  | $(1,588,548)$ |
| Increase in net OPEB asset |  | $(630,898)$ |
| Net OPEB asset beginning of year |  | $(1,868,530)$ |
| Net OPEB asset end of year | \$ | (2,499,428) |

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

| Actuarial <br> Valuation <br> Date | Percentage |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Annual | Annual OPEB |  |  |
|  |  | OPEB | Cost |  | Net OPEB |
|  |  | Cost | Contributed |  | Asset |
| 6/30/17 | \$ | 957,650 | 165.9\% | \$ | $(2,499,428)$ |
| 6/30/16 * |  | 954,066 | 155.4\% |  | $(1,868,530)$ |
| 6/30/15 |  | 957,941 | 160.7\% |  | (1,340,430) |

[^0]
# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

## Funding Status and Funding Progress

As of June 30, 2017, the actuarial accrued liability for benefits was $\$ 16,826,535$, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was $\$ 50,687,631$ and the ratio of the unfunded actuarial accrued liability to the covered payroll was $33 \%$.

The projection of future benefit payments for an ongoing plan involved estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

## Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2017

## NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

## 2. Retiree Health Plan (Continued)

The following simplifying assumptions were made:

| Measurement date | July 1, 2016 |
| :--- | :--- |
| Data collection date | September 2017 |
| Actuarial cost method | Entry Age Normal <br> Level percentage of projected <br> payroll - open <br> Amortization period |
| Remaining amortization period |  |
| Actuarial assumptions: | $4.00 \%$ |
| Discount rate | $4.00 \%$ |
| Projected salary increases | $5.00-6.50 \%$ initial |
| Healthcare inflation rate | $5.00 \%$ ultimate |
|  |  |
| Mortality, Turnover, Disability, | Similar rates utilized for IMRF |

Election at Retirement: $100 \%$ of eligible faculty members assumed to elect the District medical subsidy and life insurance. $70 \%$ are assumed to elect TRS TRIP medical coverage and $30 \%$ another medical plan. $100 \%$ of eligible Administrator are assumed to elect the District medical subsidy and life insurance. $100 \%$ of eligible support staff are assumed to elect the District medical subsidy. 10\% of all other IMRF employees are assumed to elect pay-all coverage continuation coverage at retirement.

Coverage Status: Employees are assumed to continue in their current plan into retirement if a District medical plan is selected.

Marital Status: $40 \%$ of employees electing District coverage are assumed to be married and to elect spousal coverage with males three years older than females. Actual spouse data was used for current retirees.

## NOTE L - CONSTRUCTION COMMITMENTS

As of June 30, 2017, the District is committed to approximately $\$ 1,400,000$ in the upcoming years, for various construction projects. These amounts will be paid from available fund balances.

# Community High School District 99 

NOTES TO THE FINANCIAL STATEMENTS

## NOTE M - JOINT AGREEMENT

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

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

## NOTE N - CONTINGENCIES

## 1. Litigation

In the normal course of operations, the District is subject to various litigation and claims. Although the outcome of these matters is not presently determinable, the resolution of these matters, should the outcome be unfavorable, is not expected by management to be significant.

## 2. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

## NOTE O - SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 14, 2017, the date that these financial statements were available to be issued. Management has determined that no events or transactions, other than the following, have occurred subsequent to the statement of net position/balance sheet date that require disclosure in the financial statements.

## 1. Capital Lease

Effective July 1, 2017, the District entered into a capital lease agreement to finance the purchase of educational computer equipment with a cost of $\$ 360,128$. The lease requires annual payments of $\$ 122,889$ beginning July 1, 2017 through July 1, 2019.

## REQUIRED SUPPLEMENTARY INFORMATION

(Unaudited)

## Community High School District 99

MULTIYEAR SCHEDULES OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
MOST RECENT CALENDAR YEAR
Illinois Municipal Retirement Fund June 30, 2017


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

## Community High School District 99

MULTIYEAR SCHEDULE OF CONTRIBUTIONS
Illinois Municipal Retirement Fund
June 30, 2017


* Estimated based on contribution rate of $13.10 \%$ and covered valuation payroll of $\$ 11,382,667$ (most recent information available).

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

# Community High School District 99 

MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
Teachers' Retirement System of the State of Illinois
June 30, 2017


Note 1: The amounts presented were determined as of the prior fiscal-year end.
Note 2: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015 therefore 10 years of information is not available.

## Community High School District 99

## MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS

Teachers' Retirement System of the State of Illinois June 30, 2017

|  |  | 2016 |  | 2015 |  | 2014 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Contractually required contribution | \$ | 288,878 | \$ | 254,439 | \$ | 248,750 |
| Contributions in relation to the cont required contribution |  | 290,017 |  | 254,445 |  | 248,787 |
| Contribution deficiency (excess) | \$ | $(1,139)$ | \$ | (6) | \$ | (37) |
| District's covered-employee payroll | \$ | 43,351,908 | \$ | 42,521,677 | \$ | 41,404,241 |
| Contributions as a percentage of covered-employee payroll |  | 0.67 |  | 0.60 | \% | 0.60 |

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

## Community High School District 99 <br> MULTIYEAR SCHEDULE OF FUNDING PROGRESS <br> OTHER POSTEMPLOYMENT BENEFITS

June 30, 2017


NA - not available
*No valuation was performed for the fiscal year ended June 30, 2016. Results from prior year actuarial study.

## Community High School District 99

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

Revenues
Local sources

| General levy | \$ | 57,344,000 | \$ 57,585,740 | \$ | 241,740 | \$ 55,322,509 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Special education levy |  | 1,490,000 | 1,496,903 |  | 6,903 | 1,495,510 |
| Corporate personal property replacement taxes |  | 799,000 | 1,116,696 |  | 317,696 | 778,212 |
| Regular tuition from pupils or parents |  | 7,100 | 6,121 |  | (979) | 6,975 |
| Summer school tuition from pupils or parents |  | 81,100 | 42,461 |  | $(38,639)$ | 50,976 |
| Interest on investments |  | 136,000 | 142,164 |  | 6,164 | 130,990 |
| Sales to pupils - lunch |  | 410,000 | 347,484 |  | $(62,516)$ | 370,608 |
| Sales to pupils - breakfast |  | 14,000 | 10,084 |  | $(3,916)$ | 12,043 |
| Sales to pupils - a la carte |  | 400,000 | 479,439 |  | 79,439 | 363,923 |
| Sales to adults |  | 55,000 | 39,718 |  | $(15,282)$ | 48,422 |
| Admissions - athletic |  | 49,000 | 84,142 |  | 35,142 | 101,708 |
| Fees |  | 996,900 | 883,099 |  | $(113,801)$ | 396,165 |
| Book store sales |  | - | - |  | - | - |
| Other district/school activity revenue |  | 84,000 | 87,470 |  | 3,470 | 24,275 |
| Rentals - regular textbook |  | 1,347,900 | 1,367,876 |  | 19,976 | 1,256,162 |
| Rentals - other |  | 334,000 | 318,826 |  | $(15,174)$ | 333,369 |
| Sales - regular textbook |  | 11,000 | 13,499 |  | 2,499 | 11,621 |
| Sales - other |  | - | - |  | - | 2,612 |
| Other - textbooks |  | - | - |  | - | 124,183 |
| Contributions and donations from private sources |  | 85,000 | 18,223 |  | $(66,777)$ | 85,844 |
| Refund of prior years' expenditures |  | 719,000 | 744,623 |  | 25,623 | 158,359 |
| Drivers' education fees |  | 70,000 | 84,771 |  | 14,771 | 48,452 |
| Other |  | 600,000 | - |  | $(600,000)$ | 731,721 |
| Total local sources |  | 65,033,000 | 64,869,339 |  | $(163,661)$ | 61,854,639 |

## Community High School District 99

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

State sources

| General State Aid | \$ | 2,192,100 | \$ | 2,321,318 | \$ | 129,218 | \$ | 2,192,197 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Special Education - |  |  |  |  |  |  |  |  |
| Private Facility Tuition |  | 727,000 |  | 586,105 |  | $(140,895)$ |  | 735,977 |
| Special Education - Funding for |  | 642,000 |  | 631,278 |  | $(10,722)$ |  | 648,104 |
| Children Requiring Sp Ed Services |  |  |  |  |  |  |  |  |
| Special Education - Personnel |  | 1,046,200 |  | 982,034 |  | $(64,166)$ |  | 1,057,561 |
| Special Education - Orphanage |  |  |  |  |  |  |  |  |
| - Individual |  | 170,000 |  | 70,933 |  | $(99,067)$ |  | 141,360 |
| Special Education - Orphanage |  |  |  |  |  |  |  |  |
| - Summer Individual |  | 6,000 |  | 10,822 |  | 4,822 |  | 5,661 |
| Special Education - Summer School |  | - |  | 5,528 |  | 5,528 |  | - |
| CTE - Secondary Program |  |  |  |  |  |  |  |  |
| Improvement (CTEI) |  | 83,000 |  | 86,906 |  | 3,906 |  | 82,462 |
| Bilingual Ed. - Downstate |  |  |  |  |  |  |  |  |
| - T.P.I. and T.P.E. |  | 22,900 |  | 24,225 |  | 1,325 |  | 30,696 |
| State Free Lunch and Breakfast |  | 3,500 |  | 3,158 |  | (342) |  | 4,204 |
| Driver Education |  | 122,300 |  | 118,256 |  | $(4,044)$ |  | 122,346 |
| Scientific Literacy |  | 3,000 |  | - |  | $(3,000)$ |  | 3,015 |
| Total state sources |  | 5,018,000 |  | 4,840,563 |  | $(177,437)$ |  | 5,023,583 |

## Community High School District 99

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Original and | Variance |  |  |
|  | Final |  | From | 2016 |
|  | Budget | Actual | Final Budget | Actual |

Federal sources

| National School Lunch Program | \$ | 399,448 | \$ | 380,834 | \$ | $(18,614)$ | \$ | 375,631 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Special Breakfast Program |  | 80,000 |  | 59,796 |  | $(20,204)$ |  | 74,465 |
| Title I - Low Income |  | 326,213 |  | 500,930 |  | 174,717 |  | 316,660 |
| Federal - Special Education <br> - I.D.E.A. - Flow Through |  | 853,239 |  | 840,311 |  | $(12,928)$ |  | 863,924 |
| Federal-Special Education <br> - I.D.E.A. - Room and Board |  | 290,000 |  | 287,017 |  | $(2,983)$ |  | 315,197 |
| CTE - Perkins - <br> Title III Technical Prep |  | 46,300 |  | 55,728 |  | 9,428 |  | 46,316 |
| Emergency Immigrant Assistance |  | 4,300 |  | 8,817 |  | 4,517 |  | 9,409 |
| Title III - English Language Acquisition |  | 10,300 |  | 11,231 |  | 931 |  | 12,144 |
| Title II - Teacher Quality |  | 84,000 |  | 102,776 |  | 18,776 |  | 82,457 |
| Medicaid Matching Funds Administrative Outreach |  | 53,000 |  | 53,385 |  | 385 |  | 52,903 |
| Medicaid Matching Funds -Fee-For-Service-Program |  | 229,000 |  | 97,801 |  | $(131,199)$ |  | 304,998 |
| Other federal sources |  | 147,200 |  | 28,687 |  | $(118,513)$ |  | 158,668 |
| Total federal sources |  | 2,523,000 |  | 2,427,313 |  | $(95,687)$ |  | 2,612,772 |
| Total revenues |  | 72,574,000 |  | 72,137,215 |  | $(436,785)$ |  | 69,490,994 |

## Community High School District 99

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

## Expenditures

Instruction
Regular programs

Salaries
Employee benefits
Purchased services
Supplies and materials
Capital outlay
Other objects
Non-capitalized equipment
Total
Special education programs
Salaries
Employee benefits
Purchased services
Supplies and materials
Other objects
Non-capitalized equipment
Total
Remedial and Supplemental programs K-12

| Salaries | 325,508 | 89,771 | 235,737 | 86,508 |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
| Employee benefits | 44,867 | 14,201 | 30,666 | 25,892 |  |
| Purchased services | 14,000 | 66,696 | $(52,696)$ | 4,356 |  |
| Supplies and materials | 47,285 | 36,892 | 10,393 | 8,831 |  |
|  |  |  |  |  |  |
| Total |  | 431,660 | 207,560 | 224,100 | 125,587 |

\$ 30,112,953
3,524,303
600,425
594,602
308,775
32,015
281,920
35,454,993

8,964,451
991,575
33,000
24,000
1,231,614
-
$11,244,640 \quad 11,617,804 \quad(373,164) \quad 9,482,460$

## Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |


| CTE programs |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Salaries | \$ | 104,750 | \$ | 58,744 | \$ | 46,006 | \$ | 131,667 |
| Employee benefits |  | 4,760 |  | 4,263 |  | 497 |  | 5,737 |
| Purchased services |  | 28,509 |  | 25,647 |  | 2,862 |  | 11,840 |
| Supplies and materials |  | 58,994 |  | 67,043 |  | $(8,049)$ |  | 77,856 |
| Non-capitalized equipment |  | 44,961 |  | 51,055 |  | $(6,094)$ |  | 35,738 |
| Total |  | 241,974 |  | 206,752 |  | 35,222 |  | 262,838 |
| Interscholastic programs |  |  |  |  |  |  |  |  |
| Salaries |  | 2,107,150 |  | 2,221,019 |  | $(113,869)$ |  | 2,200,852 |
| Employee benefits |  | 94,048 |  | 90,775 |  | 3,273 |  | 87,421 |
| Purchased services |  | 426,623 |  | 432,223 |  | $(5,600)$ |  | 442,722 |
| Supplies and materials |  | 290,500 |  | 292,943 |  | $(2,443)$ |  | 156,123 |
| Non-capitalized equipment |  | 21,914 |  | 9,617 |  | 12,297 |  | 35,510 |
| Total |  | 2,940,235 |  | 3,046,577 |  | $(106,342)$ |  | 2,922,628 |
| Summer school programs |  |  |  |  |  |  |  |  |
| Salaries |  | 299,001 |  | 255,539 |  | 43,462 |  | 236,454 |
| Employee benefits |  | 738 |  | 2,446 |  | $(1,708)$ |  | 2,359 |
| Purchased services |  | - |  | 1,397 |  | $(1,397)$ |  | 2,255 |
| Supplies and materials |  | 124,700 |  | 136,288 |  | $(11,588)$ |  | 129,549 |
| Other objects |  | 18,000 |  | 6,717 |  | 11,283 |  | 16,931 |
| Total |  | 442,439 |  | 402,387 |  | 40,052 |  | 387,548 |
| Drivers education programs |  |  |  |  |  |  |  |  |
| Salaries |  | 788,288 |  | 787,639 |  | 649 |  | 764,711 |
| Employee benefits |  | 94,684 |  | 95,024 |  | (340) |  | 92,240 |
| Purchased services |  | 2,000 |  | 731 |  | 1,269 |  | 794 |
| Supplies and materials |  | 11,100 |  | 11,022 |  | 78 |  | 12,000 |
| Other objects |  | - |  | 8,811 |  | $(8,811)$ |  | 7,204 |
| Total |  | 896,072 |  | 903,227 |  | $(7,155)$ |  | 876,949 |

## Community High School District 99

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |



Support services

## Pupils

| Attendance and social work services |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
| Purchased services | 15,000 | 15,500 | (500) | 7,200 |
| Total | 15,000 | 15,500 | (500) | 7,200 |
| Guidance services |  |  |  |  |
| Salaries | 2,371,571 | 2,351,420 | 20,151 | 2,351,014 |
| Employee benefits | 258,259 | 264,483 | $(6,224)$ | 267,602 |
| Purchased services | 13,820 | 12,949 | 871 | 13,451 |
| Supplies and materials | 165,730 | 200,181 | $(34,451)$ | 16,444 |
| Other objects | 400 | 239 | 161 | 185 |
| Total | 2,809,780 | 2,829,272 | $(19,492)$ | 2,648,696 |

## Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

Health services
Salaries
Employee benefits
Purchased services
Supplies and materials
Other objects
Total
Psychological services
Salaries
Employee benefits

Total
Other support services - pupils
Salaries
Employee benefits
Purchased services
Supplies and materials
Other objects
Non-capitalized equipment
Total
Total pupils
Instructional staff
Improvement of instruction services
Salaries
Employee benefits
Purchased services
Supplies and materials
Other objects
Non-capitalized equipment
Total
\$ 233,
26,312
700
5,360

| 420 |
| ---: |
| 266,477 |

$\begin{array}{r}\hline \\ 479,120 \\ 50,870 \\ \hline 529,990 \\ \hline\end{array}$

| 529,990 |
| ---: |


| 576,281 | 567,208 |  |
| ---: | ---: | ---: |
| 23,731 | 36,079 |  |
| 13,750 | 16,076 |  |
| 780,318 | 779,706 |  |
| 187,515 | 53,786 |  |
| 500 | 100 |  |
|  |  | $1,582,095$ |
|  |  | $1,452,955$ |
| $5,203,342$ | $5,129,916$ |  | $-$

## Community High School District 99

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |


| Educational media services |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Salaries | , | 510,169 | \$ | 504,356 | \$ | 5,813 | \$ | 572,164 |
| Employee benefits |  | 44,293 |  | 59,120 |  | $(14,827)$ |  | 54,160 |
| Purchased services |  | 15,185 |  | 11,650 |  | 3,535 |  | 14,268 |
| Supplies and materials |  | 127,380 |  | 199,540 |  | $(72,160)$ |  | 134,785 |
| Other objects |  | 950 |  | 1,293 |  | (343) |  | 1,227 |
| Non-capitalized equipment |  | 10,575 |  | 22,959 |  | $(12,384)$ |  | 13,768 |
| Total |  | 708,552 |  | 798,918 |  | $(90,366)$ |  | 790,372 |
| Assessment and testing |  |  |  |  |  |  |  |  |
| Salaries |  | 7,500 |  | 12,797 |  | $(5,297)$ |  | 6,793 |
| Employee benefits |  | 100 |  | 181 |  | (81) |  | 94 |
| Purchased services |  | 50,000 |  | 49,922 |  | 78 |  | 14,400 |
| Supplies and materials |  | 10,000 |  | 5,248 |  | 4,752 |  | 9,874 |
| Total |  | 67,600 |  | 68,148 |  | (548) |  | 31,161 |
| Total instructional staff |  | 1,739,991 |  | 1,794,884 |  | $(54,893)$ |  | 1,957,502 |
| General administration |  |  |  |  |  |  |  |  |
| Board of education services |  |  |  |  |  |  |  |  |
| Salaries |  | 4,000 |  | - |  | 4,000 |  | 6,572 |
| Employee benefits |  | - |  | - |  | - |  | 161 |
| Purchased services |  | 386,500 |  | 388,400 |  | $(1,900)$ |  | 438,533 |
| Supplies and materials |  | 24,000 |  | 15,809 |  | 8,191 |  | 25,693 |
| Other objects |  | 23,000 |  | 26,936 |  | $(3,936)$ |  | 22,280 |
| Total |  | 437,500 |  | 431,145 |  | 6,355 |  | 493,239 |

## Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |


| Executive administration services |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Salaries | \$ | 296,482 | \$ | 296,378 | \$ | 104 | \$ | 307,963 |
| Employee benefits |  | 37,979 |  | 35,162 |  | 2,817 |  | 18,938 |
| Purchased services |  | 15,000 |  | 53,739 |  | $(38,739)$ |  | 18,383 |
| Supplies and materials |  | 20,500 |  | 17,337 |  | 3,163 |  | 20,184 |
| Capital outlay |  | - |  | - |  | - |  | 49,173 |
| Other objects |  | 11,000 |  | 8,081 |  | 2,919 |  | 10,667 |
| Non-capitalized equipment |  | 21,000 |  | 3,300 |  | 17,700 |  | 1,456 |
| Total |  | 401,961 |  | 413,997 |  | $(12,036)$ |  | 426,764 |
| Special area administrative services |  |  |  |  |  |  |  |  |
| Salaries |  | 193,189 |  | 196,366 |  | $(3,177)$ |  | 209,914 |
| Employee benefits |  | 32,891 |  | 31,231 |  | 1,660 |  | 30,520 |
| Purchased services |  | 3,500 |  | 1,975 |  | 1,525 |  | 3,078 |
| Supplies and materials |  | 750 |  | - |  | 750 |  | 221 |
| Total |  | 230,330 |  | 229,572 |  | 758 |  | 243,733 |
| Total general administration |  | 1,069,791 |  | 1,074,714 |  | $(4,923)$ |  | 1,163,736 |
| School administration |  |  |  |  |  |  |  |  |
| Office of the principal services |  |  |  |  |  |  |  |  |
| Salaries |  | 1,495,441 |  | 1,494,987 |  | 454 |  | 1,537,888 |
| Employee benefits |  | 256,052 |  | 264,118 |  | $(8,066)$ |  | 247,354 |
| Purchased services |  | 96,326 |  | 76,511 |  | 19,815 |  | 175,733 |
| Supplies and materials |  | 134,707 |  | 156,751 |  | $(22,044)$ |  | 66,423 |
| Capital outlay |  | 108,100 |  | 24,212 |  | 83,888 |  | 910 |
| Non-capitalized equipment |  | 12,750 |  | 11,687 |  | 1,063 |  | 8,969 |
| Total |  | 2,103,376 |  | 2,028,266 |  | 75,110 |  | 2,037,277 |
| Total school administration |  | 2,103,376 |  | 2,028,266 |  | 75,110 |  | 2,037,277 |
|  |  |  |  |  |  |  |  | (Continued) |

## Community High School District 99

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

Business
Direction of business support services
Salaries
Employee ben
Purchased ser
Total
Fiscal services

Other objects
Total
Operation and maintenance of plant services
Non-capitalized equipment
Total
Pupil transportation services
Purchased services
Total
Food services
Purchased services
Supplies and materials
Other objects
Non-capitalized equipment

Total
Total business

| \$ | 515,408 | \$ | 516,447 | \$ | $(1,039)$ | \$ | 502,073 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 37,980 |  | 19,151 |  | 18,829 |  | 35,365 |
|  | 4,000 |  | 9,385 |  | $(5,385)$ |  | 4,003 |
|  | 557,388 |  | 544,983 |  | 12,405 |  | 541,441 |


| 30,000 | 84,129 | $(54,129)$ | 33,511 |
| ---: | ---: | ---: | ---: |
|  |  |  |  |
| 30,000 | 84,129 | $(54,129)$ | 33,511 |


| - | $(8,100)$ | 8,100 | 8,100 |
| ---: | :--- | ---: | :--- |
| - |  |  |  |

## Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |


| Information services |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Salaries | \$ | 96,445 | \$ | 96,445 | \$ | - | \$ | 94,554 |
| Employee benefits |  | 28,827 |  | 27,166 |  | 1,661 |  | 26,672 |
| Purchased services |  | 38,450 |  | 51,603 |  | $(13,153)$ |  | 34,021 |
| Supplies and materials |  | 2,000 |  | 830 |  | 1,170 |  | 218 |
| Total |  | 165,722 |  | 176,044 |  | $(10,322)$ |  | 155,465 |
| Staff services |  |  |  |  |  |  |  |  |
| Salaries |  | 363,410 |  | 368,854 |  | $(5,444)$ |  | 352,213 |
| Employee benefits |  | 456,864 |  | 390,711 |  | 66,153 |  | 359,571 |
| Purchased services |  | 36,500 |  | 35,044 |  | 1,456 |  | 35,810 |
| Supplies and materials |  | 5,000 |  | 276 |  | 4,724 |  | - |
| Other objects |  | 1,300 |  | 1,060 |  | 240 |  | - |
| Total |  | 863,074 |  | 795,945 |  | 67,129 |  | 747,594 |
| Data processing services |  |  |  |  |  |  |  |  |
| Salaries |  | 1,035,083 |  | 1,055,547 |  | $(20,464)$ |  | 1,032,040 |
| Employee benefits |  | 81,033 |  | 77,161 |  | 3,872 |  | 85,211 |
| Purchased services |  | 197,000 |  | 275,430 |  | $(78,430)$ |  | 173,236 |
| Supplies and materials |  | 503,154 |  | 595,617 |  | $(92,463)$ |  | 483,317 |
| Capital outlay |  | 285,000 |  | 278,649 |  | 6,351 |  | 373,193 |
| Other objects |  | 1,000 |  | 3,340 |  | $(2,340)$ |  | 3,999 |
| Non-capitalized equipment |  | - |  | 973 |  | (973) |  | 16,543 |
| Total |  | 2,102,270 |  | 2,286,717 |  | $(184,447)$ |  | 2,167,539 |
| Total central |  | 3,131,066 |  | 3,258,706 |  | (127,640) |  | 3,070,598 |
| Total support services |  | 14,991,911 |  | 15,072,999 |  | $(81,088)$ |  | 14,723,642 |

## Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

Community services

| Salaries | \$ | 10,190 | \$ | 9,888 | \$ | 302 | \$ | 11,130 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Employee benefits |  | - |  | 20 |  | (20) |  | 33 |
| Purchased services |  | 23,500 |  | 21,530 |  | 1,970 |  | 20,130 |
| Supplies and materials |  | 1,000 |  | 996 |  | 4 |  | 892 |
| Total |  | 34,690 |  | 32,434 |  | 2,256 |  | 32,185 |

Payments to other districts and government units
Payments for regular programs
Purchased services
Other objects
Total

