

**PRAIRIE-HILLS ELEMENTARY  
SCHOOL DISTRICT 144**

**FINANCIAL STATEMENTS**

**AS OF AND FOR THE YEAR ENDED  
JUNE 30, 2018  
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, as of and for the year ended June 30, 2018, 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 as of June 30, 2018 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 2017 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 December 8, 2017. In our opinion, the summarized comparative information presented herein as of and for the year ended 2017, 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 17, 2018 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.



Oak Brook, Illinois  
December 17, 2018

# **Prairie-Hills Elementary School District 144**

## **Management's Discussion and Analysis (Unaudited)**

### **As of and for the Year Ended June 30, 2018**

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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, 2018. 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 increased by \$2.4. This represents a 15% increase from 2017.
- > General revenues accounted for \$30.5 in revenue or 64% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$17.0 or 36% of total revenues of \$47.5.
- > The District had \$45.1 in expenses related to government activities. However, only \$17.0 of these expenses were offset by program specific charges and grants.
- > The Operating Cost per Pupil for fiscal year 2018 was \$12,000 (dollars). This is a decrease from fiscal year 2017 of \$379 (dollars) or approximately 3%.
- > The Tuition Charge per Pupil, based on the Average Daily Attendance for fiscal year 2018 was \$10,314 (dollars). This was an decrease from fiscal year 2017 of \$604 (dollars) or 5.5%.
- > The Average Daily Attendance of 2,576 for FY 2018 is an increase of 5.9% from FY 2017.
- > Property taxes accounted for a large portion of the District's revenue, contributing \$13.4.
- > Evidenced Based Funding contributed \$16.7 of the District's revenue in FY18.
- > Instruction made up the largest portion of all expenditures with \$26.7 or 59% 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, 2018**

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#### *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, 2018**

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 higher on June 30, 2018, than it was the year before, increasing 15% to \$17.9.

| <b>Table 1</b>                              |                |                |
|---|----------------|----------------|
| <b>Condensed Statements of Net Position</b> |                |                |
| <b>(in millions of dollars)</b>             |                |                |
|   | <u>2017</u>    | <u>2018</u>    |
| <b>Assets:</b>                              |                |                |
| Current and other assets                    | \$ 19.0        | \$ 20.5        |
| Capital assets                              | <u>45.0</u>    | <u>45.5</u>    |
| Total assets                                | <u>64.0</u>    | <u>66.0</u>    |
| Deferred outflows of resources              | <u>10.0</u>    | <u>9.2</u>     |
| <b>Liabilities:</b>                         |                |                |
| Current liabilities                         | (0.1)          | (0.2)          |
| Long-term debt outstanding                  | <u>58.6</u>    | <u>57.5</u>    |
| Total liabilities                           | <u>58.5</u>    | <u>57.3</u>    |
| <b>Net position:</b>                        |                |                |
| Net investment in capital assets            | 6.2            | 7.2            |
| Restricted                                  | 7.1            | 5.3            |
| Unassigned                                  | <u>2.2</u>     | <u>5.4</u>     |
| Total net position                          | <u>\$ 15.5</u> | <u>\$ 17.9</u> |



