

**PRAIRIE-HILLS ELEMENTARY
SCHOOL DISTRICT 144**

FINANCIAL STATEMENTS

**AS OF AND FOR THE YEAR ENDED
JUNE 30, 2017
AND
INDEPENDENT AUDITORS' REPORT**

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

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PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

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INDEPENDENT AUDITORS' REPORT

To the Board of Education
Prairie-Hills Elementary School District 144
Markham, Illinois

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Prairie-Hills Elementary School District 144, Illinois, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Prairie-Hills Elementary School District 144's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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 auditors' 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 over financial reporting relevant to Prairie-Hills Elementary School District 144'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 Prairie-Hills Elementary School District 144'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.

To the Board of Education
Prairie-Hills Elementary School District 144

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Prairie-Hills Elementary School District 144, Illinois, as of June 30, 2017 and the respective changes in the modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

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

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Prairie-Hills Elementary School District 144's basic financial statements. The other information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has 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 it.

Prior-Year Comparative Information

We have previously audited Prairie-Hills Elementary School District 144's 2016 financial statements, and we expressed unmodified audit opinions on the respective modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information in our report dated November 11, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2016, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2017 on our consideration of Prairie-Hills Elementary School District 144'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 Prairie-Hills Elementary School District 144's internal control over financial reporting and compliance.

Baker Tilly Veitch Krause, LLP

Oak Brook, Illinois
December 8, 2017

Prairie-Hills Elementary School District 144

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2017

The discussion and analysis of Prairie-Hills Elementary School District 144's (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2017. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- > In total, net position decreased by \$1.0. This represents a 6% decrease from 2016.
- > General revenues accounted for \$28.3 in revenue or 65% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$15.4 or 35% of total revenues of \$43.7.
- > The District had \$44.7 in expenses related to government activities. However, only \$15.4 of these expenses were offset by program specific charges and grants.
- > The Operating Cost per Pupil for fiscal year 2017 was \$12,379 (dollars). This is a decrease over fiscal year 2016 of \$117 (dollars) or approximately 1%.
- > The Tuition Charge per Pupil, based on the Average Daily Attendance for fiscal year 2017 was \$10,918 (dollars). This was an increase from fiscal year 2016 of \$83 (dollars) or 1%.
- > The Average Daily Attendance of 2,433 for FY 2017 is an increase of 3.2% from FY 2016.
- > Property taxes accounted for a large portion of the District's revenue, contributing \$13.3.
- > General State Aid contributed \$14.8 of the District's revenue in FY17.
- > Instruction made up the largest portion of all expenditures with \$26.8 or 60% of all expenditures.
- > Pupil and instructional staff service accounted for \$3.3 or 7% of all expenditures.
- > Administration and business services accounted for \$5.1 or 11% of all expenditures.

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 are comprised of three components:

- > Government-wide financial statements,
- > Fund financial statements, and
- > Notes to basic financial statements.

This report also contains other information in addition to the basic financial statements.

Prairie-Hills Elementary School District 144

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2017

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position - modified cash basis presents information on all District assets/deferred outflows of resources and liabilities/deferred inflows of resources arising from cash transactions, with the difference between them reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statements of activities - modified cash basis presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported when cash is received and disbursed. Additionally, activity related to acquisition, depreciation and year end balances of capital assets, as well as year end balances and related changes in long-term debt in its government-wide financial statements are reported.

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business-type activities; that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include instructional services (regular education, special education and other), supporting services, operation and maintenance of facilities and transportation services.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds (the District maintains no proprietary funds).

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a school district's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Debt Service Fund, Capital Projects Fund, and Fire Prevention and Life Safety Fund, all of which are considered to be major funds.

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2017

The District adopts an annual budget for each of the funds listed above. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with this budget.

Fiduciary funds are used to account for resources held for the benefit of parties outside the School District. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements.

Notes to basic financial statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain information concerning the District's pension benefits.

Government-Wide Financial Analysis

The District's combined net position was lower on June 30, 2017, than it was the year before, decreasing 6% to \$15.5.

Table 1		
Condensed Statements of Net Position		
(in millions of dollars)		
	<u>2016</u>	<u>2017</u>
Assets:		
Current and other assets	\$ 20.8	\$ 19.0
Capital assets	<u>44.2</u>	<u>45.0</u>
Total assets	<u>65.0</u>	<u>64.0</u>
Deferred outflows of resources	<u>10.7</u>	<u>10.0</u>
Liabilities:		
Current liabilities	(0.1)	(0.1)
Long-term debt outstanding	<u>59.3</u>	<u>58.6</u>
Total liabilities	<u>59.2</u>	<u>58.5</u>
Net position:		
Net investment in capital assets	5.4	6.2
Restricted	7.7	7.1
Unassigned	<u>3.4</u>	<u>2.2</u>
Total net position	<u>\$ 16.5</u>	<u>\$ 15.5</u>

Expenses in the governmental activities of the District of \$44.7 exceeded revenues by \$1.0.

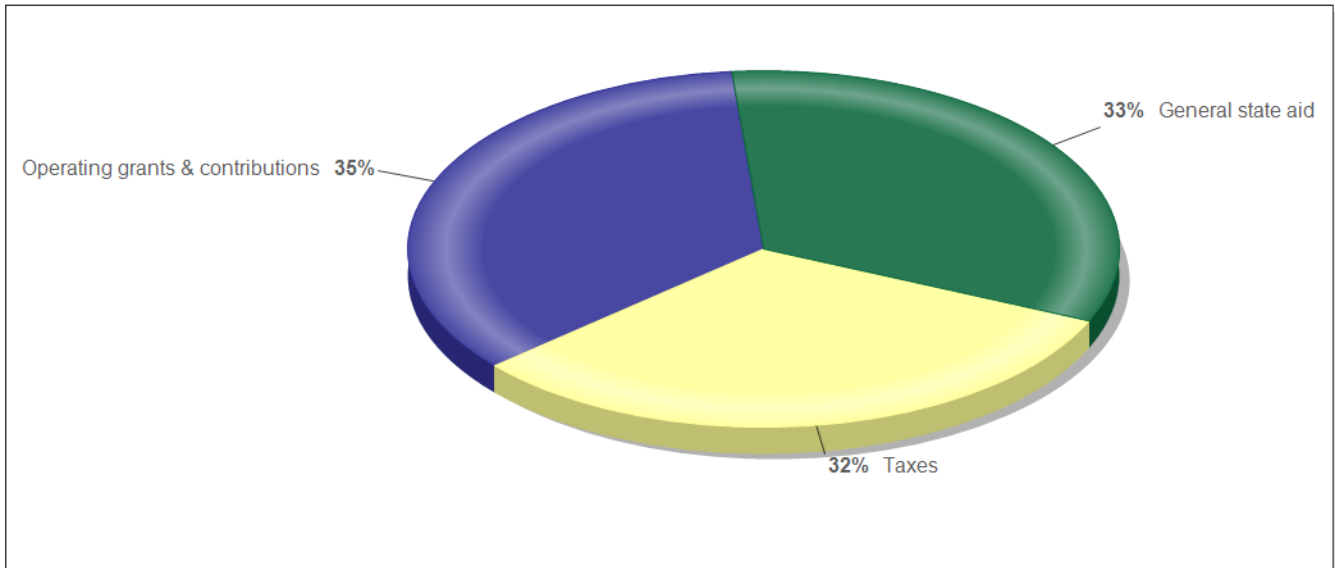
Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2017

Table 2		
Changes in Net Position		
(in millions of dollars)		
	<u>2016</u>	<u>2017</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 0.6	\$ 0.1
Operating grants & contributions	12.3	15.2
Capital grants & contributions	-	0.1
<i>General revenues:</i>		
Taxes	13.6	13.4
General state aid	14.0	14.8
Other	0.1	0.1
Total revenues	<u>40.6</u>	<u>43.7</u>
Expenses:		
Instruction	23.2	26.8
Pupil & instructional staff services	3.2	3.3
Administration & business	4.9	5.1
Transportation	1.7	1.8
Operations & maintenance	2.9	3.1
Other	5.1	4.6
Total expenses	<u>41.0</u>	<u>44.7</u>
Increase (decrease) in net position	<u>\$ (0.4)</u>	<u>\$ (1.0)</u>

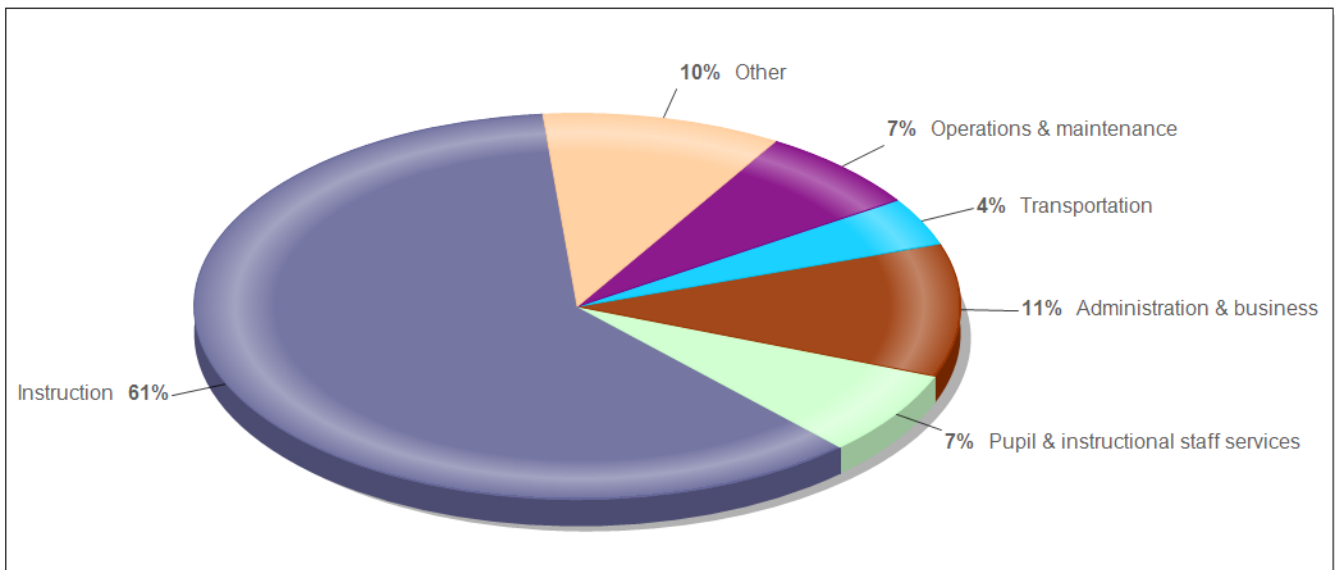
Property taxes and General State Aid accounted for the largest portions of the District's revenues, contributing 32% and 33%; respectively. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$44.7, mainly related to instructing and caring for the students and student transportation at 72%.

**Prairie-Hills Elementary School District 144
 Management's Discussion and Analysis (Unaudited)
 As of and for the Year Ended June 30, 2017**

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

The District's Governmental Funds balance decreased from \$20.9 to \$19.1 due to not receiving categorical and Pre-K Expansion payments from the State of Illinois.

Fund balances decreased by \$1.8 This decrease was primarily attributable to expenditures exceeding revenues in the General and Operations & Maintenance Funds. The District also utilized bond proceeds from the previous year to fund capital projects completed during 2017.

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2017

The District achieved an appropriate year end operational fund balance of \$16.6. With a fund balance to revenue ratio of 56.2%, the District scored four (4) points out of four (4) points possible from the Illinois State Board of Education's financial profile summary.

The expenditure to revenue ratio was 1.083.

The District attained appropriate year end fund balance to provide 185.33 days of cash on hand. 180 days of cash on hand is recommended by the Illinois State Board of Education. The District received four (4) points in this area on the financial profile summary.

The District received four (4) points in the percentage of short-term borrowing maximum remaining.

General Fund Budgetary Highlights

The District received \$11.9 in General State Aid in the General Fund.

Overall General Fund expenditures were over budget by \$3.6, which can mostly be attributed to increase in the TRS on behalf benefit of \$3.5 as compared to budget.

The General Fund balance decreased by \$1.1 from 2016.

Capital Assets and Debt Administration

Capital assets

By the end of 2017, the District had compiled a total investment of \$65.6 (\$45.0 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$1.9. More detailed information about capital assets can be found in Note 5 of the basic financial statements.

Table 3		
Capital Assets (net of depreciation)		
(in millions of dollars)		
	<u>2016</u>	<u>2017</u>
Land	\$ 0.3	\$ 0.3
Land improvements	0.3	0.7
Buildings	42.4	42.2
Construction in progress	-	0.1
Equipment	1.2	1.7
Total	<u>\$ 44.2</u>	<u>\$ 45.0</u>

**Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2017**

Long-term debt

The District retired \$1.0 in bonds in 2017. At the end of fiscal 2017, the District had a debt margin of \$3.2. More detailed information on long-term debt can be found in Note 6 of the basic financial statements.

Table 4				
Outstanding Long-Term Debt				
(in millions of dollars)				
	<u>2016</u>		<u>2017</u>	
General obligation bonds	\$	10.5	\$	10.2
Capital appreciation bonds		11.5		11.5
Refunding bonds		37.5		36.7
Unamortized premium		0.3		0.3
Unamortized discount		(0.6)		(0.6)
Capital leases and other		0.1		0.5
Total	\$	<u>59.3</u>	\$	<u>58.6</u>

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was aware of the following circumstances that will significantly affect financial operations in the future:

Property tax caps limit the amount of tax revenue growth to CPI or five percent. State aid is not sufficient enough to offset the limited property tax revenue growth. Specifically, the State's funding crisis continues to contribute to the District's sluggish revenue growth because of missing mandated categorical payments and additional proration of General State Aid. Also, the residual effect of the mortgage crisis may continue to impact the amount of taxes collected in the future as assessed values are diminished.

The Consumer Price Index for December 2016 increased from 0.7% to 2.1% when compared to 2015. This decrease in CPI will allow for a minimum increase in local revenues derived from property taxes for 2016 payable in 2017.

The IMRF rate has declined over the past several years (i.e. 2011 12.46%, 2012 12.35%, 2013 12.73%, 2014 12.52%, 2015 9.99%, 2016 9.15%). The declining rate pattern was due to the return on investments at the State level. Consequently, the IMRF rate for 2017 is 8.67%.

The District's Equalized Assessed Value increased modestly for the tax year 2016. The EAV increased from \$229,564,458 to \$237,033,627 from tax year 2015 to tax year 2016, respectively.

As the State struggles to provide new funding to Illinois public school districts overall, Prairie-Hills maintained an operating surplus in FY16. This is a direct result of the steps taken by District administrators during the last four years to eliminate deficit spending and the resulting negative cash flow implications. These steps included, staff reductions, adjusting employee benefit plans and eliminating wasteful spending. Additionally, the District acquired new debt in FY16, the proceeds were placed in the General Fund in an effort to manage cash flow in the event the State does not meet its funding obligation to the school district. These strategic actions helped to improve the District's overall fund balances and maintain financial viability during these times of fiscal instability.