Payments for special education programs
Purchased services

| 100,000 | 110,690 | $(10,690)$ | 144,907 |
| :---: | :---: | :---: | :---: |
| 872,963 | 942,773 | $(69,810)$ | 998,712 |
| 972,963 | 1,053,463 | $(80,500)$ | 1,143,619 |

Payments for CTE education programs
Other objects
Total

| 700,000 | 570,620 | 129,380 | 667,199 |
| :---: | :---: | :---: | :---: |
| 700,000 | 570,620 | 129,380 | 667,199 |
| 1,712,963 | 1,656,678 | 56,285 | 1,817,418 |
| 17,000 | - | 17,000 | - |
| 69,576,002 | 70,034,222 | $(458,220)$ | 68,442,015 |
| 2,997,998 | 2,102,993 | $(895,005)$ | 1,048,979 |
|  |  |  | (Continued) |

## Community High School District 99

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

Other financing sources (uses)
Sale or compensation for capital assets \$

| $\$$ | - | $\$$ | - | $\$$ | - | $\$$ |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- |

Capital lease proceeds
Transfer to Debt Service Fund to pay principal on capital leases
Transfer to Debt Service Fund to pay interest on capital leases
Transfer to Debt Service Fund to pay principal on revenue bonds
Transfer to Debt Service Fund to pay interest on revenue bonds
(187,000) (184,687) 2,313 (219,812)

Total other financing sources (uses)
(2,091,000)

$$
\begin{equation*}
(1,506,242) \quad 584,758 \tag{1,879,016}
\end{equation*}
$$

Net change to fund balance

$$
\$ \quad 596,751 \quad \underline{\underline{\$(310,247)}}
$$

$$
(830,037)
$$

Fund balance, beginning of year
Fund balance, end of year

| \$ 906,998 | 596,751 | \$ (310,247) | $(830,037)$ |
| :---: | :---: | :---: | :---: |
|  | 944,173 |  | 1,774,210 |
|  | \$ 1,540,924 |  | 944,173 |

# Community High School District 99 

Operations and Maintenance Fund SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Original and |  | Variance |  |
|  | Final |  | From | 2016 |
|  | Budget | Actual | Final Budget | Actual |

Revenues
Local sources
General levy
Interest on investments
Rentals
Refund of prior years' expenditures
Other

Total local sources

| $\$ 8,657,000$ | $\$ 8,694,221$ | $\$$ | 37,221 | $\$ 9,469,051$ |
| ---: | ---: | ---: | ---: | ---: |
| 11,000 | 13,596 | 2,596 | 9,702 |  |
| 256,000 | 231,907 | $(24,093)$ | 294,019 |  |
| - | - | - | 300 |  |
| 200,000 | 23,073 | $(176,927)$ | 12,450 |  |
|  |  |  |  |  |
| $9,124,000$ | $8,962,797$ | $(161,203)$ | $9,785,522$ |  |

State sources
Other

| - | 184,053 | 184,053 | - |
| :---: | :---: | :---: | :---: |
| - | 184,053 | 184,053 | - |
| 9,124,000 | 9,146,850 | 22,850 | 9,785,522 |

Expenditures
Business
Facilities acquisition and construction services

| Purchased services | - | - | - | 237,285 |
| :---: | :---: | :---: | :---: | :---: |
| Supplies and materials | - | - | - | 5,890 |
| Capital outlay | - | - | - | 716,675 |
| Non-capitalized equipment | - | - | - | 30,974 |
| Total | - | - | - | 990,824 |
| Operation and maintenance of plant services |  |  |  |  |
| Salaries | 3,952,000 | 3,854,281 | 97,719 | 3,903,966 |
| Employee benefits | 732,000 | 720,879 | 11,121 | 704,454 |
| Purchased services | 1,354,000 | 989,472 | 364,528 | 1,072,562 |
| Supplies and materials | 1,337,000 | 1,350,994 | $(13,994)$ | 1,224,447 |
|  |  |  |  | (Continued) |

# Community High School District 99 

Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |  |  | $\begin{gathered} 2016 \\ \text { Actual } \end{gathered}$ |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original and Final Budget |  | Actual |  | ariance From <br> al Budget |  |  |
| Operation and maintenance of plant services (continued) |  |  |  |  |  |  |  |
| Capital outlay | \$ 968,000 | \$ | 908,574 | \$ | 59,426 | \$ | 198,468 |
| Non-capitalized equipment | 44,000 |  | 181,415 |  | $(137,415)$ |  | 12,013 |
| Total | 8,387,000 |  | 8,005,615 |  | 381,385 |  | 7,115,910 |
| Total business | 8,387,000 |  | 8,005,615 |  | 381,385 |  | 8,106,734 |
| Total support services | 8,387,000 |  | 8,005,615 |  | 381,385 |  | 8,106,734 |
| Provision for contingencies | 200,000 |  | - |  | 200,000 |  | - |
| Total expenditures | 8,587,000 |  | 8,005,615 |  | 581,385 |  | 8,106,734 |
| Excess of revenues |  |  |  |  |  |  |  |
| Other financing uses |  |  |  |  |  |  |  |
| Transfer to Debt Service Fund to pay principal on debt certificates | $(370,000)$ |  | $(370,000)$ |  | - |  | $(355,000)$ |
| Transfer to Debt Service Fund to pay interest on debt certificates | $(202,000)$ |  | $(62,063)$ |  | $(139,937)$ |  | $(215,897)$ |
| Total other financing uses | (572,000) |  | $(432,063)$ |  | $(139,937)$ |  | $(570,897)$ |
| Net change in fund balance | \$ (35,000) |  | 709,172 | \$ | 744,172 |  | 1,107,891 |
| Fund balance (deficit), beginning of year |  |  | $(103,963)$ |  |  |  | $(1,211,854)$ |
| Fund balance (deficit), end of year |  | \$ | 605,209 |  |  |  | $(103,963)$ |

# Community High School District 99 

Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Original and | Variance |  |  |
|  | Final |  | From | 2016 |
|  | Budget | Actual | Final Budget | Actual |

Revenues
Local sources

General levy
Interest on investments
Refund of prior years' expenditures
Other
Total local sources

State sources
Transportation - Regular/Vocational
Transportation - Special Education

| $\begin{array}{r} 110,000 \\ 1,030,000 \end{array}$ | $\begin{array}{r} 116,653 \\ 925,637 \end{array}$ | $\begin{array}{r} 6,653 \\ (104,363) \\ \hline \end{array}$ | $\begin{array}{r} 122,053 \\ 1,069,581 \end{array}$ |
| :---: | :---: | :---: | :---: |
| 1,140,000 | 1,042,290 | $(97,710)$ | 1,191,634 |
| 3,264,000 | 3,041,710 | $(222,290)$ | 3,718,284 |

Expenditures
Support services
Business
Pupil transportation services

| Salaries | 208,000 | 210,226 | $(2,226)$ | 208,452 |
| :---: | :---: | :---: | :---: | :---: |
| Employee benefits | 45,000 | 43,241 | 1,759 | 37,770 |
| Purchased services | 3,203,000 | 3,334,406 | $(131,406)$ | 3,249,510 |
| Supplies and materials | 24,000 | 27,856 | $(3,856)$ | 21,583 |
| Capital outlay | - | - | - | 44,074 |
| Non-capitalized equipment | 1,000 | 1,176 | (176) | 931 |
| Total | 3,481,000 | 3,616,905 | $(135,905)$ | 3,562,320 |
| Total support services | 3,481,000 | 3,616,905 | $(135,905)$ | 3,562,320 |
|  |  |  |  | Continued) |

## Community High School District 99

Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |  |  | $\begin{gathered} 2016 \\ \text { Actual } \end{gathered}$ |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original and Final Budget | Actual |  | VarianceFromFinal Budget |  |  |  |
| Provision for contingencies | \$ 100,000 | \$ | - | \$ | 100,000 | \$ | - |
| Total expenditures | 3,581,000 |  | 3,616,905 |  | $(35,905)$ |  | 3,562,320 |
| Deficiency of revenues over expenditures | $\underline{\text { \$ }(317,000)}$ |  | $(575,195)$ | \$ | $(258,195)$ |  | 155,964 |
| Fund balance (deficit), beginning of year |  |  | $(193,520)$ |  |  |  | $(349,484)$ |
| Fund balance (deficit), end of year |  |  | $(768,715)$ |  |  | \$ | $(193,520)$ |

## Community High School District 99

Municipal Retirement / Social Security Fund SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Original and | Variance |  |  |
|  | Final |  | From | 2016 |
|  | Budget | Actual | Final Budget | Actual |

Revenues
Local sources

General levy
Social security/Medicare only levy
Corporate personal property


Interest on investments
Other

| $\$ 1,490,000$ | $\$ 1,496,887$ | $\$$ | 6,887 | $\$ 1,495,510$ |  |
| ---: | ---: | ---: | ---: | ---: | ---: |
| $1,989,000$ | $1,997,050$ |  | 8,050 | $1,768,111$ |  |
|  |  |  |  |  |  |
|  | 44,000 | 45,000 |  | 1,000 | 45,000 |
| 4,000 | 5,367 |  | 1,367 | 3,827 |  |
| 100,000 | - | $(100,000)$ | - |  |  |
|  |  |  |  |  |  |
| $3,627,000$ | $3,544,304$ | $(82,696)$ | $3,312,448$ |  |  |
|  |  |  |  |  |  |
| $3,627,000$ | $3,544,304$ | $(82,696)$ | $3,312,448$ |  |  |

Expenditures
Instruction

| Regular programs | $1,057,475$ | 976,441 | 81,034 | $1,039,729$ |
| :--- | ---: | ---: | ---: | ---: |
| Special education programs | 262,799 | 299,643 | $(36,844)$ | 236,090 |
| Remedial and |  |  |  |  |
| $\quad$ supplemental programs K-12 | 25,204 | 10,594 | 14,610 | 2,979 |
| Vocational educational programs | 13,704 | 8,265 | 5,439 | 20,048 |
| Interscholastic programs | 71,029 | 92,184 | $(21,155)$ | 87,766 |
| Summer school programs | 15,578 | 9,615 | 5,963 | 8,090 |
| Drivers education programs | 11,426 | 10,972 | 454 | 10,603 |
|  |  |  |  |  |
| Total instruction | $1,457,215$ | $1,407,714$ | 49,501 | $1,405,305$ |

## Community High School District 99

Municipal Retirement / Social Security Fund SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Original and | Variance |  |  |
|  | Final |  | From | 2016 |
|  | Budget | Actual | Final Budget | Actual |

Support services
Pupils

| Attendance and social work services | \$ | 34,392 | \$ | - | \$ | 34,392 | \$ | - |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Guidance services |  |  |  | 32,864 |  | $(32,864)$ |  | 32,865 |
| Health services |  | 12,214 |  | 13,484 |  | $(1,270)$ |  | 18,541 |
| Psychological services |  | 6,947 |  | 6,834 |  | 113 |  | 6,534 |
| Other support services -pupils |  | 111,965 |  | 114,399 |  | $(2,434)$ |  | 148,821 |
| Total pupils |  | 165,518 |  | 167,581 |  | $(2,063)$ |  | 206,761 |
| Instructional staff |  |  |  |  |  |  |  |  |
| Improvement of instruction services |  | 25,541 |  | 28,450 |  | $(2,909)$ |  | 32,516 |
| Educational media services |  | 7,397 |  | 7,035 |  | 362 |  | 8,060 |
| Assessment and testing |  | - |  | 178 |  | (178) |  | 95 |
| Total instructional staff |  | 32,938 |  | 35,663 |  | $(2,725)$ |  | 40,671 |

General administration

| Board of education services | - |  | - | 95 |
| :---: | :---: | :---: | :---: | :---: |
| Executive administration services | 19,986 | 19,526 | 460 | 19,007 |
| Special area administrative services | 10,267 | 10,883 | (616) | 14,057 |
| Total general administration | 30,253 | 30,409 | (156) | 33,159 |

School administration

Office of the principal services
Total school administration

| 92,584 | 85,569 | 7,015 | 89,347 |
| :---: | :---: | :---: | :---: |
| 92,584 | 85,569 | 7,015 | 89,347 |

## Community High School District 99

Municipal Retirement / Social Security Fund SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Original and | Variance |  |  |
|  | Final |  | From | 2016 |
|  | Budget | Actual | Final Budget | Actual |

Business
Direction of business support services
Fiscal services
Operation and
maintenance of plant services

> Total business

| \$ | $\begin{array}{r} 101,240 \\ 25,099 \end{array}$ | \$ | 99,875 | \$ | 1,365 | \$ | 96,661 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | 24,919 |  | 180 |  | 23,992 |
|  | 782,616 |  | 764,765 |  | 17,851 |  | 754,932 |
|  | 908,955 |  | 889,559 |  | 19,396 |  | 875,585 |

Central

| Information services |  | 20,018 |  | 19,903 |  | 115 |  | 19,161 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Staff services |  | 41,992 |  | 41,516 |  | 476 |  | 37,783 |
| Data processing services |  | 211,900 |  | 210,835 |  | 1,065 |  | 201,692 |
| Total central |  | 273,910 |  | 272,254 |  | 1,656 |  | 258,636 |
| Total support services |  | 1,504,158 |  | 1,481,035 |  | 23,123 |  | 1,504,159 |
| Community services |  | 627 |  | 666 |  | (39) |  | 690 |
| Provision for contingencies |  | 100,000 |  | - |  | 100,000 |  | - |
| Total expenditures |  | 3,062,000 |  | 2,889,415 |  | 172,585 |  | 2,910,154 |
| Deficiency of revenues over expenditures | \$ | 565,000 |  | 654,889 | \$ | 89,889 |  | 402,294 |
| Fund balance, beginning of year |  |  |  | 530,583 |  |  |  | 128,289 |
| Fund balance, end of year |  |  |  | 1,185,472 |  |  |  | 530,583 |

## Community High School District 99

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

## 1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

The Board of Education follows these procedures in establishing the budgetary data reflected in the financial statements:
a) The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December of each year, a tax levy resolution is filed with the County Clerk to obtain tax revenues.
d) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
e) Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of $10 \%$ of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
f) The budget amounts shown in the financial statements were originally adopted by the Board of Education on September 19, 2016.
g) All budget appropriations lapse at the end of the fiscal year.