**Prairie-Hills Elementary School District 144**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2018**

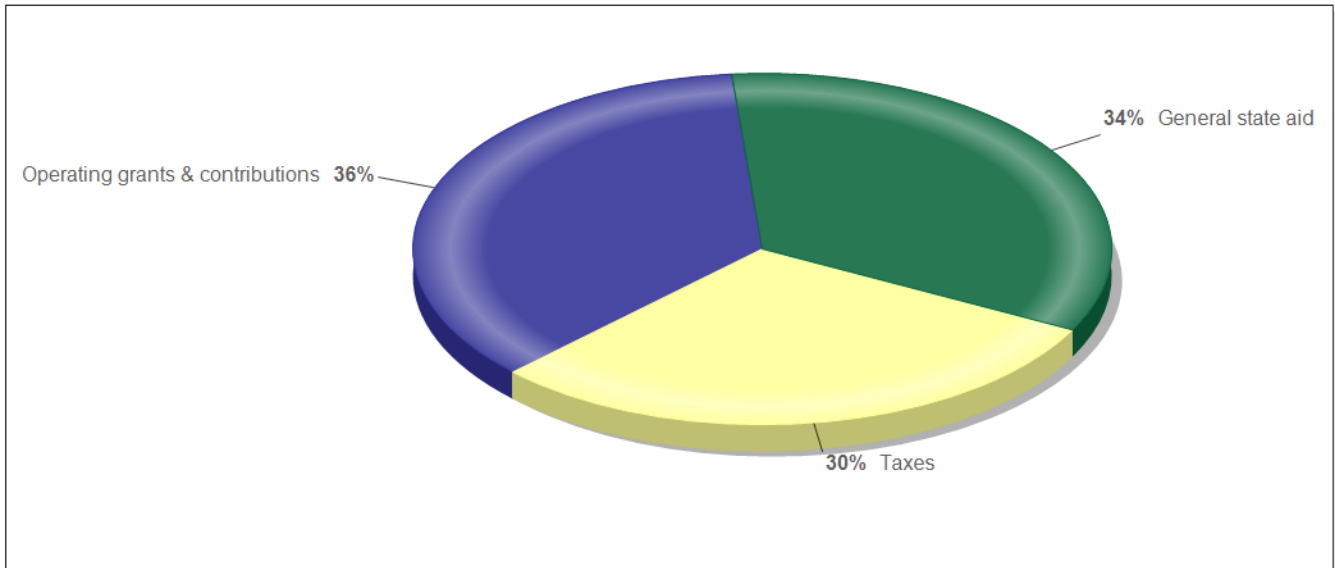
Revenues in the governmental activities of the District of \$47.5 exceeded expenditures by \$2.4. This was attributable primarily to increase in state aid due primarily to the timing of payments and new Pre-K expansion program.

| <b>Table 2</b>                             |                 |               |
|--|-----------------|---------------|
| <b>Changes in Net Position</b>             |                 |               |
| <b>(in millions of dollars)</b>            |                 |               |
|  | <u>2017</u>     | <u>2018</u>   |
| <b>Revenues:</b>                           |                 |               |
| <i>Program revenues:</i>                   |                 |               |
| Charges for services                       | \$ 0.1          | \$ 0.1        |
| Operating grants & contributions           | 15.2            | 16.9          |
| Capital grants & contributions             | 0.1             | -             |
| <i>General revenues:</i>                   |                 |               |
| Taxes                                      | 13.4            | 13.6          |
| General state aid                          | 14.8            | 16.7          |
| Other                                      | 0.1             | 0.2           |
| Total revenues                             | <u>43.7</u>     | <u>47.5</u>   |
| <b>Expenses:</b>                           |                 |               |
| Instruction                                | 26.8            | 26.7          |
| Pupil & instructional staff services       | 3.3             | 3.3           |
| Administration & business                  | 5.1             | 5.1           |
| Transportation                             | 1.8             | 2.1           |
| Operations & maintenance                   | 3.1             | 2.9           |
| Other                                      | 4.6             | 5.0           |
| Total expenses                             | <u>44.7</u>     | <u>45.1</u>   |
| <b>Increase (decrease) in net position</b> | <u>\$ (1.0)</u> | <u>\$ 2.4</u> |