Prairie-Hills Elementary School District 144
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2017

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, 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 Business Office:

Terri Sharpp
Prairie-Hills Elementary School District 144
3015 W. 163rd Street
Markham, Illinois 60428

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

AS OF JUNE 30, 2017

	GOVERNMENTAL ACTIVITIES
Assets	
Cash	\$ 18,988,331
Capital assets:	
Land	251,294
Construction in progress	129,885
Depreciable buildings, property and equipment, net	<u>44,660,754</u>
Total assets	<u>64,030,264</u>
Deferred outflows of resources	
Deferred charge on refunding	<u>9,995,004</u>
Total deferred outflows of resources	<u>9,995,004</u>
Liabilities	
Payroll deductions payable	(127,875)
Long-term liabilities:	
Other long-term liabilities - due within one year	1,247,312
Other long-term liabilities - due after one year	<u>57,361,872</u>
Total liabilities	<u>58,481,309</u>
Net position	
Net investment in capital assets	6,155,717
Restricted for:	
Operations and maintenance	3,979,984
Student transportation	679,392
Retirement benefits	1,572,272
Debt service	793,240
Capital projects	168,122
Unrestricted	<u>2,195,232</u>
Total net position	<u>\$ 15,543,959</u>

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2017

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE			GOVERNMENTAL ACTIVITIES	NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS		
Governmental activities						
Instruction:						
Regular programs	\$ 12,308,350	\$ 72,318	\$ 1,754,715	\$ -	\$ (10,481,317)	
Special programs	4,033,825	-	1,265,392	-	(2,768,433)	
Other instructional programs	722,029	-	17,499	-	(704,530)	
State retirement contributions	9,755,572	-	9,755,572	-	-	
Support Services:						
Pupils	1,985,709	-	-	-	(1,985,709)	
Instructional staff	1,356,019	-	86,292	-	(1,269,727)	
General administration	1,416,750	-	-	-	(1,416,750)	
School administration	1,525,728	-	-	-	(1,525,728)	
Business	2,126,168	-	1,702,102	-	(424,066)	
Transportation	1,844,869	-	644,370	-	(1,200,499)	
Operations and maintenance	3,058,770	-	-	65,065	(2,993,705)	
Central	1,146,638	-	-	-	(1,146,638)	
Other supporting services	590	-	-	-	(590)	
Community services	168,328	-	-	-	(168,328)	
Payments to other districts and gov't units - excluding special education	323,770	-	-	-	(323,770)	
Interest and fees	2,975,041	-	-	-	(2,975,041)	
Total governmental activities	\$ 44,748,156	\$ 72,318	\$ 15,225,942	\$ 65,065	\$ (29,384,831)	

General revenues:

Taxes:

Real estate taxes, levied for general purposes	6,931,683
Real estate taxes, levied for specific purposes	3,342,791
Real estate taxes, levied for debt service	2,986,477
Personal property replacement taxes	194,713
State aid-formula grants	14,794,123
Investment income	141,911
Miscellaneous	3,104
Total general revenues	28,394,802

Change in net position (990,029)

Net position, beginning of year 16,533,988

Net position, end of year \$ 15,543,959

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GOVERNMENTAL FUNDS

BALANCE SHEET - MODIFIED CASH BASIS

AS OF JUNE 30, 2017

WITH COMPARATIVE TOTALS AS OF JUNE 30, 2016

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash	\$ 11,790,334	\$ 3,985,326	\$ 679,259	\$ 1,572,273
Total assets	<u>\$ 11,790,334</u>	<u>\$ 3,985,326</u>	<u>\$ 679,259</u>	<u>\$ 1,572,273</u>
Liabilities and fund balance				
Liabilities				
Payroll deductions payable	\$ (132,862)	\$ 5,342	\$ (133)	\$ 1
Total liabilities	<u>(132,862)</u>	<u>5,342</u>	<u>(133)</u>	<u>1</u>
Fund balance				
Restricted	-	3,979,984	679,392	1,572,272
Unassigned	<u>11,923,196</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>11,923,196</u>	<u>3,979,984</u>	<u>679,392</u>	<u>1,572,272</u>
Total liabilities and fund balance	<u>\$ 11,790,334</u>	<u>\$ 3,985,326</u>	<u>\$ 679,259</u>	<u>\$ 1,572,273</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
		2017	2016
\$ 793,240	\$ 167,899	\$ 18,988,331	\$ 20,775,881
<u>\$ 793,240</u>	<u>\$ 167,899</u>	<u>\$ 18,988,331</u>	<u>\$ 20,775,881</u>
\$ -	\$ (223)	\$ (127,875)	\$ (87,024)
<u>-</u>	<u>(223)</u>	<u>(127,875)</u>	<u>(87,024)</u>
793,240	168,122	7,193,010	7,795,203
<u>-</u>	<u>-</u>	<u>11,923,196</u>	<u>13,067,702</u>
<u>793,240</u>	<u>168,122</u>	<u>19,116,206</u>	<u>20,862,905</u>
<u>\$ 793,240</u>	<u>\$ 167,899</u>	<u>\$ 18,988,331</u>	<u>\$ 20,775,881</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

RECONCILIATION OF THE GOVERNMENTAL FUNDS

BALANCE SHEET - MODIFIED CASH BASIS TO THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS
AS OF JUNE 30, 2017

Total fund balances - governmental funds - modified cash basis	\$ 19,116,206
Amounts reported for governmental activities in the Statement of Net Position - Modified Cash Basis are different because:	
Net capital assets used in governmental activities and included in the Statement of Net Position - Modified Cash Basis do not require the expenditure of financial resources and, therefore, are not reported in the Governmental Funds Balance Sheet - Modified Cash Basis.	45,041,933
Long-term liabilities included in the Statement of Net Position - Modified Cash Basis are not due and payable in the current period and, therefore, are not reported in the Governmental Funds Balance Sheet - Modified Cash Basis.	(58,609,184)
Deferred charge on refunding included in the Statement of Net Position - Modified Cash Basis is not available to pay for current period expenditures and, therefore, is not included in the Governmental Funds Balance Sheet - Modified Cash Basis.	<u>9,995,004</u>
Net position of governmental activities - modified cash basis	<u>\$ 15,543,959</u>

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
 FOR THE YEAR ENDED JUNE 30, 2017
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2016

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 6,931,683	\$ 1,084,655	\$ 842,780	\$ 1,415,356
Corporate personal property replacement taxes	178,073	-	-	16,640
State aid	23,249,908	1,602,725	1,046,379	-
Federal aid	4,120,893	-	-	-
Investment income	97,531	25,468	4,304	8,517
Other	63,416	-	12,006	-
Total revenues	<u>34,641,504</u>	<u>2,712,848</u>	<u>1,905,469</u>	<u>1,440,513</u>
Expenditures				
Current:				
Instruction:				
Regular programs	10,273,349	-	-	229,495
Special programs	2,989,387	-	-	44,973
Other instructional programs	692,029	-	-	30,000
State retirement contributions	9,755,572	-	-	-
Support Services:				
Pupils	1,932,597	-	-	53,112
Instructional staff	1,302,898	-	-	53,121
General administration	1,385,590	-	-	23,036
School administration	1,437,293	-	-	64,064
Business	2,020,248	-	-	99,421
Transportation	-	-	1,843,106	1,763
Operations and maintenance	6,941	2,797,951	-	206,661
Central	1,053,508	-	-	85,754
Other supporting services	590	-	-	-
Community services	160,400	-	-	7,928
Payments to other districts and gov't units	1,302,790	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	859,573	1,904,950	-	-
Total expenditures	<u>35,172,765</u>	<u>4,702,901</u>	<u>1,843,106</u>	<u>899,328</u>
Excess (deficiency) of revenues over expenditures	<u>(531,261)</u>	<u>(1,990,053)</u>	<u>62,363</u>	<u>541,185</u>
Other financing sources (uses)				
Transfers in	-	1,000,000	-	-
Transfers (out)	(1,132,285)	-	-	-
Principal on bonds sold	-	-	-	-
Capital lease value	519,040	-	-	-
Payment to escrow for refunded bonds	-	-	-	-
Discount on bonds	-	-	-	-
Total other financing sources (uses)	<u>(613,245)</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(1,144,506)	(990,053)	62,363	541,185
Fund balance, beginning of year	<u>13,067,702</u>	<u>4,970,037</u>	<u>617,029</u>	<u>1,031,087</u>
Fund balance, end of year	<u>\$ 11,923,196</u>	<u>\$ 3,979,984</u>	<u>\$ 679,392</u>	<u>\$ 1,572,272</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
		2017	2016
\$ 2,986,477	\$ -	\$ 13,260,951	\$ 13,441,973
-	-	194,713	175,289
-	65,225	25,964,237	22,340,772
-	-	4,120,893	3,951,517
5,496	595	141,911	53,771
-	-	75,422	610,401
<u>2,991,973</u>	<u>65,820</u>	<u>43,758,127</u>	<u>40,573,723</u>
-	-	10,502,844	11,108,234
-	-	3,034,360	1,668,848
-	-	722,029	429,861
-	-	9,755,572	6,698,221
-	-	1,985,709	1,959,329
-	-	1,356,019	1,257,469
-	-	1,408,626	1,253,999
-	-	1,501,357	1,472,780
-	-	2,119,669	2,086,847
-	-	1,844,869	1,653,793
-	-	3,011,553	2,808,867
-	-	1,139,262	1,940,726
-	-	590	7,050
-	-	168,328	51,479
-	-	1,302,790	1,331,815
1,210,636	-	1,210,636	1,136,619
2,191,862	-	2,191,862	2,261,400
-	3,268	2,767,791	422,318
<u>3,402,498</u>	<u>3,268</u>	<u>46,023,866</u>	<u>39,549,655</u>
<u>(410,525)</u>	<u>62,552</u>	<u>(2,265,739)</u>	<u>1,024,068</u>
132,285	-	1,132,285	4,667,179
-	-	(1,132,285)	(4,667,179)
-	-	-	19,790,000
-	-	519,040	-
-	-	-	(11,328,775)
-	-	-	(340,068)
<u>132,285</u>	<u>-</u>	<u>519,040</u>	<u>8,121,157</u>
(278,240)	62,552	(1,746,699)	9,145,225
<u>1,071,480</u>	<u>105,570</u>	<u>20,862,905</u>	<u>11,717,680</u>
<u>\$ 793,240</u>	<u>\$ 168,122</u>	<u>\$ 19,116,206</u>	<u>\$ 20,862,905</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
 RECONCILIATION OF THE GOVERNMENTAL FUNDS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 - MODIFIED CASH BASIS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
 FOR THE YEAR ENDED JUNE 30, 2017

Net change in fund balances - total governmental funds - modified cash basis	\$ (1,746,699)
Amounts reported for governmental activities in the Statement of Activities - Modified Cash Basis are different because:	
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities - Modified Cash Basis, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which current year net capital outlay exceeds depreciation expense in the current period.	848,253
The issuance of long-term debt (bonds, capital leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. This is the amount by which current year principal payments exceed current year borrowings on long-term debt.	691,596
Governmental funds report the effects of premiums, discounts and similar items when the debt is issued. However, these amounts are deferred and amortized in the Statement of Activities - Modified Cash Basis. This is the amount of the current year, net effect of these differences.	<u>(783,179)</u>
Change in net position of governmental activities - modified cash basis	<u><u>\$ (990,029)</u></u>

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - MODIFIED CASH BASIS
AS OF JUNE 30, 2017

	<u>AGENCY STUDENT ACTIVITY FUND</u>
Assets	
Cash and investments	\$ <u>87,413</u>
Total assets	\$ <u><u>87,413</u></u>
Liabilities	
Due to student groups	\$ <u>87,413</u>
Total liabilities	\$ <u><u>87,413</u></u>

See Notes to Basic Financial Statements

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Prairie-Hills Elementary School District 144 (the “District”) operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to the modified cash basis of accounting as applicable to the local governmental units of this type. This modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The following is a summary of the more significant accounting policies of the District:

Basis of Presentation

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity has been removed from these statements. The District’s operating activities are all considered “governmental activities”, that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered “business activities”.

The statement of activities demonstrates the degree to which the direct cash disbursements of a given function are offset by program receipts. Direct cash disbursement are those that are clearly identifiable with a specific function. Program receipts include (1) amounts paid by the 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 receipts are reported instead as general receipts.

Governmental Funds Financial Statements

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

Separate financial statements are provided for all governmental funds and fiduciary funds; the fiduciary funds are excluded from the government-wide financial statements.

Measurement Focus and Basis of Accounting

The government-wide financial statements and the fund financial statements are reported using the modified cash basis of accounting. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, revenues, and expenditures are recognized when they result from cash transactions with a provision for depreciation in the government-wide statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

In the government-wide financial statements, governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as described above. In the governmental fund financial statements, the current financial resources measurement focus is used. Only current financial assets, deferred outflows of resources, liabilities, and deferred inflows of resources are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period.

As a result of the use of the modified cash basis of accounting, certain assets and deferred outflows of resources and their related revenues, (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and deferred inflows of resources and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the District utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

Major Governmental Funds

General Fund - the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid.

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

Operations and Maintenance Fund - accounts for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes.

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

Municipal Retirement/Social Security Fund - 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 non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.

Debt Service Fund - accounts for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service.

Capital Project Funds - accounts for the financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities.

Capital Projects Fund - accounts for construction projects and renovations financed through debt instruments.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

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

Other Fund Types

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.

Agency Funds - include Student Activity Funds, Convenience Accounts and Other Agency Funds. These funds are custodial in nature and do not present results of operations or have a measurement focus. 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. Convenience Accounts account for assets that are normally maintained by a local education agency as a convenience for its faculty, staff, etc.

Deposits and Investments

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. Investments are stated at cost.

Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". These amounts are eliminated in the governmental activities column in the statement of net position. Receivables are expected to be collected within one year.

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2016 levy resolution was approved during the December 19, 2016 board meeting. 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 in any year is liable for taxes of that year.

The tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

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 lessor of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent 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. The CPI rates applicable to the 2016 and 2015 tax levies were 0.7% and 0.8%, respectively.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Property taxes are collected by the Cook County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two installments: the first due on March 1 and the second due on the later of August 1 or 30 days after the second installment tax bill is mailed. The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Property taxes are normally collected by the District within 60 days of the due date.

Personal Property Replacement Taxes

Personal property replacement taxes are first allocated to the Municipal Retirement / Social Security Fund, and the balance is allocated to the remaining funds at the discretion of the District.

Capital Assets

Capital assets, which include land, land improvements, buildings, building improvements, equipment and fixtures are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life of more than 1 year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. In addition, all computer hardware with an original unit cost of \$300 or more shall be considered a capital asset and shall be placed in the district's inventory. Donated capital assets are recorded at estimated fair value at the date of donation.

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

<i>Assets</i>	<i>Years</i>
Land improvements	15 - 20
Buildings and building improvements	20 - 40
Equipment and fixtures	5 - 20

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

A deferred charge on refunding arise from advance refunding of debt. The difference between the cost of the securities placed in trust for future payment of refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred outflow of resources in the government-wide statements.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

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 are deferred and amortized over the life of the applicable bonds using the effective interest method. The balance at year end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the period incurred. 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.