# Community High School District 99 <br> NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION <br> June 30, 2017 

## 2. BUDGET RECONCILIATION

The statement of revenues, expenditures, and changes in fund balance (deficit) - governmental funds (GAAP basis) includes "on-behalf" payments received and made for the amounts contributed by the state of Illinois for the employer's share of the Teachers' Retirement System pension. The District does not budget for these amounts. The differences between the budgetary basis and GAAP basis are as follows:

|  | Revenues |  | Expenditures |  |
| :---: | :---: | :---: | :---: | :---: |
| General Fund - budgetary basis | \$ | 72,137,215 | \$ | 70,034,222 |
| On-behalf payments received |  | 33,658,146 |  | - |
| On-behalf payments made |  | - |  | 33,658,146 |
| General Fund - GAAP basis | \$ | 105,795,361 | \$ | 103,692,368 |

## 3. EXPENDITURES IN EXCESS OF BUDGETS

The following funds had expenditures in excess of budgets at June 30, 2017:

| Fund |  | Variance |
| :--- | ---: | ---: |
| General | $\$$ | 458,222 |
| Transportation |  | 35,905 |
| Debt Service |  | 3,551 |
| Capital Projects |  | 220,915 |

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

## Changes of Assumptions

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

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

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

# Community High School District 99 

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION June 30, 2017

## 5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2016 IMRF CONTRIBUTION RATE*

## Valuation Date:

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

## Methods and Assumptions Used to Determine the 2016 Contribution Rate:

Actuarial Cost Method Aggregate Entry Age Normal
Amortization Method Level Percentage of Payroll, Closed

Remaining Amortization Period Non-Taxing bodies: 10-year rolling period.
Taxing bodies (Regular, SLEP, and ECO groups): 27-year closed period until remaining period reaches 15 years (then 15-year rolling period).
Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset Valuation Method
Wage Growth
Price Inflation

Salary Increases
Investment Rate of Return
Retirement Age

Mortality

5-year smoothed market; 20\% corridor
3.50\%
$2.75 \%$ - approximate; no explicit price inflation assumption is used in this valuation.
$3.75 \%$ to $14.50 \%$, including inflation
7.50\%

Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 calculation pursuant to an experience study of the period 2011-2013.
RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men, $120 \%$ of the table rates were used. For women, $92 \%$ of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

## Other Information:

Notes
There were no benefit changes during the year.

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

OTHER SUPPLEMENTARY FINANCIAL INFORMATION

## Community High School District 99

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

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

Revenues

Local sources

General levy
Interest on investments

Total local sources

Total revenues

| \$ 8,104,594 | \$ 8,138,166 | \$ |  | \$ 7,765,296 |
| :---: | :---: | :---: | :---: | :---: |
| 11,000 | 15,112 |  | 4,112 | 10,777 |
| 8,115,594 | 8,153,278 |  | 37,684 | 7,776,073 |
| 8,115,594 | 8,153,278 |  | 37,684 | 7,776,073 |

Expenditures
Debt service
Debt services - interest

| Bonds and certificates - interest | 1,800,091 | 1,061,152 | 738,939 | 1,495,945 |
| :---: | :---: | :---: | :---: | :---: |
| Total debt service - interest | 1,800,091 | 1,061,152 | 738,939 | 1,495,945 |
| Principal payments on long-term debt | 8,922,002 | 9,593,251 | (671,249) | 8,739,206 |
| Other debt service |  |  |  |  |
| Purchased services | 1,907 | 73,148 | $(71,241)$ | 4,504 |
| Total | 1,907 | 73,148 | $(71,241)$ | 4,504 |
| Total debt service | 10,724,000 | 10,727,551 | $(3,551)$ | 10,239,655 |
| Total expenditures | 10,724,000 | 10,727,551 | $(3,551)$ | 10,239,655 |
| Deficiency of revenues over expenditures | $(2,608,406)$ | (2,574,273) | 34,133 | (2,463,582) |

## Community High School District 99

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

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

Other financing sources (uses)

| Principal on bonds sold | \$ | - | \$ | 4,650,000 | \$ | 4,650,000 | \$ | - |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Transfer to pay for principal on capital leases |  | 717,000 |  | 793,251 |  | 76,251 |  | 599,206 |
| Transfer to pay for interest on capital leases |  | 17,000 |  | 15,723 |  | $(1,277)$ |  | 7,727 |
| Transfer to pay for principal on debt certificates |  | 1,540,000 |  | 1,540,000 |  | - |  | 1,485,000 |
| Transfer to pay for interest on debt certificates |  | 389,000 |  | 246,750 |  | $(142,250)$ |  | 435,709 |
| Transfer to escrow agent |  | - |  | $(4,738,831)$ |  | $(4,738,831)$ |  | - |
| Total other financing sources (uses) |  | 2,663,000 |  | 2,506,893 |  | $(156,107)$ |  | 2,527,642 |
| Net change in fund balance | \$ | 54,594 |  | $(67,380)$ | \$ | $(121,974)$ |  | 64,060 |
| Fund balance, beginning of year |  |  |  | 1,348,320 |  |  |  | 1,284,260 |
| Fund balance, end of year |  |  | \$ | 1,280,940 |  |  | \$ | 1,348,320 |

## Community High School District 99

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

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

|  | 2017 |  |  |
| :---: | :---: | :---: | :---: |
| Original and |  | Variance |  |
| Final |  | From | 2016 |
| Budget | Actual | Final Budget | Actual |

Revenues
Local sources

| Interest on investments | \$ | 1,000 | \$ | 388 | \$ | (612) | \$ | 275 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Contributions and donations from private sources |  | 80,000 |  | 112,996 |  | 32,996 |  | 78,104 |
| Other |  | - |  | 76,477 |  | 76,477 |  | - |
| Total local sources |  | 81,000 |  | 189,861 |  | 108,861 |  | 78,379 |
| Total revenues |  | 81,000 |  | 189,861 |  | 108,861 |  | 78,379 |

Expenditures
Support services
Facilities acquisition and construction services

| Purchased services | - | 367,117 | $(367,117)$ | 201,107 |
| :---: | :---: | :---: | :---: | :---: |
| Capital outlay | 2,700,000 | 2,753,798 | $(53,798)$ | 704,246 |
| Total | 2,700,000 | 3,120,915 | $(420,915)$ | 905,353 |
| Total support services | 2,700,000 | 3,120,915 | $(420,915)$ | 905,353 |
| Provision for contingencies | 200,000 | - | 200,000 | - |
| Total expenditures | 2,900,000 | 3,120,915 | $(220,915)$ | 905,353 |
| Deficiency of revenues over expenditures | (2,819,000) | (2,931,054) | $(112,054)$ | $(826,974)$ |

## Community High School District 99

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

For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016

| Original and |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Final |  | Variance |  |
|  | Budget | Actual | Final Budget | Actual |

Other financing sources

| Principal on bonds sold | \$ | \$ 1,915,000 | \$ (1,915,000) | \$ 3,500,000 |
| :---: | :---: | :---: | :---: | :---: |
| Total other financing sources | - | 1,915,000 | $(1,915,000)$ | 3,500,000 |
| Net change in fund balance | \$ (2,819,000) | $(1,016,054)$ | \$ 1,802,946 | 2,673,026 |
| Fund balance, beginning of year |  | 3,194,682 |  | 521,656 |
| Fund balance, end of year |  | \$ 2,178,628 |  | \$ 3,194,682 |

## Community High School District 99

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2017

|  |  | Balance <br> July 1, 2016 |  | Additions |  | Deletions |  | Balance June 30, 2017 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Assets |  |  |  |  |  |  |  |  |
| Cash and investments | \$ | 833,748 | \$ | 1,865,373 | \$ | 2,151,275 | \$ | 547,846 |
| Liabilities |  |  |  |  |  |  |  |  |
| Due to student groups |  |  |  |  |  |  |  |  |
| North High School | \$ | 460,606 | \$ | 821,491 | \$ | 1,081,339 | \$ | 200,758 |
| South High School |  | 373,142 |  | 1,043,882 |  | 1,069,936 |  | 347,088 |
| Total liabilities | \$ | 833,748 | \$ | 1,865,373 | \$ | 2,151,275 | \$ | 547,846 |

STATISTICAL SECTION
(Unaudited)

## Statistical Section

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

## Contents <br> Page

## Financial Trends

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

## Revenue Capacity

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

## Debt Capacity

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

## Demographic and Economic Information

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

## Operating Information

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

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

## Community High School District 99

NET POSITION (DEFICIT)
LAST TEN FISCAL YEARS

|  |  | 2017 | 2016 |  | 2015 |  | 2014* |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Governmental Activities |  |  |  |  |  |  |  |
| Net investment in capital assets | \$ | 59,654,622 | 55,484,485 | \$ | 50,299,332 | \$ | 43,077,850 |
| Restricted |  | 5,162,406 | 4,913,672 |  | 1,730,325 |  | 2,219,865 |
| Unrestricted |  | $(18,345,190)$ | (20,471,606) |  | $(17,205,101)$ |  | $(15,566,445)$ |
| Total governmental activities net position (deficit) | \$ | 46,471,838 | 39,926,551 | \$ | 34,824,556 | \$ | 29,731,270 |

* 2014 balances restated due to the implementation of GASB 68 and 71.

|  | 2013 |  | 2012 |  | 2011 |  | 2010 |  | 2009 | 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | $\begin{gathered} 38,594,562 \\ 1,458,732 \\ (8,318,057) \\ \hline \end{gathered}$ | \$ | $\begin{gathered} 28,730,656 \$ \\ 3,745,602 \\ (6,771,985) \\ \hline \end{gathered}$ |  | $\begin{gathered} 18,683,604 \\ 10,135,822 \\ (7,864,450) \\ \hline \end{gathered}$ | \$ | $\begin{gathered} 17,395,025 \$ \\ 987,644 \\ (20,625,827) \\ \hline \end{gathered}$ |  | $\begin{gathered} 16,666,405 \$ \\ 975,139 \\ (21,619,270) \\ \hline \end{gathered}$ | $\begin{array}{r} 13,456,868 \\ 2,831,053 \\ (20,751,000) \\ \hline \end{array}$ |
| \$ | 31,735,237 | \$ | 25,704,273 \$ | \$ | 20,954,976 | \$ | $\underline{(2,243,158)}$ \$ | \$ | $(3,977,726) \$$ | $\underline{(4,463,079)}$ |