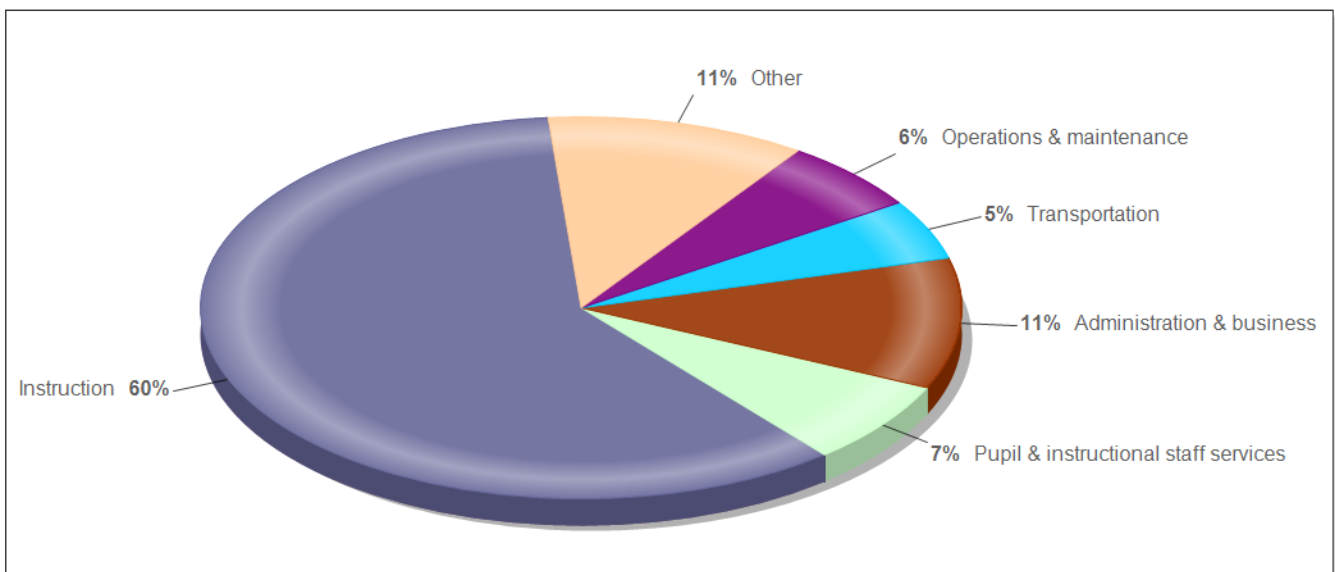
Property taxes and General State Aid accounted for the largest portions of the District's revenues, contributing 28% and 35%; respectively. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$45.1, mainly related to instructing and caring for the students and student transportation at 71%.

**Prairie-Hills Elementary School District 144  
 Management's Discussion and Analysis (Unaudited)  
 As of and for the Year Ended June 30, 2018**

**District-Wide Revenues by Source**



**District-Wide Expenses by Function**



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

The District's Governmental Funds balance increased from \$19.1 to \$20.7 due to late project year 2017 state aid being received during 2018 and more timely project year 2018 state aid payments.

Fund balances increased by \$1.5. This increase was primarily attributable to the timing of state aid payments.

**Prairie-Hills Elementary School District 144  
Management's Discussion and Analysis (Unaudited)  
As of and for the Year Ended June 30, 2018**

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The District achieved an appropriate year end operational fund balance of \$18.2. With a fund balance to revenue ratio of 53.2%, 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 .952.

The District attained appropriate year end fund balance to provide 198.86 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 \$16.7 in Evidence based funding formula and \$15.1 was allocated to the General Fund.

Overall General Fund expenditures were over budget by \$1.8, which can mostly be attributed to increase in the TRS on behalf benefit of \$2.5 as compared to budget.

The General Fund balance increased by \$3.4 from 2017.

**Capital Assets and Debt Administration**

*Capital assets*

By the end of 2018, the District had compiled a total investment of \$68.1 (\$45.6 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 6 of the basic financial statements.

| <b>Table 3</b>                              |                |                |
|---|----------------|----------------|
| <b>Capital Assets (net of depreciation)</b> |                |                |
| <b>(in millions of dollars)</b>             |                |                |
|   | <u>2017</u>    | <u>2018</u>    |
| Land  | \$ 0.3         | \$ 0.3         |
| Land improvements                           | 0.7            | 1.2            |
| Buildings                                   | 42.2           | 42.5           |
| Construction in progress                    | 0.1            | -              |
| Equipment                                   | 1.7            | 1.6            |
| Total                                       | <u>\$ 45.0</u> | <u>\$ 45.6</u> |

**Prairie-Hills Elementary School District 144  
Management's Discussion and Analysis (Unaudited)  
As of and for the Year Ended June 30, 2018**

*Long-term debt*

The District retired \$1.1 in bonds in 2018. At the end of fiscal 2018, the District had a debt margin of \$5.2. More detailed information on long-term debt can be found in Note 7 of the basic financial statements.

| <b>Table 4<br/>Outstanding Long-Term Debt<br/>(in millions of dollars)</b> |                |                |
|--|----------------|----------------|
|  | <u>2017</u>    | <u>2018</u>    |
| General obligation bonds   | \$ 10.2        | \$ 10.0        |
| Capital appreciation bonds   | 11.5           | 11.4           |
| Refunding bonds  | 36.7           | 35.9           |
| Unamortized premium  | 0.3            | 0.3            |
| Unamortized discount   | (0.6)          | (0.5)          |
| Capital leases and other   | <u>0.5</u>     | <u>0.4</u>     |
| Total  | <u>\$ 58.6</u> | <u>\$ 57.5</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.