Equity Classifications

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

Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less than any unspent debt proceeds.

Restricted net position - Consists of net position with constraints placed on its use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

Unrestricted net position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

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.

Equity is classified as fund balance in the fund financial statements and displayed in five components:

Nonspendable - includes amounts not in spendable form, such as inventory, or amounts required to be maintained intact legally or contractually (principal endowment) (e.g. inventory, pre-paid items, permanent scholarships).

Restricted - includes amounts constrained for a specific purpose by external parties (e.g. Debt Service, Capital Projects, State and Federal Grant Funds).

Committed - includes amounts constrained for a specific purpose by a government using its highest level of decision making authority, the Board of Education. This formal action (an ordinance) must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Board of Education board that originally created the commitment.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Assigned - includes general fund amounts constrained for a specific purpose by the Board of Education or by an official that has been delegated authority to assign amounts. The Board of Education may also take official action to assign amounts. Additionally, all remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

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

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended in the General Fund is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance. In all other funds (Special Revenue, Debt Service, Capital Projects), assigned fund balance will be spent first, followed by committed fund balance, and then restricted fund balance.

The restricted fund balances are for the purpose of the respective funds as described above in the Major Governmental Funds section.

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2016, from which such summarized information was derived.

Eliminations and Reclassifications

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

The budgeted amounts for the Governmental Funds are adopted on the modified cash basis, which is consistent with the modified cash basis of accounting prescribed by the program accounting manual for Illinois school districts.

The Board of Education follows these procedures in establishing the budgetary data reflected in the general purpose financial statements:

1. 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.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - (CONTINUED)

3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.
4. 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 any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

The Board of Education amended the budget on June 19, 2017.

Excess of Expenditures over Budget

For the year ended June 30, 2017, expenditures exceeded budget in the General Fund (Educational Accounts) by \$3,578,290, in the Transportation Fund by \$10,078, in the Municipal Retirement/Social Security Fund by \$25,916, and in the Debt Service Fund by \$131,965. These excesses were funded by available fund balance.

NOTE 3 - DEPOSITS AND INVESTMENTS

Cash & Investments under the custody of the Township Treasurer

Under the Illinois Compiled Statutes, the Bremen Township School Treasurer is the lawful custodian of all school funds. The Treasurer is appointed by the Township School Trustees, an independently elected body, to serve the school districts in the township. The Treasurer is the direct recipient of property taxes, replacement taxes and most state and federal aid and disburses school funds upon lawful order of the school board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions discussed below. For these purposes, the Treasurer is permitted to combine monies from more than one fund of a single district and to combine monies of more than one district in the township. Monies combined under these circumstances, as well as investment earnings, are accounted for separately for each fund and/or district.

Cash and investments, other than the student activity and convenience accounts, petty cash, and imprest funds, are part of a common pool for all school districts and cooperatives within the township. The Treasurer maintains records that segregate the cash and investment balance by district or cooperative. Income from investments is distributed monthly based upon the District's percentage participation in the pool. All cash for all funds, including cash applicable to the Debt Service Fund and the Illinois Municipal Retirement/Social Security Fund, is not deemed available for purposes other than those for which these balances are intended.

The Treasurer's investment policies are established by the Bremen Township School Trustees as prescribed by the Illinois School Code and the Illinois Compiled Statutes. The Treasurer is authorized to invest in obligations of the U.S. Treasury, backed by the full faith and credit of the U.S. Government, certificates of deposit issued by commercial banks and savings and loan associations, and commercial paper rated within the three highest classifications by at least two standard rating services (subject to certain limitations).

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 3 - DEPOSITS AND INVESTMENTS - (CONTINUED)

The Treasurer's Office operates as a non-rated, external investment pool. The fair value of the District's investment in the Treasurer's pool is determined by the District's proportionate share of the fair value of the investments held by the Treasurer's office.

The weighted average maturity of all marketable pooled investments held by the Treasurer was 0.60 years at June 30, 2017. The Treasurer also holds money market type investments, certificates of deposits and other deposits with financial institutions. As of June 30, 2017, the cost of all investments held by the Treasurer's office was \$186,628,499 and the cost of the District's proportionate share of the pool was \$18,985,331.

Because all cash and investments are pooled by a separate legal governmental agency (Treasurer), categorization by risk category is not determinable. Further information about whether investments are insured, collateralized, or uncollateralized is available from the Treasurer's financial statements.

Cash & Investments in the custody of the District

Deposits of the student activity and imprest funds, which are held in the District's custody, consist of deposits with financial institutions. The following is a summary of such deposits:

	<u>Carrying Value</u>	<u>Bank Balance</u>
Deposits with financial institutions	\$ 90,413	\$ 92,699
Total	<u>\$ 90,413</u>	<u>\$ 92,699</u>

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2017, the bank balance of the District's deposit with financial institutions totaled \$92,699 and was fully insured.

Separate cash and investment accounts are not maintained for all District funds; instead, the individual funds maintain their invested and uninvested balances in the common checking and investment accounts, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund.

NOTE 4 - INTERFUND TRANSFERS

During the year the Board of Education transferred \$132,285 from the General Fund (Educational Accounts) to the Debt Service Fund for capital lease payments.

Also during the year, the Board of Education authorized the abatement of a portion of the General Fund (Working Cash Accounts), thereby transferring fund balance of \$1,000,000 to the Operations & Maintenance Fund.

State law allows for the above transfers.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 5 - CAPITAL ASSETS

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

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<i>Capital assets not being depreciated:</i>				
Land	\$ 251,294	\$ -	\$ -	\$ 251,294
Construction in progress	-	129,885	-	129,885
Total capital assets not being depreciated	<u>251,294</u>	<u>129,885</u>	<u>-</u>	<u>381,179</u>
<i>Capital assets being depreciated:</i>				
Land improvements	808,359	472,318	-	1,280,677
Buildings	58,081,123	1,271,796	-	59,352,919
Equipment	<u>3,774,525</u>	<u>847,638</u>	<u>-</u>	<u>4,622,163</u>
Total capital assets being depreciated	<u>62,664,007</u>	<u>2,591,752</u>	<u>-</u>	<u>65,255,759</u>
<i>Less Accumulated Depreciation for:</i>				
Land improvements	559,673	46,846	-	606,519
Buildings	15,630,293	1,467,926	-	17,098,219
Equipment	<u>2,531,655</u>	<u>358,612</u>	<u>-</u>	<u>2,890,267</u>
Total accumulated depreciation	<u>18,721,621</u>	<u>1,873,384</u>	<u>-</u>	<u>20,595,005</u>
Net capital assets being depreciated	<u>43,942,386</u>	<u>718,368</u>	<u>-</u>	<u>44,660,754</u>
Net governmental activities capital assets	<u>\$ 44,193,680</u>	<u>\$ 848,253</u>	<u>\$ -</u>	<u>\$ 45,041,933</u>

Depreciation expense was recognized in the operating activities of the District as follows:

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 1,800,947
Special programs	20,445
District administration	6,499
General administration	8,124
School administration	24,371
Operations and maintenance	<u>12,998</u>
Total depreciation expense - governmental activities	<u>\$ 1,873,384</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 6 - LONG TERM LIABILITIES

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2017:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
General obligation bonds	\$ 10,445,000	\$ -	\$ 215,000	\$ 10,230,000	\$ 210,000
Capital appreciation bonds	11,542,954	-	-	11,542,954	119,877
GO Limited School Refunding Bonds	37,510,000	-	830,000	36,680,000	755,000
Unamortized premium	281,620	-	17,601	264,019	-
Unamortized discount	<u>(598,760)</u>	<u>-</u>	<u>(31,933)</u>	<u>(566,827)</u>	<u>-</u>
Total bonds payable	<u>59,180,814</u>	<u>-</u>	<u>1,030,668</u>	<u>58,150,146</u>	<u>1,084,877</u>
Capital leases	<u>105,634</u>	<u>519,040</u>	<u>165,636</u>	<u>459,038</u>	<u>162,435</u>
Total long-term liabilities - governmental activities	<u>\$ 59,286,448</u>	<u>\$ 519,040</u>	<u>\$ 1,196,304</u>	<u>\$ 58,609,184</u>	<u>\$ 1,247,312</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

General Obligation Bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Original Indebtedness	Face Amount	Carrying Amount
Series 2010A Limited School Bonds dated July 15, 2010 are due in annual installments through December 1, 2029	2.00% - 5.25%	\$ 22,460,000	\$ 1,630,000	\$ 1,540,000
Series 2010B Limited Refunding School Bonds dated July 15, 2010 are due in annual installments through December 1, 2029	2.00% - 5.25%	6,120,000	120,000	120,000
Series 2011A Limited Refunding School Bonds dated September 20, 2012 are due in annual installments through December 1, 2030	2.00% - 5.00%	22,525,000	8,475,000	8,350,000
Series 2011B Limited Refunding School Bonds dated September 20, 2012 are due in annual installments through September 1, 2031	5.00%	2,120,000	220,000	220,000
Series 2011C Capital Appreciation Bonds dated September 20, 2012 are due in annual installments through December 1, 2030	1.25% - 6.39%	18,198,607	25,605,000	11,542,954
Series 2014A General Obligation Limited School Refunding Bonds dated June 25, 2014 are due in annual installments through December 1, 2033	0.75% - 5.25%	11,140,000	7,290,000	7,290,000
Series 2014B General Obligation Limited School Refunding Bonds dated June 25, 2014 are due in annual installments through December 1, 2033	5.25%	10,430,000	10,430,000	10,430,000
Series 2016A General Obligation Limited School Bonds dated April 11, 2016 are due in annual installments through December 1, 2035	4.000% - 4.125%	6,000,000	6,000,000	6,000,000
Series 2016B Taxable General Obligation Limited School Bonds dated April 11, 2016 are due in annual installments through December 1, 2032	1.25% - 5.75%	4,065,000	4,065,000	3,235,000
Series 2016C General Obligation Refunding School Bonds dated April 11, 2016 are due in annual installments through December 1, 2035	4.125%	6,425,000	6,425,000	6,425,000
Series 2016D Taxable General Obligation Refunding School Bonds dated April 11, 2016 are due in annual installments through December 1, 2034	5.88%	<u>3,300,000</u>	<u>3,300,000</u>	<u>3,300,000</u>
Total		<u>\$ 112,783,607</u>	<u>\$ 73,560,000</u>	<u>\$ 58,452,954</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2017, \$39,528,371 of bonds outstanding are considered defeased.

Annual debt service requirements to maturity for general obligation bonds are as follows for governmental type activities:

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2018	\$ 1,084,877	\$ 2,202,396	\$ 3,287,273
2019	1,097,796	2,193,280	3,291,076
2020	2,129,888	2,610,862	4,740,750
2021	2,078,976	2,661,037	4,740,013
2022	2,087,261	2,728,941	4,816,202
2023 - 2027	10,466,599	14,355,253	24,821,852
2028 - 2032	15,177,557	14,843,305	30,020,862
2033 - 2036	<u>24,330,000</u>	<u>3,048,927</u>	<u>27,378,927</u>
Total	<u>\$ 58,452,954</u>	<u>\$ 44,644,001</u>	<u>\$ 103,096,955</u>

The District is subject to the Illinois School Code, which limits the amount of certain 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 \$16,355,320. As of June 30, 2017 the total amount of debt outstanding by the District subject to the statutory debt limitation was \$13,202,954 providing a debt margin of \$3,152,366. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2017, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

Capital Leases. The District has entered into lease agreements as lessee for financing the acquisition of equipment. This lease agreements qualify as capital leases for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. At June 30, 2017, \$624,674 of amounts included in capital assets were acquired via capital leases. The obligations for the capital leases will be repaid from the Debt Service Fund via a transfer from the General (Educational) Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2017, are as follows:

	<i>Amount</i>
2018	\$ 170,473
2019	170,473
2020	<u>132,285</u>
Total minimum lease payments	473,231
Less: amount representing interest	<u>(14,193)</u>
Present value of minimum lease payments	<u>\$ 459,038</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 7 - 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. To protect from such risks, the District participates in the following public entity risk pools: CLIC for workers' compensation and liability insurance coverage and EBC for health and dental insurance coverage. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools. There have been no significant reductions in insurance coverage from coverage in any of the past three fiscal years.

NOTE 8 - JOINT AGREEMENTS

The District is a member of SPEED, 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 are not included as component units of the District.

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS

Teachers' Health Insurance Security

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

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

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

On Behalf Contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 1.12 percent of pay during the year ended June 30, 2017. State of Illinois contributions were \$141,239, and the District recognized revenues and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2016 and June 30, 2015 were 1.07 and 1.02 percent of pay, respectively. For these years, state contributions on behalf of District employees were \$131,751 and \$126,272, respectively.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

Employer Contributions to THIS Fund. The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.84 percent during the year ended June 30, 2017 and 0.80 and 0.76 percent during the years ended June 30, 2016 and 2015, respectively. For the years ended June 30, 2017, 2016 and 2015 the District paid \$105,929, \$98,505 and \$94,085 to the THIS Fund, respectively, which was 100 percent of the required contribution for those years.

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

Retiree Health Plan

The District administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides health insurance for eligible retirees and their spouses through the District's group health insurance plan which covers both active and retired members. Benefit provisions are established through collective bargaining agreements and state that eligible retirees and their spouses at established contribution rates. The Retiree Health Plan does not issue a publicly available financial report.

Contribution requirements are established through collective bargaining agreements and may be amended only through negotiations between the board and the union. For fiscal year 2017, the District contributed \$85,950 to the plan. Administrative costs of the Retiree Health Plan are financed through District operating revenues as costs are incurred.

The District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC) The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and 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 Retiree Health Plan, and changes in the District's net OPEB obligation to the Retiree Health Plan:

Annual required contribution	\$ 30,274
Interest on net OPEB obligation	-
Adjustment to annual required contribution	<u>-</u>
Annual OPEB cost	30,274
Contributions made	<u>(85,950)</u>
Decrease in net OPEB obligation (asset)	(55,676)
Net OPEB Obligation (Asset) - Beginning of Year	<u>(652,760)</u>
Net OPEB Obligation (Asset) - End of Year	<u><u>\$ (708,436)</u></u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the Retiree Health Plan, and the net OPEB obligation for June 30, 2017 and the two preceding years are as follows:

<i>Fiscal Year Ended</i>	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
June 30, 2017	\$ 30,274	283.91 %	\$ (708,436)
June 30, 2016	30,274	351.38 %	(652,760)
June 30, 2015	30,274	401.32 %	(576,658)

The funded status of the Retiree Health Plan as of June 30, 2014, the most recent actuarial valuation date, is as follows:

Actuarial accrued liability (AAL)	\$ 798,696
Actuarial value of plan assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u><u>\$ 798,696</u></u>
Funded ratio (actuarial value of plan assets/AAL)	-%
Covered payroll (active plan members)	\$ 13,922,596
UAAL as a percentage of covered payroll	5.74%

Actuarial valuations of an ongoing plan involve estimates for 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 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 other information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

In the June 30, 2014 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 5 percent investment rate of return and an annual healthcare cost trend rate of 8 percent initially, reduced by decrements to an ultimate rate of 5 percent after 5 years. Both rates include a 0 percent inflation assumption. The actuarial value of the Retiree Health Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The Retiree Health Plan's unfunded actuarial accrued liability is being amortized as a level of percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2017 is 30 years.