# Community High School District 99 

## CHANGES IN NET POSITION (DEFICIT)

LAST TEN FISCAL YEARS



# Community High School District 99 <br> FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS <br> LAST TEN FISCAL YEARS 

|  |  | 2017 |  | 2016 |  | 2015 |  | 2014 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| General Fund |  |  |  |  |  |  |  |  |
| Nonspendable | \$ | - | \$ | 2,671 | \$ | 1,929 | \$ | 17,857,981 |
| Assigned |  | 1,573,763 |  | 1,373,615 |  | 1,596,821 |  | 2,490,026 |
| Unassigned |  | $(32,839)$ |  | $(432,113)$ |  | 175,460 |  | 11,524,042 |
| Reserved |  | - |  | - |  | - |  |  |
| Unreserved |  | - |  | - |  | - |  | - |
| Total General Fund | \$ | 1,540,924 | \$ | 944,173 | \$ | 1,774,210 | \$ | 31,872,049 |
| All Other Governmental Funds |  |  |  |  |  |  |  |  |
| Unassigned |  |  |  |  |  |  |  |  |
| Operations and Maintenance | \$ | - | \$ | $(103,963)$ | \$ | $(1,211,854)$ | \$ | $(25,430,061)$ |
| Transportation |  | $(768,715)$ |  | $(193,520)$ |  | $(349,484)$ |  | - |
| Municipal Retirement/ Soc. Sec. |  | - |  | - |  | - |  | $(2,272,072)$ |
| Capital Projects |  | - |  | - |  | - |  | $(2,626,583)$ |
| Restricted |  |  |  |  |  |  |  |  |
| Operations and Maintenance |  | 605,209 |  | - |  | - |  | - |
| Transportation |  | - |  | - |  | - |  | 1,278,343 |
| Municipal Retirement / Soc. Sec. |  | 1,185,472 |  | 530,583 |  | 128,289 |  | - |
| Debt Service |  | 1,280,940 |  | 1,348,320 |  | 1,284,260 |  | 1,236,284 |
| Capital Projects |  | 2,178,628 |  | 3,194,682 |  | 521,656 |  | - |
| Assigned |  |  |  |  |  |  |  |  |
| Site Acquisition |  | - |  | - |  | - |  | - |
| Reserved |  | - |  | - |  | - |  | - |
| Unreserved, reported in: |  |  |  |  |  |  |  |  |
| Special Revenue Funds |  | - |  | - |  | - |  | - |
| Debt Service Fund |  | - |  | - |  | - |  | - |
| Capital Projects Fund |  | - |  | - |  | - |  | - |
| Total All Other Governmental Funds | \$ | 4,481,534 | \$ | 4,776,102 | \$ | 372,867 | \$ | $\underline{(27,814,089)}$ |
| Total Governmental Funds | \$ | $\underline{6,022,458}$ | \$ | 5,720,275 | \$ | $\underline{2,147,077}$ | \$ | 4,057,960 |

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

|  | 2013 |  | 2012 |  | 2011 |  | 2010 |  | 2009 |  | 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | 23,318,374 | \$ | 22,659,025 | \$ | 21,576,715 | \$ | - | \$ | - | \$ | - |
|  | 2,194,884 |  | 1,756,350 |  | 1,198,066 |  | - |  | - |  | - |
|  | 9,209,732 |  | 11,065,958 |  | 10,387,239 |  | - |  | - |  | - |
|  | - |  | - |  | - |  | 598,272 |  | 1,280,583 |  | 1,416,448 |
|  | - |  | - |  | - |  | 11,499,339 |  | 6,446,728 |  | 2,698,926 |
| \$ | 34,722,990 | \$ | 35,481,333 | \$ | 33,162,020 | \$ | 12,097,611 | \$ | 7,727,311 | \$ | 4,115,374 |
| \$ | $(28,432,859)$ | \$ | $(27,714,552)$ | \$ | $(25,346,052)$ | \$ | - | \$ | - | \$ | - |
|  | - |  | $(336,363)$ |  | $(771,960)$ |  | - |  | - |  | - |
|  | $(1,830,775)$ |  | $(927,850)$ |  | $(410,664)$ |  | - |  | - |  | - |
|  | $(804,393)$ |  | - |  | - |  | - |  | - |  | - |
|  | - |  | - |  | - |  | - |  | - |  | - |
|  | 318,107 |  | - |  | - |  | - |  | - |  | - |
|  | - |  | - |  | - |  | - |  | - |  | - |
|  | 1,169,846 |  | 1,119,643 |  | 1,378,578 |  | - |  | - |  | - |
|  | - |  | 2,644,351 |  | 15,721,009 |  | - |  | - |  | - |
|  | - |  | - |  | 373,784 |  | - |  | - |  | - |
|  | - |  | - |  | - |  | 410,617 |  | 445,810 |  | 805,431 |
|  | - |  | - |  | - |  | (9,892,756) |  | $(5,183,036)$ |  | $(45,716)$ |
|  | - |  | - |  | - |  | 979,629 |  | 913,053 |  | 804,937 |
|  | - |  | - |  | - |  | $(2,878,351)$ |  | $(2,738,064)$ |  | $(525,486)$ |
| \$ | $(29,580,074)$ | \$ | (25,214,771) | \$ | $(9,055,305)$ | \$ | (11,380,861) | \$ | $(6,562,237)$ | \$ | 1,039,166 |
| \$ | 5,142,916 | \$ | 10,266,562 |  | 24,106,715 | \$ | 716,750 | \$ | 1,165,074 | \$ | 5,154,540 |

## Community High School District 99

GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS

|  |  | 2017 |  | 2016 |  | 2015 |  | 2014 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Local Sources |  |  |  |  |  |  |  |  |
| Property taxes | \$ | 81,406,394 | \$ | 79,807,242 | \$ | 78,652,903 | \$ | 77,142,728 |
| Replacement taxes |  | 1,161,696 |  | 823,212 |  | 1,030,249 |  | 957,960 |
| Charges for services |  | 3,912,126 |  | 3,866,272 |  | 3,258,405 |  | 3,335,666 |
| Earnings on investments |  | 178,620 |  | 157,004 |  | 105,972 |  | 111,623 |
| Other local sources |  | 1,060,163 |  | 679,981 |  | 201,869 |  | 525,225 |
| Total local sources |  | 87,718,999 |  | 85,333,711 |  | 83,249,398 |  | 82,073,202 |
| State sources |  | 39,725,052 |  | 28,635,335 |  | 26,565,093 |  | 20,602,080 |
| Federal sources |  | 2,427,313 |  | 2,612,772 |  | 2,435,509 |  | 2,206,913 |
| Total | \$ | 129,871,364 | \$ | 116,581,818 | \$ | 112,250,000 | \$ | 104,882,195 |


|  | 2013 |  | 2012 |  | 2011 |  | 2010 |  | 2009 |  | 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | 74,639,276 | \$ | 73,555,663 | \$ | 71,448,825 | \$ | 69,260,971 | \$ | 65,874,367 | \$ | 63,549,100 |
|  | 946,956 |  | 926,804 |  | 1,007,473 |  | 776,881 |  | 960,307 |  | 1,097,780 |
|  | 3,482,780 |  | 3,784,234 |  | 3,832,582 |  | 3,684,947 |  | 3,825,859 |  | 3,900,090 |
|  | 157,930 |  | 573,077 |  | 413,580 |  | 299,337 |  | 916,092 |  | 2,264,361 |
|  | 576,336 |  | 985,698 |  | 1,200,924 |  | 325,917 |  | 698,724 |  | 832,909 |
|  | 79,803,278 |  | 79,825,476 |  | 77,903,384 |  | 74,348,053 |  | 72,275,349 |  | 71,644,240 |
|  | 17,239,163 |  | 15,315,334 |  | 14,497,892 |  | 14,416,748 |  | 11,825,931 |  | 10,436,348 |
|  | 2,204,337 |  | 2,180,097 |  | 2,371,757 |  | 2,878,732 |  | 2,003,407 |  | 1,793,562 |
| \$ | 99,246,778 | \$ | 97,320,907 | \$ | 94,773,033 | \$ | 91,643,533 | \$ | 86,104,687 | \$ | 83,874,150 |

## Community High School District 99 <br> GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO LAST TEN FISCAL YEARS

|  |  | 2017 |  | 2016 |  | 2015 |  | 2014 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Current |  |  |  |  |  |  |  |  |
| Instruction |  |  |  |  |  |  |  |  |
| Regular programs | \$ | 35,998,411 | \$ | 37,400,589 | \$ | 36,003,948 | \$ | 35,803,282 |
| Special programs |  | 13,193,226 |  | 10,798,101 |  | 11,194,502 |  | 10,269,577 |
| Other instructional programs |  | 4,679,999 |  | 4,600,270 |  | 4,302,690 |  | 4,161,765 |
| State retirement contributions |  | 33,658,146 |  | 22,420,118 |  | 20,440,963 |  | 14,644,970 |
| Total instruction |  | 87,529,782 |  | 75,219,078 |  | 71,942,103 |  | 64,879,594 |
| Supporting Services |  |  |  |  |  |  |  |  |
| Pupils |  | 5,297,497 |  | 5,086,999 |  | 4,929,267 |  | 4,859,797 |
| Instructional staff |  | 1,830,547 |  | 1,998,173 |  | 1,855,051 |  | 1,816,151 |
| General administration |  | 1,105,123 |  | 1,147,722 |  | 1,048,518 |  | 1,080,787 |
| School administration |  | 2,089,623 |  | 2,125,714 |  | 2,033,980 |  | 1,920,252 |
| Business |  | 2,310,214 |  | 2,452,619 |  | 3,054,907 |  | 2,462,985 |
| Transportation |  | 3,775,286 |  | 3,682,405 |  | 3,650,237 |  | 3,284,777 |
| Operations and maintenance |  | 7,671,635 |  | 7,680,474 |  | 8,187,821 |  | 7,990,999 |
| Central |  | 3,252,311 |  | 2,956,041 |  | 2,814,854 |  | 2,776,870 |
| Other supporting services |  | - |  | - |  | 953 |  | 37,880 |
| Total supporting services |  | 27,332,236 |  | 27,130,147 |  | 27,575,588 |  | 26,230,498 |
| Community Services |  | 33,100 |  | 32,875 |  | 27,516 |  | 26,277 |
| Nonprogrammed charges |  | 1,656,678 |  | 1,817,418 |  | 2,210,461 |  | 1,837,319 |
| Total current |  | 116,551,796 |  | 104,199,518 |  | 101,755,668 |  | 92,973,688 |
| Other: |  |  |  |  |  |  |  |  |
| Debt service: |  |  |  |  |  |  |  |  |
| Principal |  | 9,593,251 |  | 8,739,206 |  | 8,658,425 |  | 7,647,868 |
| Interest |  | 1,134,300 |  | 1,500,449 |  | 1,657,553 |  | 2,362,422 |
| Capital outlay |  | 4,773,422 |  | 2,147,176 |  | 4,051,880 |  | 2,983,173 |
| Total other |  | 15,500,973 |  | 12,386,831 |  | 14,367,858 |  | 12,993,463 |
| Total | \$ | 132,052,769 | \$ | 116,586,349 | \$ | 116,123,526 | \$ | 105,967,151 |
| Debt Service as a Percentage of Noncapital Direct Expenditures |  | 8.428\% |  | 8.948\% |  | 9.205\% |  | 9.720\% |


|  | 2013 |  | 2012 |  | 2011 |  | 2010 |  | 2009 |  | 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | 34,031,159 | \$ | 33,405,733 | \$ | 31,528,932 | \$ | 33,506,998 | \$ | 32,425,842 | \$ | 31,716,111 |
|  | 10,700,245 |  | 10,239,147 |  | 9,265,302 |  | 9,431,351 |  | 8,750,555 |  | 8,511,745 |
|  | 4,119,638 |  | 3,877,548 |  | 3,684,326 |  | 3,669,696 |  | 3,634,534 |  | 2,666,234 |
|  | 11,347,061 |  | 9,802,334 |  | 8,718,032 |  | 9,212,174 |  | 6,748,987 |  | 5,030,420 |
|  | 60,198,103 |  | 57,324,762 |  | 53,196,592 |  | 55,820,219 |  | 51,559,918 |  | 47,924,510 |
|  | 4,703,942 |  | 4,330,683 |  | 4,281,970 |  | 4,404,681 |  | 4,420,371 |  | 4,237,451 |
|  | 1,893,919 |  | 1,936,170 |  | 1,711,443 |  | 1,711,673 |  | 1,733,857 |  | 1,404,851 |
|  | 1,151,913 |  | 1,170,016 |  | 1,184,406 |  | 1,073,583 |  | 1,150,693 |  | 1,502,244 |
|  | 1,881,385 |  | 1,877,500 |  | 1,850,207 |  | 1,819,539 |  | 1,746,668 |  | 1,735,207 |
|  | 2,737,530 |  | 3,842,000 |  | 2,097,380 |  | 2,200,993 |  | 3,106,531 |  | 2,044,638 |
|  | 3,435,333 |  | 3,121,136 |  | 3,273,703 |  | 3,532,443 |  | 3,392,415 |  | 3,275,921 |
|  | 7,983,165 |  | 7,850,260 |  | 7,955,421 |  | 7,711,852 |  | 7,918,613 |  | 7,711,290 |
|  | 2,615,604 |  | 2,450,385 |  | 2,243,771 |  | 2,395,254 |  | 2,245,964 |  | 2,499,573 |
|  | 3,550 |  | 1,456 |  | 2,960 |  | - |  | - |  | 4,472 |
|  | 26,406,341 |  | 26,579,606 |  | 24,601,261 |  | 24,850,018 |  | 25,715,112 |  | 24,415,647 |
|  | 37,958 |  | 6,097 |  | 5,167 |  | 6,127 |  | 3,216 |  | 7,393 |
|  | 1,835,835 |  | 1,729,296 |  | 2,035,612 |  | 2,156,287 |  | 2,156,243 |  | 2,173,656 |
|  | 88,478,237 |  | 85,639,761 |  | 79,838,632 |  | 82,832,651 |  | 79,434,489 |  | 74,521,206 |
|  | 7,226,907 |  | 6,865,000 |  | 6,045,000 |  | 4,305,000 |  | 3,820,000 |  | 3,550,000 |
|  | 2,676,910 |  | 2,913,110 |  | 2,660,844 |  | 2,759,805 |  | 2,849,773 |  | 2,803,955 |
|  | 5,988,370 |  | 16,243,040 |  | 7,777,563 |  | 2,194,401 |  | 3,989,991 |  | 6,521,454 |
|  | 15,892,187 |  | 26,021,150 |  | 16,483,407 |  | 9,259,206 |  | 10,659,764 |  | 12,875,409 |
| \$ | 104,370,424 | \$ | 111,660,911 | \$ | 96,322,039 | \$ | 92,091,857 | \$ | 90,094,253 | \$ | 87,396,615 |
|  | 10.067\% |  | 10.248\% |  | 9.832\% |  | 7.859\% |  | 7.746\% |  | 7.856\% |