The Consumer Price Index for December 2017 stayed flat at 2.1% when compared to 2016. This 2.1% CPI rate will allow for local revenues to increase at the same level as in the prior year.

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 for the tax year 2017. The EAV increased from \$237,033,627 to \$263,486,288 from tax year 2016 to tax year 2017, respectively.

**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:

Ms. Deborah Clayton  
Prairie-Hills Elementary School District 144  
3015 163rd Street  
Markham, Illinois 60428

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

AS OF JUNE 30, 2018

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|  | GOVERNMENTAL<br>ACTIVITIES |
|--|----------------------------|
| <b>Assets</b>                                      |                            |
| Cash   | \$ 20,460,351              |
| Capital assets:                                    |                            |
| Land   | 251,294                    |
| Construction in progress                           | 5,000                      |
| Depreciable buildings, property and equipment, net | <u>45,294,170</u>          |
| Total assets                                       | <u>66,010,815</u>          |
| <b>Deferred outflows of resources</b>              |                            |
| Deferred charge on refunding                       | <u>9,226,157</u>           |
| Total deferred outflows of resources               | <u>9,226,157</u>           |
| <b>Liabilities</b>                                 |                            |
| Payroll deductions payable                         | (196,900)                  |
| Long-term liabilities:                             |                            |
| Other long-term liabilities - due within one year  | 1,312,331                  |
| Other long-term liabilities - due after one year   | <u>56,185,171</u>          |
| Total liabilities                                  | <u>57,300,602</u>          |
| <b>Net position</b>                                |                            |
| Net investment in capital assets                   | 7,198,468                  |
| Restricted for:                                    |                            |
| Operations and maintenance                         | 1,822,195                  |
| Student transportation                             | 1,069,767                  |
| Retirement benefits                                | 1,513,005                  |
| Debt service                                       | 788,550                    |
| Capital projects                                   | 170,070                    |
| Unrestricted                                       | <u>5,374,315</u>           |
| Total net position                                 | <u>\$ 17,936,370</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, 2018

| FUNCTIONS/PROGRAMS   | EXPENSES             | PROGRAM REVENUE         |  | NET (EXPENSES)<br>REVENUE AND<br>CHANGES IN NET<br>POSITION |
|--|----------------------|-------------------------|--|---|
|  |                      | CHARGES FOR<br>SERVICES | OPERATING<br>GRANTS AND<br>CONTRIBUTIONS |   |
| <b>Governmental activities</b>   |                      |                         |  |   |
| Instruction:   |                      |                         |  |   |
| Regular programs   | \$ 12,790,363        | \$ 119,177              | \$ 3,021,792                             | \$ (9,649,394)  |
| Special programs   | 3,874,331            | -                       | 1,360,045                                | (2,514,286)   |
| Other instructional programs   | 825,391              | -                       | 41,201                                   | (784,190)   |
| State retirement contributions   | 9,216,544            | -                       | 9,216,544                                | -   |
| Support Services:  |                      |                         |  |   |
| Pupils   | 2,013,365            | -                       | -  | (2,013,365)   |
| Instructional staff  | 1,301,108            | -                       | 151,606                                  | (1,149,502)   |
| General administration   | 1,498,235            | -                       | -  | (1,498,235)   |
| School administration  | 1,423,822            | -                       | -  | (1,423,822)   |
| Business   | 2,228,853            | 1,058                   | 1,724,284                                | (503,511)   |
| Transportation   | 2,104,506            | -                       | 1,391,167                                | (713,339)   |
| Operations and maintenance   | 2,875,287            | -                       | -  | (2,875,287)   |
| Central  | 1,474,640            | -                       | -  | (1,474,640)   |
| Other supporting services  | 2,374                | -                       | -  | (2,374)   |
| Community services   | 206,312              | -                       | -  | (206,312)   |
| Payments to other districts and gov't units -<br>excluding special education | 294,524              | -                       | -  | (294,524)   |
| Interest and fees  | 2,989,569            | -                       | -  | (2,989,569)   |
| <b>Total governmental activities</b>   | <b>\$ 45,119,224</b> | <b>\$ 120,235</b>       | <b>\$ 16,906,639</b>                     | <b>\$ (28,092,350)</b>                                      |