NOTE 10 - RETIREMENT SYSTEMS

The retirement plans of the District include the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Most funding for TRS is provided through payroll withholdings of certified employees and contributions made by the State of Illinois on-behalf of the District. IMRF is funded through property taxes and a perpetual lien of the District's corporate personal property replacement tax. Each retirement system is discussed below.

Teachers' Retirement System

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

TRS issues a publicly available financial report that can be obtained at <http://trsil.org/pubs/cafr.htm>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

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

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

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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 District, is submitted to TRS by the District.

On Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 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 \$9,614,333 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 \$73,142.

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

For the year ended June 30, 2017, the District pension contribution was 38.54 percent of salaries paid from federal and special trust funds. Contributions for the year ended June 30, 2017, were \$62,743, which was equal to the District's required contribution.

Salary increases over 6 percent. 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. For the year ended June 30, 2017, the District paid \$6,824 to TRS for employer contributions due on salary increases in excess of 6 percent.

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.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Net Pension Liability. At June 30, 2017, the District has 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 allocated to 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 collective net pension liability	\$ 2,942,185
State's proportionate share of the collective net pension liability associated with the District	<u>97,899,560</u>
Total	<u>\$ 100,841,745</u>

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015, and rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2016, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2016 and 2015, the District's proportion was 0.00372730 percent and 0.00254374 percent, respectively.

Summary of Significant Accounting Policies. For purposes of measuring the collective 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 TRS and additions to/deductions from TRS fiduciary net position have been determined on the same basis as they are reported by TRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Actuarial Assumptions. The assumptions used to measure the total pension liability in the June 30, 2016 actuarial valuation included (a) 7.00% investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases varies by amount of service credit, and (c) inflation of 2.50%.

For the June 30, 2016 valuation, the investment return assumption was lowered from 7.50 percent to 7.00 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.

Mortality. 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.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Long-Term Expected Real 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 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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	14.40 %	6.94 %
U.S. equities small/mid cap	3.60 %	8.09 %
International equities developed	14.40 %	7.46 %
Emerging market equities	3.60 %	10.15 %
U.S. bonds core	10.70 %	2.44 %
International debt developed	5.30 %	1.70 %
Real estate	15.00 %	5.44 %
Commodities (real return)	11.00 %	4.28 %
Hedge funds (absolute return)	8.00 %	4.16 %
Private equity	14.00 %	10.63 %

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.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the collective net pension liability	\$ 3,598,412	\$ 2,942,185	\$ 2,406,222

Pension Expense. District pension expense, as part of the June 30, 2016 valuation, was \$13,018. For the year ended June 30, 2017, the District recognized TRS-related pension expense of \$136,188 and on-behalf revenue and expense of \$9,614,333 for support provided by the state.

Illinois Municipal Retirement Fund

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

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Public Act 96-0889 created a second tier for IMRF's Regular Plan. IMRF assigns a benefit tier to a member when he or she is enrolled in IMRF. The tier is determined by the member's first IMRF participation date. If the member first participated in IMRF before January 1, 2011, they participate in *Regular Tier 1*. If the member first participated in IMRF on or after January 1, 2011, they participate in *Regular Tier 2*.

For *Regular Tier 1*, pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 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 *Regular Tier 1*, the pension is increased by 3% of the original amount on January 1 every year after retirement. For *Regular Tier 2*, pension benefits vest after ten years of service. Participating members who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under *Regular 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. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Plan Membership. At December 31, 2016, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	281
Inactive, non-retired members	210
Active members	154
	<hr/>
Total	<u>645</u>

Contributions. As set by statute, District employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's actuarially determined contribution rate for calendar year 2016 was 9.16 percent of annual covered payroll. 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 the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability/(Asset). The net pension liability/(asset) was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

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

Actuarial Assumptions. The assumptions used to measure the total pension liability in the December 31, 2016 annual actuarial valuation included (a) 7.50% investment rate of return, (b) projected salary increases from 3.75% to 14.50%, including inflation, and (c) price inflation of 2.75%. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

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

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Long-Term Expected Real 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 arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Projected Returns/Risk		
	Target Allocation	One Year Arithmetic	Ten Year Geometric
Equities	38.00 %	8.30 %	6.85 %
International equities	17.00 %	8.45 %	6.75 %
Fixed income	27.00 %	3.05 %	3.00 %
Real estate	8.00 %	6.90 %	5.75 %
Alternatives	9.00 %		
Private equity		12.45 %	7.35 %
Hedge funds		5.35 %	5.25 %
Commodities		4.25 %	2.65 %
Cash equivalents	1.00 %	2.25 %	2.25 %

Discount Rate. The discount rate used to measure the total pension liability for IMRF was 7.50%. The discount rate calculated using the December 31, 2015 measurement date was 7.49%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits payments to determine the total pension liability.

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

	1% Decrease	Current Discount Rate	1% Increase
Total pension liability	\$ 21,027,105	\$ 18,635,092	\$ 16,659,192
Plan fiduciary net position	<u>17,949,912</u>	<u>17,949,912</u>	<u>17,949,912</u>
Net pension liability/(asset)	<u>\$ 3,077,193</u>	<u>\$ 685,180</u>	<u>\$ (1,290,720)</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2017

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Changes in Net Pension Liability/(Asset). The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2016 was as follows:

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balances at December 31, 2015	\$ 18,418,376	\$ 17,386,855	\$ 1,031,521
Service cost	446,050	-	446,050
Interest on total pension liability	1,360,139	-	1,360,139
Differences between expected and actual experience of the total pension liability	(603,287)	-	(603,287)
Change of assumptions	(22,177)	-	(22,177)
Benefit payments, including refunds of employee contributions	(964,009)	(964,009)	-
Contributions - employer	-	374,004	(374,004)
Contributions - employee	-	184,566	(184,566)
Net investment income	-	1,180,082	(1,180,082)
Other (net transfer)	-	(211,586)	211,586
Balances at December 31, 2016	<u>\$ 18,635,092</u>	<u>\$ 17,949,912</u>	<u>\$ 685,180</u>

Pension Expense. District pension expense, as part of the December 31, 2016 valuation, was \$599,521. For the year ended June 30, 2017, the District recognized pension expense of \$393,206.

NOTE 11 - CONTINGENT LIABILITIES

The District is a participant in various lawsuits, although the outcome of these lawsuits is not presently determinable. In the opinion of the District's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

NOTE 12 - EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, GASB Statement No. 81, *Irrevocable Split-Interest Agreements*, GASB Statement No. 83, *Asset Retirement Obligations*, GASB Statement No. 84, *Fiduciary Activities*, GASB Statement No. 85, *Omnibus 2017*, GASB Statement No. 86, *Certain Debt Extinguishment Issues*, and GASB Statement No. 87, *Leases*. Application of these standards may restate portions of these financial statements.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE DISTRICT'S NET PENSION LIABILITY
AND RELATED RATIOS
Three Most Recent Fiscal Years

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability			
Service cost	\$ 446,050	\$ 431,985	\$ 468,307
Interest	1,360,139	1,297,335	1,212,753
Differences between expected and actual experience	(603,287)	57,453	(314,290)
Changes of assumptions	(22,177)	21,602	684,043
Benefit payments, including refunds of member contributions	<u>(964,009)</u>	<u>(943,617)</u>	<u>(866,173)</u>
Net change in total pension liability	216,716	864,758	1,184,640
Total pension liability - beginning	<u>18,418,376</u>	<u>17,553,618</u>	<u>16,368,978</u>
Total pension liability - ending (a)	<u>\$ 18,635,092</u>	<u>\$ 18,418,376</u>	<u>\$ 17,553,618</u>
Plan fiduciary net position			
Employer contributions	\$ 374,004	\$ 363,702	\$ 479,274
Employee contributions	184,566	174,557	175,024
Net investment income	1,180,082	86,753	1,020,595
Benefit payments, including refunds of member contributions	(964,009)	(943,617)	(866,173)
Other (net transfer)	<u>(211,586)</u>	<u>152,261</u>	<u>(92,516)</u>
Net change in plan fiduciary net position	563,057	(166,344)	716,204
Plan fiduciary net position - beginning	<u>17,386,855</u>	<u>17,553,199</u>	<u>16,836,995</u>
Plan fiduciary net position - ending (b)	<u>\$ 17,949,912</u>	<u>\$ 17,386,855</u>	<u>\$ 17,553,199</u>
Employer's net pension liability - ending (a) - (b)	<u>\$ 685,180</u>	<u>\$ 1,031,521</u>	<u>\$ 419</u>
Plan fiduciary net position as a percentage of the total pension liability	96.32%	94.40%	100.00%
Covered-employee payroll	\$ 4,080,796	\$ 3,852,781	\$ 3,781,440
Employer's net pension liability as a percentage of covered-employee payroll	16.79%	26.77%	0.01%

Notes to Schedule:

The District implemented GASB Statement No. 68 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

Actuary valuations are as of December 31st, which is 6 months prior to the end of the fiscal year.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

**ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF DISTRICT CONTRIBUTIONS
Three Most Recent Fiscal Years**

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 373,393	\$ 384,893	\$ 449,991
Contributions in relation to the actuarially determined contribution	<u>(374,004)</u>	<u>(363,702)</u>	<u>(479,274)</u>
Contribution deficiency (excess)	<u>\$ (611)</u>	<u>\$ 21,191</u>	<u>\$ (29,283)</u>
Covered-employee payroll	\$ 4,080,796	\$ 3,852,781	\$ 3,781,440
Contributions as a percentage of covered-employee payroll	9.16%	9.44%	12.67%

Notes to Schedule:

The District implemented GASB Statement No. 68 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 each year, which are 6 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	27 years
Asset valuation method	5-Year Smoothed Market, 20% corridor
Inflation	
Salary increases	3.75% to 14.50%, including inflation
Investment rate of return	
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 Employee Mortality Table, adjusted to match current IMRF experience

Other information:

There were no benefit changes during the year.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

TEACHERS' RETIREMENT SYSTEM

SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY AND DISTRICT CONTRIBUTIONS
Three Most Recent Fiscal Years

	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's proportion of the net pension liability	0.0037273027%	0.0025437403%	0.0035653281%
District's proportionate share of the net pension liability	\$ 2,942,185	\$ 1,666,406	\$ 2,169,797
State's proportionate share of the net pension liability	<u>97,899,560</u>	<u>80,148,852</u>	<u>76,567,059</u>
Total net pension liability	<u>\$ 100,841,745</u>	<u>\$ 81,815,258</u>	<u>\$ 78,736,856</u>
Covered-employee payroll	\$ 12,610,618	\$ 12,313,165	\$ 12,379,591
District's proportionate share of the net pension liability as a percentage of covered payroll	23.33%	13.53%	17.53%
Plan fiduciary net position as a percentage of the total pension liability	36.40%	41.50%	43.00%
Contractually required contribution	\$ 135,884	\$ 144,226	\$ 94,463
Contributions in relation to the contractually required contribution	<u>(136,188)</u>	<u>(144,390)</u>	<u>(94,480)</u>
Contribution deficiency (excess)	<u>\$ (304)</u>	<u>\$ (164)</u>	<u>\$ (17)</u>
Contributions as a percentage of covered employee payroll	1.0799%	1.1726%	0.7632%

Notes to Schedule:

The District implemented GASB 68 in 2015. Information for fiscal years prior to 2015 is not applicable.

Actuary valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net pension liability is reported.

Key Assumptions:

Long-term expected rate of return	7.00%	7.50%	7.50%
Municipal bond index	2.85%	3.73%	N/A
Single equivalent discount rate	6.83%	7.47%	7.50%
Inflation rate	2.50%	3.00%	3.00%
Projected salary increases	3.25% to 9.25%	3.75% to 9.75%	5.75%
	varying by service	varying by service	

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

SCHEDULE OF FUNDING PROGRESS FOR RETIREE HEALTH PLAN

AS OF JUNE 30, 2017

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/14	\$ -	\$ 798,686	\$ 798,686	N/A	\$ 13,922,596	5.74%
7/1/12	-	1,185,013	1,185,013	N/A	14,737,065	8.04%
7/1/10	-	1,526,211	1,526,211	N/A	18,685,262	8.17%

Valuations must be performed every two years for OPEB plans with more than 200 members and at least every three years for plans with fewer than 200 members.