## Community High School District 99

OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCE LAST TEN FISCAL YEARS

|  |  | 2017 |  | 2016 |  | 2015 |  | 2014 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Excess of revenues over (under) expenditures | \$ | $(2,181,405)$ | \$ | $(4,531)$ | \$ | $(3,873,526)$ | \$ | $(1,084,956)$ |
| Other financing sources (uses) |  |  |  |  |  |  |  |  |
| Principal on bonds sold |  | 6,565,000 |  | 3,500,000 |  | 21,550,000 |  | - |
| Premiums on bonds sold |  | - |  | - |  | 2,102,226 |  | - |
| Transfer to refunded bond escrow |  | $(4,738,831)$ |  | - |  | $(23,449,763)$ |  | - |
| Transfers in |  | 2,595,724 |  | 2,527,642 |  | 22,358,047 |  | 2,084,778 |
| Transfers out |  | (2,595,724) |  | (2,527,642) |  | $(22,358,047)$ |  | $(2,084,778)$ |
| Other |  | 657,419 |  | 77,729 |  | 1,760,180 |  | - |
| Total |  | 2,483,588 |  | 3,577,729 |  | 1,962,643 |  | - |
| Net change in fund balance | \$ | 302,183 | \$ | 3,573,198 | \$ | $(1,910,883)$ | \$ | $(1,084,956)$ |


|  | 2013 |  | 2012 |  | 2011 |  | 2010 | 2009 |  | 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | $(5,123,646)$ | \$ | $(14,340,004)$ | \$ | $(1,549,006)$ | \$ | $(448,324)$ \$ | $(3,989,566)$ | \$ | $(3,522,465)$ |
|  | - |  | - |  | 10,000,000 |  | - | - |  | 3,654,930 |
|  | - |  | - |  | 199,677 |  | - | - |  | - |
|  | - |  | - |  | - |  | - | - |  | - |
|  | 2,920,809 |  | 3,124,444 |  | 1,107,720 |  | 946,137 | 1,048,595 |  | 626,430 |
|  | $(2,920,809)$ |  | $(3,124,444)$ |  | $(1,107,720)$ |  | $(946,137)$ | $(1,048,595)$ |  | $(626,430)$ |
|  | - |  | 499,851 |  | 14,739,294 |  | - | 100 |  | - |
| - |  |  | 499,851 |  | 24,938,971 |  | - | 100 |  | 3,654,930 |
| \$ | $(5,123,646)$ | \$ | $(13,840,153)$ | \$ | 23,389,965 | \$ | $(448,324)$ \$ | $(3,989,466)$ | \$ | 132,465 |

## Community High School District 99

EQUALIZED ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

## LAST TEN TAX LEVY YEARS

| Tax Levy <br> Year | Residential | Farms | Commercial | Industrial | Railroad | Total <br> Assessed <br> Value | Total <br> Direct <br> Rate | Estimated <br> Actual <br> Value |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |  |  |  |
| 2016 | $\$ 3,363,371,113$ | $\$$ | 69,986 | $\$$ | $771,880,754$ | $\$$ | $67,318,580$ | $\$$ | $1,549,551$ |
| 2015 | $3,143,896,235$ | 37,055 | $734,583,484$ | $62,366,510$ | $1,370,809$ | $3,204,189,984$ | 1.9648 | $\$ 12,942,254,093$ | 2.0666 |
| 2014 | $3,033,778,188$ | 37,108 | $702,845,055$ | $60,396,000$ | $1,316,340$ | $3,798,372,691$ | 2.1079 | $11,826,769,952$ |  |
| 2013 | $3,045,583,110$ | 61,655 | $702,845,181$ | $58,983,180$ | $1,301,857$ | $3,808,774,983$ | 2.0729 | $11,426,324,949$ |  |
| 2012 | $3,215,520,728$ | 59,082 | $745,361,475$ | $62,407,920$ | $1,202,326$ | $4,024,551,531$ | 1.9209 | $12,073,654,593$ |  |
| 2011 | $3,480,255,128$ | 53,742 | $792,618,004$ | $65,387,780$ | $1,128,851$ | $4,339,443,505$ | 1.7271 | $13,018,330,515$ |  |
| 2010 | $3,708,859,802$ | 52,369 | $802,848,202$ | $67,642,610$ | 956,519 | $4,580,359,502$ | 1.6105 | $13,741,078,506$ |  |
| 2009 | $3,938,922,582$ | 50,709 | $861,641,005$ | $71,650,990$ | 836,188 | $4,873,101,474$ | 1.4679 | $14,619,304,422$ |  |
| 2008 | $3,926,491,746$ | 142,679 | $883,600,342$ | $71,007,480$ | 694,371 | $4,881,936,618$ | 1.4214 | $14,645,809,854$ |  |
| 2007 | $3,685,960,429$ | 142,779 | $874,623,002$ | $67,364,520$ | 605,139 | $4,628,695,869$ | 1.4269 | $13,886,087,607$ |  |

## Source of information: DuPage County Clerk

Note: The County assesses property at approximately $33.3 \%$ of actual value for all types of real property, under the County's jurisdiction. Estimated actual value is calculated by dividing assessed value by that percentage. Tax rates are per $\$ 100$ of assessed value.
The tax levy year is defined as the first preceding calendar year of each fiscal year.

## Community High School District 99

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN TAX LEVY YEARS

|  | 2016 | 2015 | 2014 | 2013 |
| :---: | :---: | :---: | :---: | :---: |
| District Direct Rates |  |  |  |  |
| Educational | 1.4189 | 1.4619 | 1.4612 | 1.1040 |
| Operations and Maintenance | 0.1903 | 0.2207 | 0.2501 | 0.5304 |
| Special Education | 0.0357 | 0.0380 | 0.0395 | 0.0398 |
| Bond and Interest | 0.1965 | 0.2066 | 0.2051 | 0.2129 |
| Transportation | 0.0714 | 0.0507 | 0.0658 | 0.0531 |
| Illinois Municipal Retirement | 0.0260 | 0.0380 | 0.0395 | 0.0398 |
| Social Security | 0.0260 | 0.0507 | 0.0467 | 0.0929 |
| Total Direct | 1.9648 | 2.0666 | 2.1079 | 2.0729 |
| Overlapping Rates |  |  |  |  |
| DuPage County | 0.1848 | 0.1971 | 0.2057 | 0.2040 |
| DuPage County Forest Preserve Dist. | 0.1514 | 0.1622 | 0.1691 | 0.1657 |
| DuPage Airport Authority | 0.0176 | 0.0188 | 0.0196 | 0.0178 |
| Downers Grove Township | 0.0350 | 0.0368 | 0.0378 | 0.0368 |
| Downers Grove Township Road Dist. | 0.0524 | 0.0550 | 0.0564 | 0.0549 |
| Village of Downers Grove \& Library | 0.7798 | 0.8160 | 0.8257 | 0.8245 |
| Downers Grove Park District | 0.3425 | 0.3624 | 0.3765 | 0.3691 |
| Downers Grove Sanitary District | 0.0413 | 0.0434 | 0.0448 | 0.0436 |
| Downers Grove School District \#58 | 2.0984 | 2.2175 | 2.3051 | 2.2613 |
| College of DuPage \#502 | 0.2626 | 0.2786 | 0.2975 | 0.2956 |
| Total Direct \& Overlapping Rate | 5.9306 | 6.2544 | 6.4461 | 6.3462 |

Source of information: DuPage County Clerk
Note: Tax rates are per $\$ 100$ of assessed value.
The Tax Levy Year is defined as the first preceding calendar year of each fiscal year.
The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of $5 \%$ or the percentage increase in the Consumer Price Index (CPI) for the preceding year.

| 2012 | 2011 | 2010 | 2009 | 2008 | 2007 |
| :---: | :---: | :---: | :---: | :---: | :---: |
| 1.2623 | 1.2103 | 1.1614 | 1.0970 | 1.0856 | 1.0986 |
| 0.2912 | 0.2049 | 0.1499 | 0.0950 | 0.0938 | 0.0975 |
| 0.0327 | 0.0202 | 0.0220 | 0.0205 | 0.0210 | 0.0194 |
| 0.1990 | 0.1822 | 0.1772 | 0.1632 | 0.1288 | 0.1272 |
| 0.0753 | 0.0675 | 0.0560 | 0.0512 | 0.0512 | 0.0454 |
| 0.0051 | 0.0152 | 0.0220 | 0.0205 | 0.0205 | 0.0194 |
| 0.0553 | 0.0268 | 0.0220 | 0.0205 | 0.0205 | 0.0194 |
| 1.9209 | 1.7271 | 1.6105 | 1.4679 | 1.4214 | 1.4269 |
| 0.1929 | 0.1773 | 0.1659 | 0.1554 | 0.1557 | 0.1651 |
| 0.1542 | 0.1414 | 0.1321 | 0.1217 | 0.1206 | 0.1187 |
| 0.0168 | 0.0169 | 0.0158 | 0.0148 | 0.0160 | 0.0170 |
| 0.0343 | 0.0307 | 0.0281 | 0.0256 | 0.0254 | 0.0256 |
| 0.0512 | 0.0459 | 0.0420 | 0.0382 | 0.0379 | 0.0383 |
| 0.7526 | 0.7923 | 0.7591 | 0.6784 | 0.6196 | 0.6425 |
| 0.3434 | 0.3077 | 0.2900 | 0.2699 | 0.2781 | 0.2932 |
| 0.0405 | 0.0363 | 0.0336 | 0.0305 | 0.0301 | 0.0303 |
| 2.0981 | 1.8851 | 1.6991 | 1.6304 | 1.5713 | 1.5816 |
| 0.2681 | 0.2495 | 0.2349 | 0.2127 | 0.1858 | 0.1888 |
| 5.8730 | 5.4102 | 5.0111 | 4.6455 | 4.4619 | 4.5280 |

# Community High School District 99 

PRINCIPAL TAXPAYERS IN THE DISTRICT
CURRENT TAX YEAR AND NINE YEARS AGO

|  | Taxpayer |  | Tax Levy Year 2016 <br> Equalized <br> Assessed <br> Valuation | Percentage of <br> Total 2016 <br> Equalized <br> Assessed <br> Valuation |
| :---: | :---: | :---: | :---: | :---: |
| \# 1 | Esplanade I SPE LLC | \$ | 19,576,450 | 0.47\% |
| \# 2 | PBH Stone Crest and Prentiss Creek LLC |  | 18,964,010 | 0.45\% |
| \# 3 | BCH Westwood and Emerald LLC |  | 18,164,320 | 0.43\% |
| \# 4 | Amli Residential |  | 17,646,870 | 0.42\% |
| \# 5 | EL AD Windsor Lakes LLC |  | 15,794,060 | 0.38\% |
| \# 6 | Cole Capital Corp |  | 15,437,880 | 0.37\% |
| \# 7 | Retail Properties of Amer |  | 14,308,670 | 0.34\% |
| \# 8 | Highland Pointe LLC |  | 11,865,480 | 0.28\% |
|  | Adventus US Realty 9 LP |  | 8,331,610 | 0.20\% |
| \# 10 | Reep Mf Woodridge II LLC |  | 8,278,550 | 0.20\% |
|  | Total | \$ | $\underline{148,367,900}$ | 3.53\% |
|  | Taxpayer |  | Tax Levy Year 2007 <br> Equalized <br> Assessed <br> Valuation | Percentage of <br> Total 2007 <br> Equalized <br> Assessed <br> Valuation |
| \# 1 | Hamilton Partners | \$ | 46,773,160 | 1.01\% |
| \# 2 | Real Estate Tax Advisors |  | 30,805,000 | 0.67\% |
| \# 3 | Wells Reit II |  | 27,901,960 | 0.60\% |
| \# 4 | PTA-K 225 |  | 23,701,460 | 0.51\% |
| \# 5 | BCH Westwood LLP and BCH Emerald |  | 17,462,330 | 0.38\% |
| \# 6 | Amli at 7 Bridges LP |  | 17,179,010 | 0.37\% |
| \# 7 | MJH Downers Grove |  | 16,661,290 | 0.36\% |
| \# 8 | Highland Owner LLC |  | 16,423,370 | 0.35\% |
| \# 9 | GLL BVK Properties 2007 |  | 15,333,330 | 0.33\% |
| \# 10 | Butterfield Rd. Assoc. LLC |  | 14,171,640 | 0.31\% |
|  | Total | \$ | $\underline{226,412,550}$ | 4.89\% |

Source of information: Office of the DuPage County and Assessor's Offices of the following townships: Milton, York, Lisle and Downers Grove.
Note: Tax Levy Year is defined as the first preceding calendar year of each fiscal year.