General revenues:

Taxes:

|   |                      |
|---|----------------------|
| Real estate taxes, levied for general purposes  | 7,304,544            |
| Real estate taxes, levied for specific purposes | 2,864,681            |
| Real estate taxes, levied for debt service      | 3,274,293            |
| Personal property replacement taxes             | 162,925              |
| State aid-formula grants                        | 16,674,220           |
| Investment income                               | 204,098              |
| <b>Total general revenues</b>                   | <b>30,484,761</b>    |
| Change in net position                          | 2,392,411            |
| Net position, beginning of year                 | 15,543,959           |
| Net position, end of year                       | <b>\$ 17,936,370</b> |

See Notes to Basic Financial Statements

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

**GOVERNMENTAL FUNDS**

BALANCE SHEET - MODIFIED CASH BASIS

AS OF JUNE 30, 2018

WITH COMPARATIVE TOTALS AS OF JUNE 30, 2017

|                                     | GENERAL FUND         | OPERATIONS AND<br>MAINTENANCE<br>FUND | TRANSPORTATION<br>FUND | MUNICIPAL<br>RETIREMENT/SOCIAL<br>SECURITY FUND |
|-------------------------------------|----------------------|---------------------------------------|------------------------|---|
| <b>Assets</b>                       |                      |                                       |                        |   |
| Cash                                | \$ 15,086,343        | \$ 1,833,029                          | \$ 1,069,576           | \$ 1,513,006                                    |
| Total assets                        | <u>\$ 15,086,343</u> | <u>\$ 1,833,029</u>                   | <u>\$ 1,069,576</u>    | <u>\$ 1,513,006</u>                             |
| <b>Liabilities and fund balance</b> |                      |                                       |                        |   |
| <b>Liabilities</b>                  |                      |                                       |                        |   |
| Payroll deductions payable          | \$ (207,321)         | \$ 10,834                             | \$ (191)               | \$ 1  |
| Total liabilities                   | <u>(207,321)</u>     | <u>10,834</u>                         | <u>(191)</u>           | <u>1</u>  |
| <b>Fund balance</b>                 |                      |                                       |                        |   |
| Restricted                          | -                    | 1,822,195                             | 1,069,767              | 1,513,005                                       |
| Unassigned                          | <u>15,293,664</u>    | <u>-</u>                              | <u>-</u>               | <u>-</u>  |
| Total fund balance                  | <u>15,293,664</u>    | <u>1,822,195</u>                      | <u>1,069,767</u>       | <u>1,513,005</u>                                |
| Total liabilities and fund balance  | <u>\$ 15,086,343</u> | <u>\$ 1,833,029</u>                   | <u>\$ 1,069,576</u>    | <u>\$ 1,513,006</u>                             |

See Notes to Basic Financial Statements

| DEBT SERVICE<br>FUND | FIRE PREVENTION<br>AND LIFE SAFETY<br>FUND | TOTAL                |                      |
|----------------------|--|----------------------|----------------------|
|                      |  | 2018                 | 2017                 |
| \$ 788,550           | \$ 169,847                                 | \$ 20,460,351        | \$ 18,988,331        |
| <u>\$ 788,550</u>    | <u>\$ 169,847</u>                          | <u>\$ 20,460,351</u> | <u>\$ 18,988,331</u> |
| <br>                 |  |                      |                      |
| \$ -                 | \$ (223)                                   | \$ (196,900)         | \$ (127,875)         |
| <u>-</u>             | <u>(223)</u>                               | <u>(196,900)</u>     | <u>(127,875)</u>     |
| <br>                 |  |                      |                      |
| 788,550              | 170,070                                    | 5,363,587            | 7,193,010            |
| <u>-</u>             | <u>-</u>                                   | <u>15,293,664</u>    | <u>11,923,196</u>    |
| <u>788,550</u>       | <u>170,070</u>                             | <u>20,657,251</u>    | <u>19,116,206</u>    |
| <u>\$ 788,550</u>    | <u>\$ 169,847</u>                          | <u>\$ 20,460,351</u> | <u>\$ 18,988,331</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, 2018