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
General levy	\$ 7,630,868	\$ 7,630,868	\$ 6,931,683	\$ (699,185)	\$ 7,512,045
Corporate personal property replacement taxes	170,000	170,000	178,073	8,073	158,753
Investment income	40,000	40,000	97,531	57,531	43,318
Sales to pupils - other	-	-	-	-	18
Rentals - regular textbook	7,000	7,000	6,843	(157)	9,087
Rentals - other	5,000	5,000	-	(5,000)	7,019
Other - textbooks	-	-	-	-	60
Contributions and donations from private sources	1,000	1,000	1,805	805	5,970
Refund of prior years' expenditures	10,000	10,000	1,299	(8,701)	44,710
Proceed's from vendor contracts	1,000	1,000	-	(1,000)	2,135
Other local fees	565	565	2,091	1,526	1,431
Other	15,000	15,000	51,378	36,378	424,153
Total local sources	<u>7,880,433</u>	<u>7,880,433</u>	<u>7,270,703</u>	<u>(609,730)</u>	<u>8,208,699</u>
State sources					
General state aid	12,003,905	11,795,752	12,789,389	993,637	11,942,672
General state aid hold harmless/supplemental	-	-	-	-	601,348
Special education - private facility tuition	13,000	13,000	12,584	(416)	19,002
Special education - extraordinary	383,370	383,370	283,863	(99,507)	378,792
Special education - personnel	13,000	13,000	131,458	118,458	157,494
Special education - orphanage - individual	116,735	116,735	85,385	(31,350)	116,647
Special education - orphanage - summer	3,500	3,500	-	(3,500)	3,332
Bilingual education - downstate - TPI	35,531	35,531	8,773	(26,758)	19,101
State free lunch & breakfast	15,000	15,000	6,799	(8,201)	13,360
Early childhood - block grant	232,800	1,544,800	176,245	(1,368,555)	185,515
Continued reading improvement grant 2%	1,200	1,200	-	(1,200)	-
Other restricted revenue from state sources	-	-	(160)	(160)	1,511
On behalf payment to TRS from the state	-	6,290,733	9,755,572	3,464,839	6,698,221
Total state sources	<u>12,818,041</u>	<u>20,212,621</u>	<u>23,249,908</u>	<u>3,037,287</u>	<u>20,136,995</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Federal sources					
National school lunch program	\$ 950,000	\$ 950,000	\$ 1,158,087	\$ 208,087	\$ 1,131,098
School breakfast program	275,000	275,000	359,238	84,238	324,083
Summer food service admin/program	21,298	21,298	25,670	4,372	23,010
Fresh Fruits and Vegetables Grant	(79,219)	89,010	74,280	(14,730)	20,250
Food service - other	-	-	78,028	78,028	106,615
Title I - Low income	1,242,524	1,242,524	1,555,114	312,590	1,319,434
Federal - special education - preschool flow-through	25,491	25,491	34,348	8,857	16,488
Federal - special education - IDEA - flow-through/low incident	575,925	575,925	535,907	(40,018)	444,014
Federal - special education - IDEA - room & board	50,000	50,000	-	(50,000)	101,657
Race to the top	5,000	5,000	23,356	18,356	9,432
Title III - English language acquisition	10,420	10,420	8,726	(1,694)	5,785
Title II - Teacher quality	128,392	128,392	86,292	(42,100)	159,590
Medicaid matching funds - administrative outreach	75,000	75,000	38,609	(36,391)	123,951
Medicaid matching funds - fee-for-service program	82,000	82,000	143,238	61,238	166,110
Total federal sources	<u>3,361,831</u>	<u>3,530,060</u>	<u>4,120,893</u>	<u>590,833</u>	<u>3,951,517</u>
Total revenues	<u>24,060,305</u>	<u>31,623,114</u>	<u>34,641,504</u>	<u>3,018,390</u>	<u>32,297,211</u>
Expenditures					
Instruction					
Regular programs					
Salaries	8,989,195	9,246,160	8,031,719	1,214,441	8,715,032
Employee benefits	1,327,303	1,330,782	1,205,251	125,531	1,310,645
On-behalf payments to TRS from the state	-	6,290,733	9,755,572	(3,464,839)	6,698,221
Purchased services	314,574	314,574	612,011	(297,437)	182,181
Supplies and materials	573,854	573,854	424,335	149,519	696,296
Capital outlay	6,000	136,000	65,934	70,066	-
Other objects	2,000	2,000	33	1,967	-
Total	<u>11,212,926</u>	<u>17,894,103</u>	<u>20,094,855</u>	<u>(2,200,752)</u>	<u>17,602,375</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2017
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Pre-K programs					
Salaries	\$ 166,605	\$ 359,637	\$ 276,737	\$ 82,900	\$ 162,706
Employee benefits	40,522	67,182	52,367	14,815	35,835
Purchased services	3,507	10,007	4,862	5,145	3,553
Supplies and materials	<u>3,000</u>	<u>400,680</u>	<u>240,516</u>	<u>160,164</u>	<u>8,452</u>
Total	<u>213,634</u>	<u>837,506</u>	<u>574,482</u>	<u>263,024</u>	<u>210,546</u>
Special education programs					
Salaries	1,515,733	1,515,733	2,573,405	(1,057,672)	1,432,615
Employee benefits	191,553	191,553	390,537	(198,984)	179,078
Purchased services	5,000	5,000	4,225	775	5,113
Supplies and materials	<u>15,500</u>	<u>15,500</u>	<u>21,220</u>	<u>(5,720)</u>	<u>10,785</u>
Total	<u>1,727,786</u>	<u>1,727,786</u>	<u>2,989,387</u>	<u>(1,261,601)</u>	<u>1,627,591</u>
Interscholastic programs					
Purchased services	14,000	14,000	4,098	9,902	2,880
Supplies and materials	-	-	-	-	511
Other objects	<u>-</u>	<u>-</u>	<u>790</u>	<u>(790)</u>	<u>790</u>
Total	<u>14,000</u>	<u>14,000</u>	<u>4,888</u>	<u>9,112</u>	<u>4,181</u>
Summer school programs					
Salaries	-	-	93,960	(93,960)	168,670
Employee benefits	<u>-</u>	<u>-</u>	<u>1,210</u>	<u>(1,210)</u>	<u>2,098</u>
Total	<u>-</u>	<u>-</u>	<u>95,170</u>	<u>(95,170)</u>	<u>170,768</u>
Driver's education programs					
Salaries	168,670	168,670	-	168,670	-
Employee benefits	<u>2,099</u>	<u>2,099</u>	<u>-</u>	<u>2,099</u>	<u>-</u>
Total	<u>170,769</u>	<u>170,769</u>	<u>-</u>	<u>170,769</u>	<u>-</u>
Bilingual programs					
Salaries	35,842	35,842	13,823	22,019	19,834
Employee benefits	99	99	285	(186)	99
Supplies and materials	<u>5,103</u>	<u>5,103</u>	<u>3,381</u>	<u>1,722</u>	<u>8,435</u>
Total	<u>41,044</u>	<u>41,044</u>	<u>17,489</u>	<u>23,555</u>	<u>28,368</u>
Total instruction	<u>13,380,159</u>	<u>20,685,208</u>	<u>23,776,271</u>	<u>(3,091,063)</u>	<u>19,643,829</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Support services					
Pupils					
Attendance and social work services					
Salaries	\$ 589,697	\$ 589,697	\$ 593,047	\$ (3,350)	\$ 557,829
Employee benefits	81,320	81,320	97,613	(16,293)	81,321
Purchased services	85,796	85,796	186,339	(100,543)	94,988
Supplies and materials	<u>5,000</u>	<u>5,000</u>	<u>1,260</u>	<u>3,740</u>	<u>2,813</u>
Total	<u>761,813</u>	<u>761,813</u>	<u>878,259</u>	<u>(116,446)</u>	<u>736,951</u>
Guidance services					
Purchased services	-	-	-	-	409
Supplies and materials	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>394</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>803</u>
Health services					
Salaries	239,389	239,389	249,993	(10,604)	225,781
Employee benefits	47,208	47,208	50,723	(3,515)	47,208
Purchased services	192,206	242,206	246,280	(4,074)	216,649
Supplies and materials	<u>10,000</u>	<u>10,000</u>	<u>6,498</u>	<u>3,502</u>	<u>4,916</u>
Total	<u>488,803</u>	<u>538,803</u>	<u>553,494</u>	<u>(14,691)</u>	<u>494,554</u>
Psychological services					
Salaries	190,842	190,842	190,159	683	184,076
Employee benefits	23,299	23,299	23,716	(417)	23,298
Purchased services	200	200	582	(382)	-
Supplies and materials	<u>5,000</u>	<u>5,000</u>	<u>3,417</u>	<u>1,583</u>	<u>1,862</u>
Total	<u>219,341</u>	<u>219,341</u>	<u>217,874</u>	<u>1,467</u>	<u>209,236</u>
Speech pathology and audiology services					
Salaries	74,996	74,996	76,733	(1,737)	73,315
Employee benefits	8,075	8,075	8,522	(447)	8,074
Purchased services	180,500	180,500	185,948	(5,448)	375,905
Supplies and materials	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>1,012</u>
Total	<u>265,571</u>	<u>265,571</u>	<u>271,203</u>	<u>(5,632)</u>	<u>458,306</u>
Other support services - pupils					
Salaries	<u>12,000</u>	<u>12,000</u>	<u>11,767</u>	<u>233</u>	<u>11,235</u>
Total	<u>12,000</u>	<u>12,000</u>	<u>11,767</u>	<u>233</u>	<u>11,235</u>
Total pupils	<u>1,747,528</u>	<u>1,797,528</u>	<u>1,932,597</u>	<u>(135,069)</u>	<u>1,911,085</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Instructional staff					
Improvement of instructional services					
Salaries	\$ 332,625	\$ 337,625	\$ 304,687	\$ 32,938	\$ 308,708
Employee benefits	85,141	85,141	71,785	13,356	75,002
Purchased services	317,715	319,715	398,955	(79,240)	398,326
Supplies and materials	<u>10,000</u>	<u>10,000</u>	<u>27,689</u>	<u>(17,689)</u>	<u>-</u>
Total	<u>745,481</u>	<u>752,481</u>	<u>803,116</u>	<u>(50,635)</u>	<u>782,036</u>
Educational media services					
Salaries	368,891	368,891	361,260	7,631	303,342
Employee benefits	54,420	54,420	44,407	10,013	33,851
Supplies and materials	29,250	29,250	10,522	18,728	4,204
Capital outlay	<u>172,500</u>	<u>172,500</u>	<u>618,657</u>	<u>(446,157)</u>	<u>-</u>
Total	<u>625,061</u>	<u>625,061</u>	<u>1,034,846</u>	<u>(409,785)</u>	<u>341,397</u>
Assessment and testing					
Purchased services	80,370	80,370	-	80,370	74,070
Supplies and materials	2,000	2,000	82,690	(80,690)	2,320
Other objects	<u>2,500</u>	<u>2,500</u>	<u>903</u>	<u>1,597</u>	<u>793</u>
Total	<u>84,870</u>	<u>84,870</u>	<u>83,593</u>	<u>1,277</u>	<u>77,183</u>
Total instructional staff	<u>1,455,412</u>	<u>1,462,412</u>	<u>1,921,555</u>	<u>(459,143)</u>	<u>1,200,616</u>
General administration					
Board of education services					
Salaries	202	202	1,100	(898)	100
Purchased services	273,600	273,600	382,723	(109,123)	264,184
Supplies and materials	9,250	9,250	12,793	(3,543)	8,936
Other objects	<u>20,000</u>	<u>20,000</u>	<u>21,345</u>	<u>(1,345)</u>	<u>17,311</u>
Total	<u>303,052</u>	<u>303,052</u>	<u>417,961</u>	<u>(114,909)</u>	<u>290,531</u>
Executive administration services					
Salaries	231,000	231,000	233,668	(2,668)	218,494
Employee benefits	61,590	61,590	68,712	(7,122)	56,855
Purchased services	7,700	7,700	4,659	3,041	6,798
Supplies and materials	13,650	13,650	22,051	(8,401)	13,293
Other objects	<u>6,000</u>	<u>6,000</u>	<u>3,817</u>	<u>2,183</u>	<u>5,775</u>
Total	<u>319,940</u>	<u>319,940</u>	<u>332,907</u>	<u>(12,967)</u>	<u>301,215</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Special area administration services					
Salaries	\$ 224,900	\$ 224,900	\$ 225,051	\$ (151)	\$ 220,525
Employee benefits	45,337	45,337	46,350	(1,013)	45,338
Purchased services	12,500	12,500	11,631	869	13,177
Supplies and materials	5,000	5,000	5,326	(326)	1,875
Other objects	<u>2,000</u>	<u>2,000</u>	<u>1,757</u>	<u>243</u>	<u>(466)</u>
Total	<u>289,737</u>	<u>289,737</u>	<u>290,115</u>	<u>(378)</u>	<u>280,449</u>
Tort immunity services					
Purchased services	<u>382,811</u>	<u>382,811</u>	<u>344,607</u>	<u>38,204</u>	<u>356,968</u>
Total	<u>382,811</u>	<u>382,811</u>	<u>344,607</u>	<u>38,204</u>	<u>356,968</u>
Total general administration	<u>1,295,540</u>	<u>1,295,540</u>	<u>1,385,590</u>	<u>(90,050)</u>	<u>1,229,163</u>
School administration					
Office of the principal services					
Salaries	1,154,576	1,154,576	1,159,065	(4,489)	1,135,478
Employee benefits	256,645	256,645	267,960	(11,315)	259,537
Purchased services	9,508	9,508	7,198	2,310	2,637
Supplies and materials	9,350	9,350	2,261	7,089	8,058
Other objects	<u>4,150</u>	<u>4,150</u>	<u>809</u>	<u>3,341</u>	<u>2,547</u>
Total	<u>1,434,229</u>	<u>1,434,229</u>	<u>1,437,293</u>	<u>(3,064)</u>	<u>1,408,257</u>
Total school administration	<u>1,434,229</u>	<u>1,434,229</u>	<u>1,437,293</u>	<u>(3,064)</u>	<u>1,408,257</u>