## Community High School District 99

PROPERTY TAX LEVIES AND COLLECTIONS LaST TEN TAX LEVY YEARS

| $\begin{aligned} & \text { LEVY } \\ & \text { YEAR } \end{aligned}$ | TAXES <br> EXTENDED <br> FOR THE <br> LEVY YEAR | COLLECTED WITHIN THEFISCAL YEAR OF THE LEVY |  |  | COLLECTIONS IN SUBSEQUENT YEARS |  | TOTAL COLLECTIONS TO DATE |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | AMOUNT | PERCENTAGE OF LEVY |  |  | AMOUNT | PERCENTAGE OF LEVY |
| 2016 | \$ 82,603,925 | \$ | 42,413,432 | 51.35 \% | \$ | - | \$ 42,413,432 | 51.35 \% |
| 2015 | 81,470,623 |  | 40,862,870 | 50.16 |  | 40,543,512 | 81,406,382 | 99.92 |
| 2014 | 80,065,897 |  | 39,360,039 | 49.16 |  | 40,447,203 | 79,807,242 | 99.68 |
| 2013 | 78,952,097 |  | 38,636,926 | 48.94 |  | 40,015,978 | 78,652,904 | 99.62 |
| 2012 | 77,307,610 |  | 37,568,995 | 48.60 |  | 39,573,734 | 77,142,729 | 99.79 |
| 2011 | 74,946,529 |  | 36,920,677 | 49.26 |  | 37,718,599 | 74,639,276 | 99.59 |
| 2010 | 73,766,690 |  | 36,313,946 | 49.23 |  | 37,241,827 | 73,555,773 | 99.71 |
| 2009 | 71,532,257 |  | 34,393,999 | 48.08 |  | 37,054,826 | 71,448,825 | 99.88 |
| 2008 | 67,228,346 |  | 32,736,603 | 48.69 |  | 36,524,368 | 69,260,971 | 103.02 |
| 2007 | 66,046,861 |  | 31,382,624 | 47.52 |  | 34,491,743 | 65,874,367 | 99.74 |

# Community High School District 99 

## RATIO OF OUTSTANDING DEBT BY TYPE <br> LAST TEN FISCAL YEARS

| Year |  | General <br> Obligation Bonds |  | Debt <br> Certificates |  | Capital <br> Leases |  | Total | Percentage of Personal Income |  | Outstanding <br> Debt <br> Per Capita |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2017 | \$ | 30,360,445 | \$ | 5,000,000 | \$ | 1,074,315 | \$ | 36,434,760 | 0.83\% | \$ | 334 |
| 2016 |  | 36,309,453 |  | 5,335,000 |  | 1,210,147 |  | 42,854,600 | 0.98\% |  | 388 |
| 2015 |  | 40,031,349 |  | 5,750,000 |  | 1,760,180 |  | 47,541,529 | 1.07\% |  | 434 |
| 2014 |  | 48,954,137 |  | 6,155,000 |  | 148,425 |  | 55,257,562 | 1.28\% |  | 513 |
| 2013 |  | 55,616,419 |  | 6,545,000 |  | 291,293 |  | 62,452,712 | 1.51\% |  | 559 |
| 2012 |  | 61,897,028 |  | 6,915,000 |  | 438,200 |  | 69,250,228 | 1.67\% |  | 632 |
| 2011 |  | 67,137,220 |  | 7,985,000 |  | - |  | 75,122,220 | 1.94\% |  | 686 |
| 2010 |  | 61,969,697 |  | 8,485,000 |  | - |  | 70,454,697 | 2.74\% |  | 823 |
| 2009 |  | 64,921,539 |  | 8,970,000 |  | - |  | 73,891,539 | 2.97\% |  | 892 |
| 2008 |  | 67,478,247 |  | 9,435,000 |  | - |  | 76,913,247 | 3.09\% |  | 929 |

Note: See Demographic and Economic Statistics table for personal and population data.
Source of information: Business Office - District's Audited Financial Statements

## Community High School District 99

RATIO OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

| Fiscal Year |  | General Bonded Debt |  | Less: <br> Amounts <br> Available <br> To Repay <br> Principal |  | Net <br> General <br> Bonded <br> Debt | Percentage of Net General Bonded Debt To Estimated Actual Valuation |  |  | Net General <br> Bonded <br> Debt <br> Per Capita |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2017 | \$ | 30,360,445 | \$ | 1,280,940 | \$ | 29,079,505 | 0.23 | \% | \$ | 266 |
| 2016 |  | 36,309,453 |  | 1,348,320 |  | 34,961,133 | 0.30 |  |  | 317 |
| 2015 |  | 40,031,349 |  | 1,284,260 |  | 38,747,089 | 0.34 |  |  | 353 |
| 2014 |  | 48,954,137 |  | 1,236,284 |  | 47,717,853 | 0.42 |  |  | 443 |
| 2013 |  | 55,616,419 |  | 1,169,846 |  | 54,446,573 | 0.45 |  |  | 488 |
| 2012 |  | 61,897,028 |  | 1,119,643 |  | 60,777,385 | 0.47 |  |  | 555 |
| 2011 |  | 67,137,220 |  | 1,378,578 |  | 65,758,642 | 0.48 |  |  | 600 |
| 2010 |  | 61,969,697 |  | 979,629 |  | 60,990,068 | 0.42 |  |  | 712 |
| 2009 |  | 64,921,539 |  | 913,053 |  | 64,008,486 | 0.44 |  |  | 773 |
| 2008 |  | 67,478,247 |  | 804,937 |  | 66,673,310 | 0.48 |  |  | 805 |

# Community High School District 99 <br> DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT 

June 30, 2017

| Taxing Authority | Outstanding Bonds |  | Applicable to District |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Percent |  | Amount |
| Direct bonded debt: |  |  |  |  |  |
| Community High School District 99 | \$ | 30,360,445 | 100.000\% | \$ | 30,360,445 |
| Overlapping bonded debt: |  |  |  |  |  |
| County |  |  |  |  |  |
| DuPage County |  | 33,905,000 | 11.630\% |  | 3,943,152 |
| DuPage County Forest Preserve |  | 126,497,595 | 11.630\% |  | 14,711,670 |
| School District |  |  |  |  |  |
| School District 58 |  | 10,870,000 | 100.000\% |  | 10,870,000 |
| School District 60 |  | 13,760,000 | 22.757\% |  | 3,131,363 |
| School District 61 |  | 4,890,000 | 45.651\% |  | 2,232,334 |
| School District 63 |  | 3,746,485 | 0.153\% |  | 5,732 |
| School District 502 |  | 176,755,000 | 10.391\% |  | 18,366,612 |
| Park Districts |  |  |  |  |  |
| Butterfield Park District |  | 3,026,000 | 12.952\% |  | 391,928 |
| Darien Park District |  | 1,866,805 | 37.833\% |  | 706,268 |
| Downers Grove Park District |  | 9,450,000 | 97.028\% |  | 9,169,146 |
| Lisle Park District |  | 9,985,000 | 8.277\% |  | 826,458 |
| Oak Brook Park District |  | 2,805,473 | 14.336\% |  | 402,193 |
| Oakbrook Terrace Park District |  | 1,165,000 | 4.565\% |  | 53,182 |
| Westmont Park District |  | 830,000 | 29.661\% |  | 246,186 |
| Woodridge Park District |  | 2,595,000 | 71.452\% |  | 1,854,179 |
| York Center Park District |  | 395,000 | 12.343\% |  | 48,755 |
| Municipalities |  |  |  |  |  |
| Village of Bolingbrook |  | 177,727,510 | 1.913\% |  | 3,399,927 |
| Village of Darien |  | 3,975,000 | 38.254\% |  | 1,520,597 |
| Village of Downers Grove |  | 69,075,000 | 96.199\% |  | 66,449,459 |
| Miscellaneous |  |  |  |  |  |
| DuPage Co. SSA \#26 |  | 798,895 | 100.000\% |  | 798,895 |
| Fountaindale Library |  | 33,515,000 | 2.006\% |  | 672,311 |
| Total Direct and Overlapping General Obligation Bonded Debt |  |  |  | \$ | 170,160,792 |

Sources of information: DuPage County Clerk's Office
Note: Percent applicable to School District calculated using assessed valuation of the School District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

# Community High School District 99 

## LEGAL DEBT MARGIN INFORMATION <br> LAST TEN FISCAL YEARS

|  |  | 2017 |  | 2016 |  | 2015 |  | 2014 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Debt Limit | \$ | 294,958,909 | \$ | 272,015,532 | \$ | 262,087,716 | \$ | 262,805,474 |
| Total Net Debt Applicable to Limit |  | 36,434,760 |  | 44,630,147 |  | 49,820,180 |  | 58,013,425 |
| Legal Debt Margin | \$ | 258,524,149 | \$ | 227,385,385 | \$ | 212,267,536 | \$ | 204,792,049 |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit |  | 12\% |  | 16\% |  | 19\% |  | 22\% |
| 2016 Equalized Assessed Valuation | \$ | 4,274,766,799 |  |  |  |  |  |  |
| Voted and Unvoted Debt Limit - 6.9\% of Equalized Assessed Valuation |  |  | \$ | 294,958,909 |  |  |  |  |
| Total Face Value of Debt Outstanding |  | 36,434,760 |  |  |  |  |  |  |
| Less: Exempted Debt |  | - |  |  |  |  |  |  |
| Net Subject to 6.9\% Limit |  |  |  | 36,434,760 |  |  |  |  |
| Total Legal Voted and Unvoted Debt Margin |  |  | \$ | 258,524,149 |  |  |  |  |


|  | 2013 |  | 2012 |  | 2011 |  | 2010 |  | 2009 |  | 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | 277,694,056 | \$ | 299,421,602 | \$ | 316,044,806 | \$ | 336,244,002 | \$ | 336,853,627 | \$ | 319,380,015 |
|  | 62,452,712 |  | 69,250,228 |  | 75,122,220 |  | 70,454,697 |  | 73,891,539 |  | 76,913,247 |
| \$ | 215,241,344 | \$ | 230,171,374 | \$ | 240,922,586 | \$ | 265,789,305 | \$ | 262,962,088 | \$ | 242,466,768 |
|  | 22\% |  | 23\% |  | 24\% |  | $21 \%$ |  | 22\% |  | 24\% |

Community High School District 99<br>DEMOGRAPHIC AND ECONOMIC STATISTICS<br>LAST TEN YEARS

|  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
| YEAR | POPULATION | PERSONAL | PER CAPITA | UNEMPLOYMENT |
|  |  |  |  | UNCOME |
| INCOME | RATE |  |  |  |
| 2017 | 109,216 | $\$$ | $4,395,944,000$ | $\$$ |
| 2016 | 110,458 | $4,385,624,432$ | 40,250 | $4.8 \%$ |
| 2015 | 109,627 | $4,454,912,399$ | 39,704 | $4.7 \%$ |
| 2014 | 107,735 | $4,310,477,350$ | 40,010 | $5.6 \%$ |
| 2013 | 111,674 | $4,148,130,730$ | 37,145 | $7.5 \%$ |
| 2012 | 109,523 | $4,145,336,027$ | 37,849 | $8.3 \%$ |
| 2011 | 109,523 | $3,866,380,946$ | 35,302 | $8.4 \%$ |
| 2010 | 85,602 | $2,569,361,980$ | 30,015 | $5.0 \%$ |
| 2009 | 82,826 | $2,491,644,340$ | 30,083 | $3.8 \%$ |
| 2008 | 82,796 | $2,490,646,486$ | 30,082 | $3.4 \%$ |

Sources of Information:
U.S. Bureau of Census, 2010 Census - Population data for years 2010 through 2012 is 2010 Census Redistricting Data (Public Law 94-171) Summary File, Table P1.
U.S. Bureau of Census, 2000 Census - Population data for years 2008 through 2009 is combined populations of Village of Downers Grove and Village of Woodridge.
U.S. Census Bureau, 2009-2013 American Community Survey, 5YR IL for HS 99.
U.S. Bureau of Census - Personal and Per Capita Income data is average of Village of Downers Grove and Village of Woodridge for years prior to 2010. 2010 information is for DuPage County.
For fiscal years 2011-2014 information is for High School 99 from factfinder2.census.gov.
Fiscal year 2015 and 2016 information - National Center for Education Services, EDGE (Education Demographics and Geographic Statistics, which uses U.S. Census Bureau's American Community Survey 5-year averages).
Illinois Department of Employment Security - Unemployment Rate is for DuPage County, IL.