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|  |                      |
|--|----------------------|
| Total fund balances - governmental funds - modified cash basis   | \$ 20,657,251        |
| 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. | 45,550,464           |
| 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.  | (57,497,502)         |
| 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>9,226,157</u>     |
| Net position of governmental activities - modified cash basis  | <u>\$ 17,936,370</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, 2018  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2017

|  | GENERAL FUND         | OPERATIONS AND<br>MAINTENANCE<br>FUND | TRANSPORTATION<br>FUND | MUNICIPAL<br>RETIREMENT/SOCIAL<br>SECURITY FUND |
|--|----------------------|---------------------------------------|------------------------|---|
| <b>Revenues</b>                                      |                      |                                       |                        |   |
| Property taxes                                       | \$ 7,304,544         | \$ 1,054,454                          | \$ 1,046,247           | \$ 763,980                                      |
| Corporate personal property<br>replacement taxes     | 147,264              | -                                     | -                      | 15,661  |
| State aid  | 27,205,408           | 1,602,725                             | 1,391,167              | -   |
| Federal aid  | 3,381,559            | -                                     | -                      | -   |
| Investment income                                    | 139,296              | 31,831                                | 6,673                  | 18,450  |
| Other  | 71,147               | -                                     | 49,088                 | -   |
| Total revenues                                       | <u>38,249,218</u>    | <u>2,689,010</u>                      | <u>2,493,175</u>       | <u>798,091</u>                                  |
| <b>Expenditures</b>                                  |                      |                                       |                        |   |
| Current:   |                      |                                       |                        |   |
| Instruction:   |                      |                                       |                        |   |
| Regular programs                                     | 10,700,106           | -                                     | -                      | 212,684   |
| Special programs                                     | 2,883,280            | -                                     | -                      | 66,748  |
| Other instructional programs                         | 792,459              | -                                     | -                      | 32,932  |
| State retirement contributions                       | 9,216,544            | -                                     | -                      | -   |
| Support Services:                                    |                      |                                       |                        |   |
| Pupils   | 1,969,374            | -                                     | -                      | 43,991  |
| Instructional staff                                  | 1,255,472            | -                                     | -                      | 45,636  |
| General administration                               | 1,466,871            | -                                     | -                      | 23,028  |
| School administration                                | 1,343,072            | -                                     | -                      | 55,743  |
| Business   | 2,112,117            | -                                     | -                      | 91,270  |
| Transportation                                       | -                    | -                                     | 2,102,800              | 1,706   |
| Operations and maintenance                           | 5,134                | 2,739,987                             | -                      | 190,395   |
| Central  | 1,373,418            | -                                     | -                      | 83,456  |
| Other supporting services                            | 2,374                | -                                     | -                      | -   |
| Community services                                   | 196,543              | -                                     | -                      | 9,769   |
| Payments to other districts and gov't units          | 1,197,849            | -                                     | -                      | -   |
| Debt Service:  |                      |                                       |                        |   |
| Principal  | -                    | -                                     | -                      | -   |
| Interest and other                                   | -                    | -                                     | -                      | -   |
| Capital outlay                                       | 316,616              | 2,106,812                             | -                      | -   |
| Total expenditures                                   | <u>34,831,229</u>    | <u>4,846,799</u>                      | <u>2,102,800</u>       | <u>857,358</u>                                  |
| Excess (deficiency) of revenues over<br>expenditures | <u>3,417,989</u>     | <u>(2,157,789)</u>                    | <u>390,375</u>         | <u>(59,267)</u>                                 |
| <b>Other financing sources (uses)</b>                |                      |                                       |                        |   |
| Transfers in   | -                    | -                                     | -                      | -   |
| Transfers (out)                                      | (193,079)            | -                                     | -                      | -   |
| Capital lease value                                  | 145,558              | -                                     | -                      | -   |
| Total other financing sources (uses)                 | <u>(47,521)</u>      | <u>-</u>                              | <u>-</u>               | <u>-</u>  |
| Net change in fund balance                           | 3,370,468            | (2,157,789)                           | 390,375                | (59,267)  |
| Fund balance, beginning of year                      | <u>11,923,196</u>    | <u>3,979,984</u>                      | <u>679,392</u>         | <u>1,572,272</u>                                |
| Fund balance, end of year                            | <u>\$ 15,293,664</u> | <u>\$ 1,822,195</u>                   | <u>\$ 1,069,767</u>    | <u>\$ 1,513,005</u>                             |