Business					
Direction of business support services					
Salaries	355,517	355,517	342,833	12,684	359,527
Employee benefits	<u>74,089</u>	<u>74,089</u>	<u>52,851</u>	<u>21,238</u>	<u>74,088</u>
Total	<u>429,606</u>	<u>429,606</u>	<u>395,684</u>	<u>33,922</u>	<u>433,615</u>
Fiscal services					
Purchased services	3,189	3,189	834	2,355	3,189
Supplies and materials	1,870	1,870	4,044	(2,174)	1,870
Other objects	<u>650</u>	<u>650</u>	<u>728</u>	<u>(78)</u>	<u>650</u>
Total	<u>5,709</u>	<u>5,709</u>	<u>5,606</u>	<u>103</u>	<u>5,709</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Operation and maintenance of plant services					
Salaries	\$ -	\$ -	\$ 1,500	\$ (1,500)	\$ -
Purchased services	650	650	5,441	(4,791)	6,467
Capital outlay	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>27,302</u>
Total	<u>5,650</u>	<u>5,650</u>	<u>6,941</u>	<u>(1,291)</u>	<u>33,769</u>
Food services					
Salaries	434,000	434,000	409,421	24,579	431,747
Employee benefits	28,476	28,476	25,477	2,999	28,475
Purchased services	12,341	12,341	19,083	(6,742)	12,341
Supplies and materials	912,643	982,270	1,091,239	(108,969)	1,013,814
Other objects	<u>1,588</u>	<u>1,588</u>	<u>2,458</u>	<u>(870)</u>	<u>1,588</u>
Total	<u>1,389,048</u>	<u>1,458,675</u>	<u>1,547,678</u>	<u>(89,003)</u>	<u>1,487,965</u>
Internal services					
Purchased services	64,407	64,407	70,685	(6,278)	64,407
Supplies and materials	<u>894</u>	<u>894</u>	<u>595</u>	<u>299</u>	<u>894</u>
Total	<u>65,301</u>	<u>65,301</u>	<u>71,280</u>	<u>(5,979)</u>	<u>65,301</u>
Total business	<u>1,895,314</u>	<u>1,964,941</u>	<u>2,027,189</u>	<u>(62,248)</u>	<u>2,026,359</u>
Central					
Staff services					
Salaries	138,803	138,803	141,076	(2,273)	133,279
Employee benefits	5,774	5,774	11,908	(6,134)	22,176
Purchased services	43,726	43,726	46,140	(2,414)	42,472
Supplies and materials	21,748	21,748	12,273	9,475	13,618
Other objects	<u>1,091</u>	<u>1,091</u>	<u>617</u>	<u>474</u>	<u>1,091</u>
Total	<u>211,142</u>	<u>211,142</u>	<u>212,014</u>	<u>(872)</u>	<u>212,636</u>
Data processing services					
Salaries	454,185	454,185	436,872	17,313	445,538
Employee benefits	60,759	60,759	63,805	(3,046)	60,759
Purchased services	370,000	370,000	267,735	102,265	725,606
Supplies and materials	301,000	301,000	73,082	227,918	405,689
Capital outlay	200,000	200,000	174,982	25,018	49,669
Other objects	<u>300</u>	<u>300</u>	<u>-</u>	<u>300</u>	<u>-</u>
Total	<u>1,386,244</u>	<u>1,386,244</u>	<u>1,016,476</u>	<u>369,768</u>	<u>1,687,261</u>
Total central	<u>1,597,386</u>	<u>1,597,386</u>	<u>1,228,490</u>	<u>368,896</u>	<u>1,899,897</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Other supporting services					
Supplies and materials	\$ 7,050	\$ 7,050	\$ 590	\$ 6,460	\$ 7,050
Total	<u>7,050</u>	<u>7,050</u>	<u>590</u>	<u>6,460</u>	<u>7,050</u>
Total support services	<u>9,432,459</u>	<u>9,559,086</u>	<u>9,933,304</u>	<u>(374,218)</u>	<u>9,682,427</u>
Community services					
Salaries	-	120,000	96,448	23,552	9,364
Employee benefits	-	14,760	14,794	(34)	990
Purchased services	36,773	23,146	20,983	2,163	20,411
Supplies and materials	32,025	42,025	28,175	13,850	19,666
Other objects	<u>250</u>	<u>250</u>	<u>-</u>	<u>250</u>	<u>-</u>
Total community services	<u>69,048</u>	<u>200,181</u>	<u>160,400</u>	<u>39,781</u>	<u>50,431</u>
Payments to other districts and governmental units					
Payments for Regular Programs - Tuition					
Other objects	<u>250,000</u>	<u>250,000</u>	<u>323,770</u>	<u>(73,770)</u>	<u>252,202</u>
Total	<u>250,000</u>	<u>250,000</u>	<u>323,770</u>	<u>(73,770)</u>	<u>252,202</u>
Payments for special education programs - tuition					
Other objects	<u>900,000</u>	<u>900,000</u>	<u>979,020</u>	<u>(79,020)</u>	<u>1,056,342</u>
Total	<u>900,000</u>	<u>900,000</u>	<u>979,020</u>	<u>(79,020)</u>	<u>1,056,342</u>
Payments for other programs - transfers					
Other objects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,040</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,040</u>
Total payments to other districts and governmental units	<u>1,150,000</u>	<u>1,150,000</u>	<u>1,302,790</u>	<u>(152,790)</u>	<u>1,315,584</u>
Total expenditures	<u>24,031,666</u>	<u>31,594,475</u>	<u>35,172,765</u>	<u>(3,578,290)</u>	<u>30,692,271</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Other financing sources (uses)					
Principal on bonds sold	\$ -	\$ -	\$ -	\$ -	\$ 7,288,516
Capital lease value	-	-	519,040	519,040	-
Permanent transfer from working cash accounts - abatement	-	(1,000,000)	(1,000,000)	-	(4,628,877)
Transfer to debt service fund to pay principal on capital leases	-	-	(132,285)	(132,285)	(31,619)
Transfer to debt service fund to pay interest on capital leases	-	-	-	-	(6,570)
Total other financing sources (uses)	<u>-</u>	<u>(1,000,000)</u>	<u>(613,245)</u>	<u>386,755</u>	<u>2,621,450</u>
Net change in fund balance	<u>\$ 28,639</u>	<u>\$ (971,361)</u>	<u>(1,144,506)</u>	<u>\$ (173,145)</u>	4,226,390
Fund balance, beginning of year			<u>13,067,702</u>		<u>8,841,312</u>
Fund balance, end of year			<u>\$ 11,923,196</u>		<u>\$ 13,067,702</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
OPERATIONS AND MAINTENANCE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
General levy	\$ 970,703	\$ 970,703	\$ 1,084,655	\$ 113,952	\$ 1,123,156
Investment income	1,500	1,500	25,468	23,968	1,263
Rentals	39,000	39,000	-	(39,000)	78,325
Other	-	-	-	-	17,675
Total local sources	<u>1,011,203</u>	<u>1,011,203</u>	<u>1,110,123</u>	<u>98,920</u>	<u>1,220,419</u>
State sources					
General state aid	<u>1,602,725</u>	<u>1,602,725</u>	<u>1,602,725</u>	<u>-</u>	<u>1,000,000</u>
Total state sources	<u>1,602,725</u>	<u>1,602,725</u>	<u>1,602,725</u>	<u>-</u>	<u>1,000,000</u>
Total revenues	<u>2,613,928</u>	<u>2,613,928</u>	<u>2,712,848</u>	<u>98,920</u>	<u>2,220,419</u>
Expenditures					
Support services					
Business					
Operation and maintenance of plant services					
Salaries	1,252,477	1,252,477	1,309,416	(56,939)	1,215,160
Employee benefits	203,591	203,591	199,936	3,655	199,455
Purchased services	383,110	383,110	416,235	(33,125)	238,901
Supplies and materials	899,750	899,750	872,344	27,406	884,086
Capital outlay	2,015,000	2,015,000	1,904,950	110,050	14,120
Other objects	-	-	20	(20)	40
Total	<u>4,753,928</u>	<u>4,753,928</u>	<u>4,702,901</u>	<u>51,027</u>	<u>2,551,762</u>
Total business	<u>4,753,928</u>	<u>4,753,928</u>	<u>4,702,901</u>	<u>51,027</u>	<u>2,551,762</u>
Total support services	<u>4,753,928</u>	<u>4,753,928</u>	<u>4,702,901</u>	<u>51,027</u>	<u>2,551,762</u>
Total expenditures	<u>4,753,928</u>	<u>4,753,928</u>	<u>4,702,901</u>	<u>51,027</u>	<u>2,551,762</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
OPERATIONS AND MAINTENANCE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Other financing sources (uses)					
Permanent transfer from general fund (working cash accounts) - abatement	\$ -	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 4,628,877
Permanent transfer from capital projects fund	-	-	-	-	113
Total other financing sources (uses)	-	1,000,000	1,000,000	-	4,628,990
Net change in fund balance	<u>\$ (2,140,000)</u>	<u>\$ (1,140,000)</u>	(990,053)	<u>\$ 149,947</u>	4,297,647
Fund balance, beginning of year			<u>4,970,037</u>		<u>672,390</u>
Fund balance, end of year			<u>\$ 3,979,984</u>		<u>\$ 4,970,037</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
TRANSPORTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2017
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
General levy	\$ 553,669	\$ 553,669	\$ 842,780	\$ 289,111	\$ 665,178
Investment income	2,000	2,000	4,304	2,304	3,307
Refund of prior years' expenditures	-	-	-	-	5,589
Other local fees	-	1,000	12,006	11,006	7,870
Other	9,000	5,000	-	(5,000)	6,359
Total local sources	<u>564,669</u>	<u>561,669</u>	<u>859,090</u>	<u>297,421</u>	<u>688,303</u>
State sources					
General state aid	397,009	402,009	402,009	-	100,000
Transportation - regular/vocational	255,788	255,788	257,020	1,232	255,788
Transportation - special education	<u>497,989</u>	<u>497,989</u>	<u>387,350</u>	<u>(110,639)</u>	<u>497,989</u>
Total state sources	<u>1,150,786</u>	<u>1,155,786</u>	<u>1,046,379</u>	<u>(109,407)</u>	<u>853,777</u>
Total revenues	<u>1,715,455</u>	<u>1,717,455</u>	<u>1,905,469</u>	<u>188,014</u>	<u>1,542,080</u>
Expenditures					
Support Services					
Business					
Pupil transportation services					
Salaries	10,508	10,508	10,668	(160)	10,354
Employee benefits	20	20	15	5	16
Purchased services	<u>1,817,500</u>	<u>1,822,500</u>	<u>1,832,423</u>	<u>(9,923)</u>	<u>1,641,640</u>
Total	<u>1,828,028</u>	<u>1,833,028</u>	<u>1,843,106</u>	<u>(10,078)</u>	<u>1,652,010</u>
Total business	<u>1,828,028</u>	<u>1,833,028</u>	<u>1,843,106</u>	<u>(10,078)</u>	<u>1,652,010</u>
Total support services	<u>1,828,028</u>	<u>1,833,028</u>	<u>1,843,106</u>	<u>(10,078)</u>	<u>1,652,010</u>
Total expenditures	<u>1,828,028</u>	<u>1,833,028</u>	<u>1,843,106</u>	<u>(10,078)</u>	<u>1,652,010</u>
Net change in fund balance	<u>\$ (112,573)</u>	<u>\$ (115,573)</u>	62,363	<u>\$ 177,936</u>	(109,930)
Fund balance, beginning of year			<u>617,029</u>		<u>726,959</u>
Fund balance, end of year			<u>\$ 679,392</u>		<u>\$ 617,029</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017					2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET		
Revenues						
Local sources						
General levy	\$ 551,292	\$ 551,292	\$ 707,678	\$ 156,386	\$ 671,998	
Social security/Medicare only levy	536,871	536,871	707,678	170,807	672,098	
Corporate personal property replacement taxes	-	-	16,640	16,640	16,536	
Investment income	<u>2,000</u>	<u>2,000</u>	<u>8,517</u>	<u>6,517</u>	<u>2,699</u>	
Total local sources	<u>1,090,163</u>	<u>1,090,163</u>	<u>1,440,513</u>	<u>350,350</u>	<u>1,363,331</u>	
Total revenues	<u>1,090,163</u>	<u>1,090,163</u>	<u>1,440,513</u>	<u>350,350</u>	<u>1,363,331</u>	
Expenditures						
Instruction						
Regular programs	187,967	187,967	229,495	(41,528)	204,080	
Pre-K programs	10,366	36,887	26,519	10,368	10,322	
Special education programs	42,494	42,494	44,973	(2,479)	41,257	
Summer school programs	-	-	2,597	(2,597)	4,989	
Employee benefits	5,138	5,138	-	5,138	-	
Bilingual programs	<u>708</u>	<u>708</u>	<u>884</u>	<u>(176)</u>	<u>687</u>	
Total instruction	<u>246,673</u>	<u>273,194</u>	<u>304,468</u>	<u>(31,274)</u>	<u>261,335</u>	
Support services						
Pupils						
Attendance and social work services	15,191	15,191	15,995	(804)	14,748	
Health services	29,179	29,179	31,800	(2,621)	28,329	
Psychological services	2,624	2,624	2,637	(13)	2,548	
Speech pathology and audiology services	1,069	1,069	1,065	4	1,038	
Other support services - pupils	<u>1,628</u>	<u>1,628</u>	<u>1,615</u>	<u>13</u>	<u>1,581</u>	
Total pupils	<u>49,691</u>	<u>49,691</u>	<u>53,112</u>	<u>(3,421)</u>	<u>48,244</u>	
Instructional staff						
Improvement of instructional staff	12,359	12,359	11,654	705	12,490	
Educational media services	<u>34,998</u>	<u>34,998</u>	<u>41,467</u>	<u>(6,469)</u>	<u>44,363</u>	
Total instructional staff	<u>47,357</u>	<u>47,357</u>	<u>53,121</u>	<u>(5,764)</u>	<u>56,853</u>	