# Community High School District 99 

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

|  | Employer |  |
| :--- | :---: | :---: |
|  |  |  |
| Employees | Percentage of <br> Total <br> Employment |  |
| Navistar Inc. | 3,000 | $6.19 \%$ |
| McDonalds Corp | 2,100 | $4.33 \%$ |
| Advocate Good Samaritan Hospital | 1,990 | $4.11 \%$ |
| Unilever Food Solutions | 1,200 | $2.48 \%$ |
| AT\&T | 1,150 | $2.37 \%$ |
| Acxiom Corporation | 800 | $1.65 \%$ |
| Coventry Health Care, First Health | 800 | $1.65 \%$ |
| Home Run Inn Frozen Foods | 750 | $1.55 \%$ |
| Residential Hospice | 750 | $1.55 \%$ |
| Community High School District 99 | 704 | $1.45 \%$ |
|  |  | 13,244 |

Sources of Information:
Phone canvass of employers, 2017 Illinois Manufacturers' Directory, 2017 Illinois Services Directory, 2017 Harris Illinois Industrial Directory, Reference USA.com, November 2017, and official website of employer/financial records.
Note: The estimated number of persons employed in the District in 2016-17 is 48,469.

# Community High School District 99 

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

| Employer $\quad \underline{2008}$ | Employees | Percentage of Total Employment |
| :---: | :---: | :---: |
|  |  |  |
| Good Samaritan Hospital | 2,500 | 4.94\% |
| Sara Lee Corp. | 1,600 | 3.16\% |
| Acxiom Corp. | 800 | 1.58\% |
| First Health Group Corp. Division of Coventry Health Care Inc. | 700 | 1.38\% |
| R.R. Donnelley \& Sons Co. | 700 | 1.38\% |
| Community High School District 99 | 673 | 1.33\% |
| Downers Grove School 58 | 671 | 1.32\% |
| The Morey Corporation | 660 | 1.30\% |
| Coventry First Health | 487 | 0.96\% |
| Wilton Industries | 457 | 0.90\% |
| SIRVA Inc. and Sirva Relocation LLC, division of SIRVA Inc. | 455 | 0.90\% |
| Aramark | 440 | 0.87\% |
| Woodridge School District 68 | 425 | 0.84\% |
| FTD, Inc. | 400 | 0.79\% |
|  | 10,968 | 21.65\% |

Source of Information: Phone canvass of employers, 2008 Illinois Manufacturers' News Directory, 2008 Illinois Services Directory, and the 2008 Harris Illinois Industrial Directory.

Note: The estimated number of persons employed in the District in 2008 was 50,654.

## Community High School District 99

NUMBER OF EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

|  | $\begin{aligned} & 2016- \\ & 2017 \end{aligned}$ | $\begin{gathered} 2015- \\ 2016 \\ \hline \end{gathered}$ | $\begin{aligned} & 2014- \\ & 2015 \end{aligned}$ | $\begin{gathered} 2013- \\ 2014 \end{gathered}$ |
| :---: | :---: | :---: | :---: | :---: |
| Administration: |  |  |  |  |
| Superintendent | 1 | 1 | 1 | 1 |
| Assistant Superintendents | 3 | 3 | 3 | 3 |
| District Administrators | 5 | 5 | 6 | 5 |
| Principals and Building Administrators | $\underline{15}$ | $\underline{13}$ | $\underline{14}$ | $\underline{14}$ |
| Total administration | 24 | $\underline{\underline{22}}$ | 24 | 23 |
| Other Certified Staff: |  |  |  |  |
| Teachers | 333 | 333 | 330 | 331 |
| Department Chairs | 20 | 20 | 20 | 20 |
| Librarians | 7 | 6 | 6 | 6 |
| Counselors | 19 | 19 | 19 | 19 |
| Student Assistance Coordinators | 2 | 2 | 2 | 2 |
| Social workers | 7 | 7 | 7 | 7 |
| Deans | 7 | 7 | 7 | 7 |
| Psychologists | 5 | 5 | 5 | 5 |
| Nurses | $\underline{2}$ | $\underline{2}$ | $\underline{2}$ | $\underline{2}$ |
| Total other certified staff | $\underline{\underline{402}}$ | $\underline{\underline{401}}$ | $\underline{\underline{398}}$ | $\underline{\underline{399}}$ |
| Support staff: |  |  |  |  |
| Teacher aides | 95 | 92 | 88 | 85 |
| Student supervisors | 25 | 26 | 26 | 26 |
| Clerical and other support | 89 | 92 | 88 | 88 |
| Technical Support | 13 | 13 | 12 | 12 |
| Maintenance, custodians and grounds | $\underline{56}$ | $\underline{59}$ | $\underline{59}$ | $\underline{59}$ |
| Total support staff | $\underline{\underline{278}}$ | $\underline{\underline{282}}$ | $\underline{\underline{273}}$ | $\underline{\underline{270}}$ |
| Total employees | $\underline{\underline{704}}$ | $\underline{\underline{705}}$ | $\underline{\underline{695}}$ | $\underline{\underline{692}}$ |

Source of Information: District Personnel Records

| $\begin{gathered} 2012- \\ 2013 \end{gathered}$ | $\begin{gathered} 2011- \\ 2012 \end{gathered}$ | $\begin{aligned} & 2010- \\ & 2011 \end{aligned}$ | $\begin{gathered} 2009 \\ 2010 \end{gathered}$ | $\begin{gathered} 2008- \\ 2009 \end{gathered}$ | $\begin{gathered} 2007- \\ 2008 \end{gathered}$ |
| :---: | :---: | :---: | :---: | :---: | :---: |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 2 | 2 | 2 | 2 | 2 | 2 |
| 5 | 5 | 5 | 5 | 5 | 6 |
| $\underline{15}$ | $\underline{15}$ | $\underline{15}$ | $\underline{15}$ | $\underline{15}$ | $\underline{15}$ |
| $\underline{\underline{23}}$ | $\underline{\underline{23}}$ | $\underline{\underline{23}}$ | 23 | 23 | 24 |
| 327 | 322 | 327 | 326 | 325 | 324 |
| 20 | 20 | 20 | 20 | 20 | 20 |
| 6 | 6 | 5 | 5 | 5 | 6 |
| 19 | 18 | 18 | 20 | 20 | 20 |
| 2 | 2 | 2 | 2 | 2 | 2 |
| 7 | 7 | 5 | 5 | 5 | 7 |
| 7 | 7 | 7 | 7 | 7 | 7 |
| 5 | 5 | 5 | 5 | 5 | 5 |
| $\underline{2}$ | $\underline{2}$ | $\underline{2}$ | $\underline{2}$ | $\underline{2}$ | $\underline{2}$ |
| $\underline{\underline{395}}$ | $\underline{389}$ | $\underline{\underline{391}}$ | $\underline{392}$ | $\underline{\underline{391}}$ | $\underline{393}$ |
| 88 | 86 | 83 | 85 | 82 | 78 |
| 24 | 22 | 22 | 22 | 22 | 21 |
| 88 | 86 | 84 | 83 | 83 | 87 |
| 12 | 12 | 11 | 11 | 11 | 11 |
| $\underline{59}$ | $\underline{59}$ | $\underline{59}$ | $\underline{59}$ | $\underline{59}$ | $\underline{59}$ |
| $\underline{\underline{271}}$ | $\underline{\underline{265}}$ | $\underline{\underline{259}}$ | $\underline{\underline{260}}$ | $\underline{\underline{257}}$ | $\underline{\underline{256}}$ |
| $\underline{689}$ | $\underline{677}$ | $\underline{\underline{673}}$ | 675 | $\underline{\underline{671}}$ | $\underline{\underline{673}}$ |

## Community High School District 99

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS


Sources of information:
Enrollment from District records - Fall Housing Reports.
Operating Expenditures taken from total expenditures of General and Special Revenue Funds.
Expenses are total governmental activities expense.
Percentage of Free or Reduced meals taken from District records of approved free or reduced applications - National School Lunch and Breakfast Program.

## Community High School District 99

SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

|  | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| North Campus |  |  |  |  |  |  |  |  |  |  |
| Square Feet | 453,652 | 453,652 | 453,652 | 453,652 | 453,652 | 453,652 | 453,652 | 453,652 | 453,652 | 453,652 |
| Capacity (Students) | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 | 2,200 |
| Enrollment | 2,206 | 2,197 | 2,129 | 2,117 | 2,130 | 2,131 | 2,179 | 2,144 | 2,169 | 2,265 |
| South Campus |  |  |  |  |  |  |  |  |  |  |
| Square Feet | 470,878 | 470,878 | 470,878 | 470,878 | 470,878 | 470,878 | 470,878 | 470,878 | 470,878 | 470,878 |
| Capacity (Students) | 3,400 | 3,400 | 3,400 | 3,400 | 3,400 | 3,400 | 3,400 | 3,400 | 3,400 | 3,400 |
| Enrollment | 2,656 | 2,722 | 2,769 | 2,881 | 3,024 | 3,065 | 3,149 | 3,125 | 3,206 | 3,189 |
| Transition Facility |  |  |  |  |  |  |  |  |  |  |
| Square Feet | 10,000 | 10,000 | 10,000 | 10,000 | - | - | - | - | - | - |
| Capacity (Students) | 80 | 80 | 80 | 80 | - | - | - | - | - | - |
| Enrollment | 46 | 44 | 46 | 59 | - | - | - | - | - | - |
| Administrative Office |  |  |  |  |  |  |  |  |  |  |
| Square Feet | 13,500 | 13,500 | 13,500 | 13,500 | 13,500 | 13,500 | 13,500 | 13,500 | 13,500 | 13,500 |
| Transportation Building |  |  |  |  |  |  |  |  |  |  |
| Square Feet | 1,600 | 1,600 | 1,600 | 1,600 | 1,600 | 1,600 | 1,600 | 1,600 | 1,600 | 1,600 |

Sources of information:
-Area of buildings from District records - Office of Director of Physical Plant and Operations
-Capacity reflects functional operating capacity which is approximately $85 \%$ of actual capacity
-Enrollment is from District records - Fall Housing Reports
Note: Transition Facility was purchased in FY 2013-14.

## Community High School District 99

OPERATING EXPENDITURES PER STUDENT - STATE BOARD FORMAT
June 30, 2017 and June 30, 2016

|  | 2017 |  | 2016 |  |
| :---: | :---: | :---: | :---: | :---: |
| Expenditures: |  |  |  |  |
| Educational Fund | \$ | 70,034,222 | \$ | 68,442,015 |
| Operations and Maintenance Fund |  | 8,005,615 |  | 8,106,734 |
| Debt Service Fund |  | 10,727,551 |  | 10,239,655 |
| Transportation Fund |  | 3,616,905 |  | 3,562,320 |
| Municipal Retirement/Social Security Fund |  | 2,889,415 |  | 2,910,154 |
|  |  | 95,273,708 |  | 93,260,878 |
| Less Revenues/Expenditures not Applicable to Operating |  |  |  |  |
| Expense of Regular Programs |  |  |  |  |
| General |  |  |  |  |
| Educational: |  |  |  |  |
| Tuition paid |  | 1,656,678 |  | 1,817,418 |
| Summer school |  | 402,387 |  | 387,548 |
| Special education private tuition |  | 1,057,625 |  | 950,985 |
| Capital outlay |  | 1,669,349 |  | 961,659 |
| Community service |  | 32,434 |  | 32,185 |
| Operations and Maintenance: |  |  |  |  |
| Capital outlay |  | 1,089,989 |  | 958,130 |
| Special Revenue |  |  |  |  |
| Transportation: |  |  |  |  |
| Capital outlay |  | 1,176 |  | 45,005 |
| Municipal Retirement/Social Security |  |  |  |  |
| Summer School |  | 9,615 |  | 8,090 |
| Community service |  | 666 |  | 690 |
| Debt Service |  |  |  |  |
| Debt retirement |  | 9,593,251 |  | 8,739,206 |
|  |  | 15,513,170 |  | 13,900,916 |
| Net operating expenditures | \$ | 79,760,538 | \$ | 79,359,962 |
| Average daily attendance |  | 4,517.01 |  | 4,597.86 |
| Operating expenditure per student | \$ | 17,658 | \$ | 17,260 |

Source of information: Annual Financial Reports to Illinois State Board of Education, (ISBE Form 50-35)


[^0]:    * Estimated using prior year information