See Notes to Basic Financial Statements

| DEBT SERVICE<br>FUND | FIRE PREVENTION<br>AND LIFE SAFETY<br>FUND | TOTAL                |                      |
|----------------------|--|----------------------|----------------------|
|                      |  | 2018                 | 2017                 |
| \$ 3,274,293         | \$ -                                       | \$ 13,443,518        | \$ 13,260,951        |
| -                    | -  | 162,925              | 194,713              |
| -                    | -  | 30,199,300           | 25,964,237           |
| -                    | -  | 3,381,559            | 4,120,893            |
| 5,900                | 1,948                                      | 204,098              | 141,911              |
| -                    | -  | 120,235              | 75,422               |
| <u>3,280,193</u>     | <u>1,948</u>                               | <u>47,511,635</u>    | <u>43,758,127</u>    |
| -                    | -  | 10,912,790           | 10,502,844           |
| -                    | -  | 2,950,028            | 3,034,360            |
| -                    | -  | 825,391              | 722,029              |
| -                    | -  | 9,216,544            | 9,755,572            |
| -                    | -  | 2,013,365            | 1,985,709            |
| -                    | -  | 1,301,108            | 1,356,019            |
| -                    | -  | 1,489,899            | 1,408,626            |
| -                    | -  | 1,398,815            | 1,501,357            |
| -                    | -  | 2,203,387            | 2,119,669            |
| -                    | -  | 2,104,506            | 1,844,869            |
| -                    | -  | 2,935,516            | 3,011,553            |
| -                    | -  | 1,456,874            | 1,139,262            |
| -                    | -  | 2,374                | 590                  |
| -                    | -  | 206,312              | 168,328              |
| -                    | -  | 1,197,849            | 1,302,790            |
| 1,271,572            | -  | 1,271,572            | 1,210,636            |
| 2,206,390            | -  | 2,206,390            | 2,191,862            |
| -                    | -  | 2,423,428            | 2,767,791            |
| <u>3,477,962</u>     | <u>-</u>                                   | <u>46,116,148</u>    | <u>46,023,866</u>    |
| (197,769)            | 1,948                                      | 1,395,487            | (2,265,739)          |
| 193,079              | -  | 193,079              | 1,132,285            |
| -                    | -  | (193,079)            | (1,132,285)          |
| -                    | -  | 145,558              | 519,040              |
| <u>193,079</u>       | <u>-</u>                                   | <u>145,558</u>       | <u>519,040</u>       |
| (4,690)              | 1,948                                      | 1,541,045            | (1,746,699)          |
| <u>793,240</u>       | <u>168,122</u>                             | <u>19,116,206</u>    | <u>20,862,905</u>    |
| <u>\$ 788,550</u>    | <u>\$ 170,070</u>                          | <u>\$ 20,657,251</u> | <u>\$ 19,116,206</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, 2018

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|  |                     |
|--|---------------------|
| Net change in fund balances - total governmental funds - modified cash basis   | \$ 1,541,045        |
| 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.   | 508,531             |
| 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. | 1,126,014           |
| 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>\$ 2,392,411</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, 2018

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|                       | <u>AGENCY<br/>STUDENT<br/>ACTIVITY<br/>FUND</u> |
|-----------------------|---|
| <b>Assets</b>         |   |
| Cash and investments  | \$ <u>98,036</u>                                |
| Total assets          | \$ <u><u>98,036</u></u>                         |
| <b>Liabilities</b>    |   |
| Due to student groups | \$ <u>98,036</u>                                |
| Total liabilities     | \$ <u><u>98,036</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, 2018

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## **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, 2018

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## 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, 2018

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## 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 2017 levy resolution was approved during the December 18, 2017 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 2017 and 2016 tax levies were 2.1% and 0.7%, respectively.