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
General administration					
Board of education services	\$ 3,432	\$ 3,432	\$ 2,421	\$ 1,011	\$ 3,332
Executive administration services	12,796	12,796	11,558	1,238	12,424
Special area administration services	<u>9,351</u>	<u>9,351</u>	<u>9,057</u>	<u>294</u>	<u>9,080</u>
Total general administration	<u>25,579</u>	<u>25,579</u>	<u>23,036</u>	<u>2,543</u>	<u>24,836</u>
School administration					
Office of the principal services	<u>66,084</u>	<u>66,084</u>	<u>64,064</u>	<u>2,020</u>	<u>64,523</u>
Total school administration	<u>66,084</u>	<u>66,084</u>	<u>64,064</u>	<u>2,020</u>	<u>64,523</u>
Business					
Direction of business support services	28,616	28,616	38,084	(9,468)	27,783
Operations and maintenance of plant services	210,201	210,201	206,661	3,540	204,079
Pupil transportation services	1,837	1,837	1,763	74	1,783
Food services	<u>68,468</u>	<u>68,468</u>	<u>61,337</u>	<u>7,131</u>	<u>66,474</u>
Total business	<u>309,122</u>	<u>309,122</u>	<u>307,845</u>	<u>1,277</u>	<u>300,119</u>
Central					
Staff services	15,934	15,934	15,617	317	15,770
Data processing services	<u>76,971</u>	<u>76,971</u>	<u>70,137</u>	<u>6,834</u>	<u>74,728</u>
Total central	<u>92,905</u>	<u>92,905</u>	<u>85,754</u>	<u>7,151</u>	<u>90,498</u>
Total support services	<u>590,738</u>	<u>590,738</u>	<u>586,932</u>	<u>3,806</u>	<u>585,073</u>
Community services					
	<u>1,080</u>	<u>9,480</u>	<u>7,928</u>	<u>1,552</u>	<u>1,048</u>
Total expenditures	<u>838,491</u>	<u>873,412</u>	<u>899,328</u>	<u>(25,916)</u>	<u>847,456</u>
Net change in fund balance	<u>\$ 251,672</u>	<u>\$ 216,751</u>	541,185	<u>\$ 324,434</u>	515,875
Fund balance, beginning of year			<u>1,031,087</u>		<u>515,212</u>
Fund balance, end of year			<u>\$ 1,572,272</u>		<u>\$ 1,031,087</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
General levy	\$ 3,045,374	\$ 3,045,374	\$ 2,986,477	\$ (58,897)	\$ 2,797,498
Investment income	<u>2,000</u>	<u>2,000</u>	<u>5,496</u>	<u>3,496</u>	<u>2,757</u>
Total local sources	<u>3,047,374</u>	<u>3,047,374</u>	<u>2,991,973</u>	<u>(55,401)</u>	<u>2,800,255</u>
Total revenues	<u>3,047,374</u>	<u>3,047,374</u>	<u>2,991,973</u>	<u>(55,401)</u>	<u>2,800,255</u>
Expenditures					
Debt services					
Interest on short term debt					
Other interest on short term debt	<u>38,000</u>	<u>38,000</u>	<u>-</u>	<u>38,000</u>	<u>-</u>
Total	<u>38,000</u>	<u>38,000</u>	<u>-</u>	<u>38,000</u>	<u>-</u>
Payments on long term debt					
Interest on long term debt	2,186,534	2,186,533	2,191,371	(4,838)	1,564,133
Principal payments on long term debt	<u>1,045,000</u>	<u>1,045,000</u>	<u>1,210,636</u>	<u>(165,636)</u>	<u>1,136,619</u>
Total	<u>3,231,534</u>	<u>3,231,533</u>	<u>3,402,007</u>	<u>(170,474)</u>	<u>2,700,752</u>
Other debt service					
Issuance costs	<u>1,000</u>	<u>1,000</u>	<u>491</u>	<u>509</u>	<u>697,267</u>
Total	<u>1,000</u>	<u>1,000</u>	<u>491</u>	<u>509</u>	<u>697,267</u>
Total debt services	<u>3,270,534</u>	<u>3,270,533</u>	<u>3,402,498</u>	<u>(131,965)</u>	<u>3,398,019</u>
Total expenditures	<u>3,270,534</u>	<u>3,270,533</u>	<u>3,402,498</u>	<u>(131,965)</u>	<u>3,398,019</u>
Excess (deficiency) of revenues over expenditures	<u>(223,160)</u>	<u>(223,159)</u>	<u>(410,525)</u>	<u>(187,366)</u>	<u>(597,764)</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
DEBT SERVICE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Other financing sources (uses)					
Principal on bonds sold	\$ -	\$ -	\$ -	\$ -	\$ 12,501,484
Discount on bonds sold	-	-	-	-	(340,068)
Transfer to debt service to pay principal on capital leases	-	-	132,285	132,285	31,619
Transfer to debt service to pay interest on capital leases	-	-	-	-	6,570
Payment to escrow for refunded bonds	-	-	-	-	(11,328,775)
Total other financing sources (uses)	-	-	132,285	132,285	870,830
Net change in fund balance	<u>\$ (223,160)</u>	<u>\$ (223,159)</u>	(278,240)	<u>\$ (55,081)</u>	273,066
Fund balance, beginning of year			<u>1,071,480</u>		<u>798,414</u>
Fund balance, end of year			<u>\$ 793,240</u>		<u>\$ 1,071,480</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
CAPITAL PROJECTS FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
Investment income	\$ 100	\$ 100	\$ -	\$ (100)	\$ 113
Total local sources	<u>100</u>	<u>100</u>	<u>-</u>	<u>(100)</u>	<u>113</u>
Total revenues	<u>100</u>	<u>100</u>	<u>-</u>	<u>(100)</u>	<u>113</u>
Expenditures					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>100</u>	<u>100</u>	<u>-</u>	<u>(100)</u>	<u>113</u>
Other financing sources (uses)					
Permanent transfer from capital projects fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(113)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(113)</u>
Net change in fund balance	<u>\$ 100</u>	<u>\$ 100</u>	<u>-</u>	<u>\$ (100)</u>	<u>-</u>
Fund balance, beginning of year			<u>-</u>		<u>-</u>
Fund balance, end of year			<u>\$ -</u>		<u>\$ -</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
FIRE PREVENTION AND LIFE SAFETY FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
Investment income	\$ 300	\$ 300	\$ 595	\$ 295	\$ 314
Total local sources	<u>300</u>	<u>300</u>	<u>595</u>	<u>295</u>	<u>314</u>
State sources					
General state aid	-	-	-	-	350,000
Other restricted revenue from state sources	<u>65,000</u>	<u>65,000</u>	<u>65,225</u>	<u>225</u>	<u>-</u>
Total state sources	<u>65,000</u>	<u>65,000</u>	<u>65,225</u>	<u>225</u>	<u>350,000</u>
Total revenues	<u>65,300</u>	<u>65,300</u>	<u>65,820</u>	<u>520</u>	<u>350,314</u>
Expenditures					
Support services					
Business					
Operation and maintenance of plant services					
Salaries	-	-	-	-	47,632
Employee benefits	-	-	-	-	7,133
Purchased services	-	-	-	-	5,914
Capital outlay	<u>3,268</u>	<u>3,268</u>	<u>3,268</u>	<u>-</u>	<u>331,227</u>
Total	<u>3,268</u>	<u>3,268</u>	<u>3,268</u>	<u>-</u>	<u>391,906</u>
Total business	<u>3,268</u>	<u>3,268</u>	<u>3,268</u>	<u>-</u>	<u>391,906</u>
Total support services	<u>3,268</u>	<u>3,268</u>	<u>3,268</u>	<u>-</u>	<u>391,906</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
FIRE PREVENTION AND LIFE SAFETY FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Payments to other districts and government units					
Other payments to in- state governmental units					
Other objects	\$ -	\$ -	\$ -	\$ -	\$ 16,231
Total	-	-	-	-	16,231
Total payments to other districts and government units	-	-	-	-	16,231
Total expenditures	3,268	3,268	3,268	-	408,137
Net change in fund balance	<u>\$ 62,032</u>	<u>\$ 62,032</u>	62,552	<u>\$ 520</u>	(57,823)
Fund balance, beginning of year			105,570		163,393
Fund balance, end of year			<u>\$ 168,122</u>		<u>\$ 105,570</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

GENERAL FUND

COMBINING BALANCE SHEET - MODIFIED CASH BASIS

AS OF JUNE 30, 2017

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Assets			
Cash	\$ 5,310,533	\$ 6,479,801	\$ 11,790,334
Total assets	<u>\$ 5,310,533</u>	<u>\$ 6,479,801</u>	<u>\$ 11,790,334</u>
Liabilities and fund balance			
Liabilities			
Payroll deductions payable	\$ (132,862)	\$ -	\$ (132,862)
Total liabilities	<u>(132,862)</u>	<u>-</u>	<u>(132,862)</u>
Fund balance			
Unassigned	<u>5,443,395</u>	<u>6,479,801</u>	<u>11,923,196</u>
Total fund balance	<u>5,443,395</u>	<u>6,479,801</u>	<u>11,923,196</u>
Total liabilities and fund balance	<u>\$ 5,310,533</u>	<u>\$ 6,479,801</u>	<u>\$ 11,790,334</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
GENERAL FUND**

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH
BASIS
FOR THE YEAR ENDED JUNE 30, 2017

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Revenues			
Property taxes	\$ 6,931,683	\$ -	\$ 6,931,683
Corporate personal property replacement taxes	178,073	-	178,073
State aid	23,249,908	-	23,249,908
Federal aid	4,120,893	-	4,120,893
Investment income	41,386	56,145	97,531
Other	63,416	-	63,416
	<u>34,585,359</u>	<u>56,145</u>	<u>34,641,504</u>
Total revenues			
Expenditures			
Current:			
Instruction:			
Regular programs	10,273,349	-	10,273,349
Special programs	2,989,387	-	2,989,387
Other instructional programs	692,029	-	692,029
State retirement contributions	9,755,572	-	9,755,572
Support Services:			
Pupils	1,932,597	-	1,932,597
Instructional staff	1,302,898	-	1,302,898
General administration	1,385,590	-	1,385,590
School administration	1,437,293	-	1,437,293
Business	2,020,248	-	2,020,248
Operations and maintenance	6,941	-	6,941
Central	1,053,508	-	1,053,508
Other supporting services	590	-	590
Community services	160,400	-	160,400
Payments to other districts and gov't units	1,302,790	-	1,302,790
Capital outlay	859,573	-	859,573
	<u>35,172,765</u>	<u>-</u>	<u>35,172,765</u>
Total expenditures			
Excess (deficiency) of revenues over expenditures	<u>(587,406)</u>	<u>56,145</u>	<u>(531,261)</u>
Other financing sources (uses)			
Transfers (out)	(132,285)	(1,000,000)	(1,132,285)
Capital lease value	519,040	-	519,040
	<u>386,755</u>	<u>(1,000,000)</u>	<u>(613,245)</u>
Total other financing sources (uses)			
Net change in fund balance	(200,651)	(943,855)	(1,144,506)
Fund balance, beginning of year	<u>5,644,046</u>	<u>7,423,656</u>	<u>13,067,702</u>
Fund balance, end of year	<u>\$ 5,443,395</u>	<u>\$ 6,479,801</u>	<u>\$ 11,923,196</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
General levy	\$ 7,630,868	\$ 7,630,868	\$ 6,931,683	\$ (699,185)	\$ 7,512,045
Corporate personal property replacement taxes	170,000	170,000	178,073	8,073	158,753
Investment income	15,000	15,000	41,386	26,386	19,667
Sales to pupils - other	-	-	-	-	18
Rentals - regular textbook	7,000	7,000	6,843	(157)	9,087
Rentals - other	5,000	5,000	-	(5,000)	7,019
Other - textbooks	-	-	-	-	60
Contributions and donations from private sources	1,000	1,000	1,805	805	5,970
Refund of prior years' expenditures	10,000	10,000	1,299	(8,701)	44,710
Proceed's from vendor contracts	1,000	1,000	-	(1,000)	2,135
Other local fees	565	565	2,091	1,526	1,431
Other	15,000	15,000	51,378	36,378	424,153
Total local sources	<u>7,855,433</u>	<u>7,855,433</u>	<u>7,214,558</u>	<u>(640,875)</u>	<u>8,185,048</u>
State sources					
General state aid	12,003,905	11,795,752	12,789,389	993,637	11,942,672
General state aid hold harmless/supplemental	-	-	-	-	601,348
Special education - private facility tuition	13,000	13,000	12,584	(416)	19,002
Special education - extraordinary	383,370	383,370	283,863	(99,507)	378,792
Special education - personnel	13,000	13,000	131,458	118,458	157,494
Special education - orphanage - individual	116,735	116,735	85,385	(31,350)	116,647
Special education - orphanage - summer	3,500	3,500	-	(3,500)	3,332
Bilingual education - downstate - TPI	35,531	35,531	8,773	(26,758)	19,101
State free lunch & breakfast	15,000	15,000	6,799	(8,201)	13,360
Early childhood - block grant	232,800	1,544,800	176,245	(1,368,555)	185,515
Continued reading improvement grant 2%	1,200	1,200	-	(1,200)	-
Other restricted revenue from state sources	-	-	(160)	(160)	1,511
On behalf payment to TRS from the state	-	6,290,733	9,755,572	3,464,839	6,698,221
Total state sources	<u>12,818,041</u>	<u>20,212,621</u>	<u>23,249,908</u>	<u>3,037,287</u>	<u>20,136,995</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Federal sources					
National school lunch program	\$ 950,000	\$ 950,000	\$ 1,158,087	\$ 208,087	\$ 1,131,098
School breakfast program	275,000	275,000	359,238	84,238	324,083
Summer food service admin/program	21,298	21,298	25,670	4,372	23,010
Fresh Fruits and Vegetables Grant	(79,219)	89,010	74,280	(14,730)	20,250
Food service - other	-	-	78,028	78,028	106,615
Title I - Low income	1,242,524	1,242,524	1,555,114	312,590	1,319,434
Federal - special education - preschool flow-through	25,491	25,491	34,348	8,857	16,488
Federal - special education - IDEA - flow-through/low incident	575,925	575,925	535,907	(40,018)	444,014
Federal - special education - IDEA - room & board	50,000	50,000	-	(50,000)	101,657
Race to the top	5,000	5,000	23,356	18,356	9,432
Title III - English language acquisition	10,420	10,420	8,726	(1,694)	5,785
Title II - Teacher quality	128,392	128,392	86,292	(42,100)	159,590
Medicaid matching funds - administrative outreach	75,000	75,000	38,609	(36,391)	123,951
Medicaid matching funds - fee-for-service program	<u>82,000</u>	<u>82,000</u>	<u>143,238</u>	<u>61,238</u>	<u>166,110</u>
Total federal sources	<u>3,361,831</u>	<u>3,530,060</u>	<u>4,120,893</u>	<u>590,833</u>	<u>3,951,517</u>
Total revenues	<u>24,035,305</u>	<u>31,598,114</u>	<u>34,585,359</u>	<u>2,987,245</u>	<u>32,273,560</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Expenditures					
Instruction					
Regular programs					
Salaries	\$ 8,989,195	\$ 9,246,160	\$ 8,031,719	\$ 1,214,441	\$ 8,715,032
Employee benefits	1,327,303	1,330,782	1,205,251	125,531	1,310,645
On-behalf payments to TRs from the state	-	6,290,733	9,755,572	(3,464,839)	6,698,221
Purchased services	314,574	314,574	612,011	(297,437)	182,181
Supplies and materials	573,854	573,854	424,335	149,519	696,296
Capital outlay	6,000	136,000	65,934	70,066	-
Other objects	<u>2,000</u>	<u>2,000</u>	<u>33</u>	<u>1,967</u>	<u>-</u>
Total	<u>11,212,926</u>	<u>17,894,103</u>	<u>20,094,855</u>	<u>(2,200,752)</u>	<u>17,602,375</u>
Pre-K programs					
Salaries	166,605	359,637	276,737	82,900	162,706
Employee benefits	40,522	67,182	52,367	14,815	35,835
Purchased services	3,507	10,007	4,862	5,145	3,553
Supplies and materials	<u>3,000</u>	<u>400,680</u>	<u>240,516</u>	<u>160,164</u>	<u>8,452</u>
Total	<u>213,634</u>	<u>837,506</u>	<u>574,482</u>	<u>263,024</u>	<u>210,546</u>
Special education programs					
Salaries	1,515,733	1,515,733	2,573,405	(1,057,672)	1,432,615
Employee benefits	191,553	191,553	390,537	(198,984)	179,078
Purchased services	5,000	5,000	4,225	775	5,113
Supplies and materials	<u>15,500</u>	<u>15,500</u>	<u>21,220</u>	<u>(5,720)</u>	<u>10,785</u>
Total	<u>1,727,786</u>	<u>1,727,786</u>	<u>2,989,387</u>	<u>(1,261,601)</u>	<u>1,627,591</u>
Interscholastic programs					
Purchased services	14,000	14,000	4,098	9,902	2,880
Supplies and materials	-	-	-	-	511
Other objects	<u>-</u>	<u>-</u>	<u>790</u>	<u>(790)</u>	<u>790</u>
Total	<u>14,000</u>	<u>14,000</u>	<u>4,888</u>	<u>9,112</u>	<u>4,181</u>
Summer school programs					
Salaries	-	-	93,960	(93,960)	168,670
Employee benefits	<u>-</u>	<u>-</u>	<u>1,210</u>	<u>(1,210)</u>	<u>2,098</u>
Total	<u>-</u>	<u>-</u>	<u>95,170</u>	<u>(95,170)</u>	<u>170,768</u>
Driver's education programs					
Salaries	168,670	168,670	-	168,670	-
Employee benefits	<u>2,099</u>	<u>2,099</u>	<u>-</u>	<u>2,099</u>	<u>-</u>
Total	<u>170,769</u>	<u>170,769</u>	<u>-</u>	<u>170,769</u>	<u>-</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Bilingual programs					
Salaries	\$ 35,842	\$ 35,842	\$ 13,823	\$ 22,019	\$ 19,834
Employee benefits	99	99	285	(186)	99
Supplies and materials	<u>5,103</u>	<u>5,103</u>	<u>3,381</u>	<u>1,722</u>	<u>8,435</u>
Total	<u>41,044</u>	<u>41,044</u>	<u>17,489</u>	<u>23,555</u>	<u>28,368</u>
Total instruction	<u>13,380,159</u>	<u>20,685,208</u>	<u>23,776,271</u>	<u>(3,091,063)</u>	<u>19,643,829</u>
Support services					
Pupils					
Attendance and social work services					
Salaries	589,697	589,697	593,047	(3,350)	557,829
Employee benefits	81,320	81,320	97,613	(16,293)	81,321
Purchased services	85,796	85,796	186,339	(100,543)	94,988
Supplies and materials	<u>5,000</u>	<u>5,000</u>	<u>1,260</u>	<u>3,740</u>	<u>2,813</u>
Total	<u>761,813</u>	<u>761,813</u>	<u>878,259</u>	<u>(116,446)</u>	<u>736,951</u>
Guidance services					
Purchased services	-	-	-	-	409
Supplies and materials	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>394</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>803</u>
Health services					
Salaries	239,389	239,389	249,993	(10,604)	225,781
Employee benefits	47,208	47,208	50,723	(3,515)	47,208
Purchased services	192,206	242,206	246,280	(4,074)	216,649
Supplies and materials	<u>10,000</u>	<u>10,000</u>	<u>6,498</u>	<u>3,502</u>	<u>4,916</u>
Total	<u>488,803</u>	<u>538,803</u>	<u>553,494</u>	<u>(14,691)</u>	<u>494,554</u>
Psychological services					
Salaries	190,842	190,842	190,159	683	184,076
Employee benefits	23,299	23,299	23,716	(417)	23,298
Purchased services	200	200	582	(382)	-
Supplies and materials	<u>5,000</u>	<u>5,000</u>	<u>3,417</u>	<u>1,583</u>	<u>1,862</u>
Total	<u>219,341</u>	<u>219,341</u>	<u>217,874</u>	<u>1,467</u>	<u>209,236</u>
Speech pathology and audiology services					
Salaries	74,996	74,996	76,733	(1,737)	73,315
Employee benefits	8,075	8,075	8,522	(447)	8,074
Purchased services	180,500	180,500	185,948	(5,448)	375,905
Supplies and materials	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>1,012</u>
Total	<u>265,571</u>	<u>265,571</u>	<u>271,203</u>	<u>(5,632)</u>	<u>458,306</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Other support services - pupils					
Salaries	\$ 12,000	\$ 12,000	\$ 11,767	\$ 233	\$ 11,235
Total	<u>12,000</u>	<u>12,000</u>	<u>11,767</u>	<u>233</u>	<u>11,235</u>
Total pupils	<u>1,747,528</u>	<u>1,797,528</u>	<u>1,932,597</u>	<u>(135,069)</u>	<u>1,911,085</u>
Instructional staff					
Improvement of instructional services					
Salaries	332,625	337,625	304,687	32,938	308,708
Employee benefits	85,141	85,141	71,785	13,356	75,002
Purchased services	317,715	319,715	398,955	(79,240)	398,326
Supplies and materials	<u>10,000</u>	<u>10,000</u>	<u>27,689</u>	<u>(17,689)</u>	<u>-</u>
Total	<u>745,481</u>	<u>752,481</u>	<u>803,116</u>	<u>(50,635)</u>	<u>782,036</u>
Educational media services					
Salaries	368,891	368,891	361,260	7,631	303,342
Employee benefits	54,420	54,420	44,407	10,013	33,851
Supplies and materials	29,250	29,250	10,522	18,728	4,204
Capital outlay	<u>172,500</u>	<u>172,500</u>	<u>618,657</u>	<u>(446,157)</u>	<u>-</u>
Total	<u>625,061</u>	<u>625,061</u>	<u>1,034,846</u>	<u>(409,785)</u>	<u>341,397</u>
Assessment and testing					
Purchased services	80,370	80,370	-	80,370	74,070
Supplies and materials	2,000	2,000	82,690	(80,690)	2,320
Other objects	<u>2,500</u>	<u>2,500</u>	<u>903</u>	<u>1,597</u>	<u>793</u>
Total	<u>84,870</u>	<u>84,870</u>	<u>83,593</u>	<u>1,277</u>	<u>77,183</u>
Total instructional staff	<u>1,455,412</u>	<u>1,462,412</u>	<u>1,921,555</u>	<u>(459,143)</u>	<u>1,200,616</u>
General administration					
Board of education services					
Salaries	202	202	1,100	(898)	100
Purchased services	273,600	273,600	382,723	(109,123)	264,184
Supplies and materials	9,250	9,250	12,793	(3,543)	8,936
Other objects	<u>20,000</u>	<u>20,000</u>	<u>21,345</u>	<u>(1,345)</u>	<u>17,311</u>
Total	<u>303,052</u>	<u>303,052</u>	<u>417,961</u>	<u>(114,909)</u>	<u>290,531</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Executive administration services					
Salaries	\$ 231,000	\$ 231,000	\$ 233,668	\$ (2,668)	\$ 218,494
Employee benefits	61,590	61,590	68,712	(7,122)	56,855
Purchased services	7,700	7,700	4,659	3,041	6,798
Supplies and materials	13,650	13,650	22,051	(8,401)	13,293
Other objects	<u>6,000</u>	<u>6,000</u>	<u>3,817</u>	<u>2,183</u>	<u>5,775</u>
Total	<u>319,940</u>	<u>319,940</u>	<u>332,907</u>	<u>(12,967)</u>	<u>301,215</u>
Special area administration services					
Salaries	224,900	224,900	225,051	(151)	220,525
Employee benefits	45,337	45,337	46,350	(1,013)	45,338
Purchased services	12,500	12,500	11,631	869	13,177
Supplies and materials	5,000	5,000	5,326	(326)	1,875
Other objects	<u>2,000</u>	<u>2,000</u>	<u>1,757</u>	<u>243</u>	<u>(466)</u>
Total	<u>289,737</u>	<u>289,737</u>	<u>290,115</u>	<u>(378)</u>	<u>280,449</u>
Tort immunity services					
Purchased services	<u>382,811</u>	<u>382,811</u>	<u>344,607</u>	<u>38,204</u>	<u>356,968</u>
Total	<u>382,811</u>	<u>382,811</u>	<u>344,607</u>	<u>38,204</u>	<u>356,968</u>
Total general administration	<u>1,295,540</u>	<u>1,295,540</u>	<u>1,385,590</u>	<u>(90,050)</u>	<u>1,229,163</u>
School administration					
Office of the principal services					
Salaries	1,154,576	1,154,576	1,159,065	(4,489)	1,135,478
Employee benefits	256,645	256,645	267,960	(11,315)	259,537
Purchased services	9,508	9,508	7,198	2,310	2,637
Supplies and materials	9,350	9,350	2,261	7,089	8,058
Other objects	<u>4,150</u>	<u>4,150</u>	<u>809</u>	<u>3,341</u>	<u>2,547</u>
Total	<u>1,434,229</u>	<u>1,434,229</u>	<u>1,437,293</u>	<u>(3,064)</u>	<u>1,408,257</u>
Total school administration	<u>1,434,229</u>	<u>1,434,229</u>	<u>1,437,293</u>	<u>(3,064)</u>	<u>1,408,257</u>
Business					
Direction of business support services					
Salaries	355,517	355,517	342,833	12,684	359,527
Employee benefits	<u>74,089</u>	<u>74,089</u>	<u>52,851</u>	<u>21,238</u>	<u>74,088</u>
Total	<u>429,606</u>	<u>429,606</u>	<u>395,684</u>	<u>33,922</u>	<u>433,615</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Fiscal services					
Purchased services	\$ 3,189	\$ 3,189	\$ 834	\$ 2,355	\$ 3,189
Supplies and materials	1,870	1,870	4,044	(2,174)	1,870
Other objects	<u>650</u>	<u>650</u>	<u>728</u>	<u>(78)</u>	<u>650</u>
Total	<u>5,709</u>	<u>5,709</u>	<u>5,606</u>	<u>103</u>	<u>5,709</u>
Operation and maintenance of plant services					
Salaries	-	-	1,500	(1,500)	-
Purchased services	650	650	5,441	(4,791)	6,467
Capital outlay	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>27,302</u>
Total	<u>5,650</u>	<u>5,650</u>	<u>6,941</u>	<u>(1,291)</u>	<u>33,769</u>
Food services					
Salaries	434,000	434,000	409,421	24,579	431,747
Employee benefits	28,476	28,476	25,477	2,999	28,475
Purchased services	12,341	12,341	19,083	(6,742)	12,341
Supplies and materials	912,643	982,270	1,091,239	(108,969)	1,013,814
Other objects	<u>1,588</u>	<u>1,588</u>	<u>2,458</u>	<u>(870)</u>	<u>1,588</u>
Total	<u>1,389,048</u>	<u>1,458,675</u>	<u>1,547,678</u>	<u>(89,003)</u>	<u>1,487,965</u>
Internal services					
Purchased services	64,407	64,407	70,685	(6,278)	64,407
Supplies and materials	<u>894</u>	<u>894</u>	<u>595</u>	<u>299</u>	<u>894</u>
Total	<u>65,301</u>	<u>65,301</u>	<u>71,280</u>	<u>(5,979)</u>	<u>65,301</u>
Total business	<u>1,895,314</u>	<u>1,964,941</u>	<u>2,027,189</u>	<u>(62,248)</u>	<u>2,026,359</u>
Central					
Staff services					
Salaries	138,803	138,803	141,076	(2,273)	133,279
Employee benefits	5,774	5,774	11,908	(6,134)	22,176
Purchased services	43,726	43,726	46,140	(2,414)	42,472
Supplies and materials	21,748	21,748	12,273	9,475	13,618
Other objects	<u>1,091</u>	<u>1,091</u>	<u>617</u>	<u>474</u>	<u>1,091</u>
Total	<u>211,142</u>	<u>211,142</u>	<u>212,014</u>	<u>(872)</u>	<u>212,636</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Data processing services					
Salaries	\$ 454,185	\$ 454,185	\$ 436,872	\$ 17,313	\$ 445,538
Employee benefits	60,759	60,759	63,805	(3,046)	60,759
Purchased services	370,000	370,000	267,735	102,265	725,606
Supplies and materials	301,000	301,000	73,082	227,918	405,689
Capital outlay	200,000	200,000	174,982	25,018	49,669
Other objects	300	300	-	300	-
Total	<u>1,386,244</u>	<u>1,386,244</u>	<u>1,016,476</u>	<u>369,768</u>	<u>1,687,261</u>
Total central	<u>1,597,386</u>	<u>1,597,386</u>	<u>1,228,490</u>	<u>368,896</u>	<u>1,899,897</u>
Other supporting services					
Supplies and materials	<u>7,050</u>	<u>7,050</u>	<u>590</u>	<u>6,460</u>	<u>7,050</u>
Total	<u>7,050</u>	<u>7,050</u>	<u>590</u>	<u>6,460</u>	<u>7,050</u>
Total support services	<u>9,432,459</u>	<u>9,559,086</u>	<u>9,933,304</u>	<u>(374,218)</u>	<u>9,682,427</u>
Community services					
Salaries	-	120,000	96,448	23,552	9,364
Employee benefits	-	14,760	14,794	(34)	990
Purchased services	36,773	23,146	20,983	2,163	20,411
Supplies and materials	32,025	42,025	28,175	13,850	19,666
Other objects	250	250	-	250	-
Total community services	<u>69,048</u>	<u>200,181</u>	<u>160,400</u>	<u>39,781</u>	<u>50,431</u>
Payments to other districts and governmental units					
Payments for Regular Programs - Tuition					
Other objects	<u>250,000</u>	<u>250,000</u>	<u>323,770</u>	<u>(73,770)</u>	<u>252,202</u>
Total	<u>250,000</u>	<u>250,000</u>	<u>323,770</u>	<u>(73,770)</u>	<u>252,202</u>
Payments for special education programs - tuition					
Other objects	<u>900,000</u>	<u>900,000</u>	<u>979,020</u>	<u>(79,020)</u>	<u>1,056,342</u>
Total	<u>900,000</u>	<u>900,000</u>	<u>979,020</u>	<u>(79,020)</u>	<u>1,056,342</u>
Payments for other programs - transfers					
Other objects	-	-	-	-	7,040
Total	-	-	-	-	7,040

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Total payments to other districts and governmental units	\$ 1,150,000	\$ 1,150,000	\$ 1,302,790	\$ (152,790)	\$ 1,315,584
Total expenditures	<u>24,031,666</u>	<u>31,594,475</u>	<u>35,172,765</u>	<u>(3,578,290)</u>	<u>30,692,271</u>
Other financing sources (uses)					
Capital lease value	-	-	519,040	519,040	-
Transfer to debt service fund to pay principal on capital leases	-	-	(132,285)	(132,285)	(31,619)
Transfer to debt service fund to pay interest on capital leases	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,570)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>386,755</u>	<u>386,755</u>	<u>(38,189)</u>
Net change in fund balance	<u>\$ 3,639</u>	<u>\$ 3,639</u>	(200,651)	<u>\$ (204,290)</u>	1,543,100
Fund balance, beginning of year			<u>5,644,046</u>		<u>4,100,946</u>
Fund balance, end of year			<u>\$ 5,443,395</u>		<u>\$ 5,644,046</u>

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144
WORKING CASH ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2016

	2017				2016 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
Investment income	\$ 25,000	\$ 25,000	\$ 56,145	\$ 31,145	\$ 23,651
Total local sources	<u>25,000</u>	<u>25,000</u>	<u>56,145</u>	<u>31,145</u>	<u>23,651</u>
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>56,145</u>	<u>31,145</u>	<u>23,651</u>
Expenditures					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>25,000</u>	<u>25,000</u>	<u>56,145</u>	<u>31,145</u>	<u>23,651</u>
Other financing sources (uses)					
Principal on bonds sold	-	-	-	-	7,288,516
Permanent transfer from working cash accounts - abatement	<u>-</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(4,628,877)</u>
Total other financing sources (uses)	<u>-</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>2,659,639</u>
Net change in fund balance	<u>\$ 25,000</u>	<u>\$ (975,000)</u>	<u>(943,855)</u>	<u>\$ 31,145</u>	<u>2,683,290</u>
Fund balance, beginning of year			<u>7,423,656</u>		<u>4,740,366</u>
Fund balance, end of year			<u>\$ 6,479,801</u>		<u>\$ 7,423,656</u>

PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

OPERATING COST AND TUITION CHARGE
FOR THE YEAR ENDED JUNE 30, 2017

	2017	2016
Operating Cost Per Pupil		
Average Daily Attendance (ADA):	<u>2,433</u>	<u>2,357</u>
Operating Costs:		
Educational	\$ 25,417,193	\$ 23,994,050
Operations and maintenance	4,702,901	2,551,762
Debt service	3,402,498	3,398,019
Transportation	1,843,106	1,652,010
Municipal retirement/social security	<u>899,328</u>	<u>847,456</u>
Subtotal	<u>36,265,026</u>	<u>32,443,297</u>
Less Revenues/Expenditures of Nonregular Programs:		
Pre-K programs	601,001	220,868
Summer school	97,767	175,757
Capital outlay	2,764,523	91,091
Debt principal retired	1,210,636	1,136,619
Community services	168,328	51,479
Payments to other districts & governmental units	<u>1,302,790</u>	<u>1,315,584</u>
Subtotal	<u>6,145,045</u>	<u>2,991,398</u>
Operating costs	<u>\$ 30,119,981</u>	<u>\$ 29,451,899</u>
Operating Cost Per Pupil - Based on ADA	<u>\$ 12,379</u>	<u>\$ 12,496</u>
Tuition Charge		
Operating Costs	\$ 30,119,981	\$ 29,451,899
Less - revenues from specific programs, such as special education or lunch programs	<u>5,268,551</u>	<u>5,493,985</u>
Net operating costs	24,851,430	23,957,914
Depreciation allowance	<u>1,713,308</u>	<u>1,579,493</u>
Allowable Tuition Costs	<u>\$ 26,564,738</u>	<u>\$ 25,537,407</u>
Tuition Charge Per Pupil - based on ADA	<u>\$ 10,918</u>	<u>\$ 10,835</u>