**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

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**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:

| <u>Assets</u>                       | <u>Years</u> |
|-------------------------------------|--------------|
| 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, 2018

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## 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 (a resolution) 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, 2018

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## **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, 2017, 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, 2018

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### 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 budget amounts shown in the financial statements are as originally adopted because there were no amendments during the past fiscal year.

#### Excess of Expenditures over Budget

For the year ended June 30, 2018, expenditures exceeded budget in the General Fund (Educational Accounts) by \$1,766,321, in the Transportation Fund by \$269,614 and in the Debt Service Fund by \$877,171. These excesses were funded by available fund balance.

### NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES

In June 2015, the GASB issued statement No. 75 - *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. This Statement replaces the requirements of Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, as amended*, and No. 57, *OPEB Measurements by Agency Employers and Agent Multiple-Employer Plans*, for OPEB. This standard was implemented effective July 1, 2017.

### NOTE 4 - 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.

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

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**NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)**

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).

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 0.93 years at June 30, 2018. The Treasurer also holds money market type investments, certificates of deposits and other deposits with financial institutions. As of June 30, 2018, the cost of all investments held by the Treasurer's office was \$185,206,652 and the cost of the District's proportionate share of the pool was \$20,457,351.

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 | \$ 101,036            | \$ 106,403          |
| Total                                | <u>\$ 101,036</u>     | <u>\$ 106,403</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, 2018, the bank balance of the District's deposit with financial institutions totaled \$106,403 and was fully insured.

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

**NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)**

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 5 - INTERFUND TRANSFERS**

During the year the District transferred \$193,079 from the General Fund (Educational Accounts) to the Debt Service Fund for capital lease payments.

**NOTE 6 - CAPITAL ASSETS**

Capital asset activity for the District for the year ended June 30, 2018 was as follows:

|   | <i>Beginning<br/>Balance</i> | <i>Increases</i>  | <i>Decreases</i>  | <i>Ending<br/>Balance</i> |
|---|------------------------------|-------------------|-------------------|---------------------------|
| <b><i>Capital assets not being depreciated:</i></b> |                              |                   |                   |                           |
| Land  | \$ 251,294                   | \$ -              | \$ -              | \$ 251,294                |
| Construction in progress                            | <u>129,885</u>               | <u>5,000</u>      | <u>129,885</u>    | <u>5,000</u>              |
| Total capital assets not being depreciated          | <u>381,179</u>               | <u>5,000</u>      | <u>129,885</u>    | <u>256,294</u>            |
| <b><i>Capital assets being depreciated:</i></b>     |                              |                   |                   |                           |
| Land improvements                                   | 1,280,677                    | 538,981           | -                 | 1,819,658                 |
| Buildings   | 59,352,919                   | 1,734,521         | -                 | 61,087,440                |
| Equipment   | <u>4,622,163</u>             | <u>282,136</u>    | <u>-</u>          | <u>4,904,299</u>          |
| Total capital assets being depreciated              | <u>65,255,759</u>            | <u>2,555,638</u>  | <u>-</u>          | <u>67,811,397</u>         |
| <b><i>Less Accumulated Depreciation for:</i></b>    |                              |                   |                   |                           |
| Land improvements                                   | 606,519                      | 62,246            | -                 | 668,765                   |
| Buildings   | 17,098,219                   | 1,489,608         | -                 | 18,587,827                |
| Equipment   | <u>2,890,267</u>             | <u>370,368</u>    | <u>-</u>          | <u>3,260,635</u>          |
| Total accumulated depreciation                      | <u>20,595,005</u>            | <u>1,922,222</u>  | <u>-</u>          | <u>22,517,227</u>         |
| Net capital assets being depreciated                | <u>44,660,754</u>            | <u>633,416</u>    | <u>-</u>          | <u>45,294,170</u>         |
| Net governmental activities capital assets          | <u>\$ 45,041,933</u>         | <u>\$ 638,416</u> | <u>\$ 129,885</u> | <u>\$ 45,550,464</u>      |

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

**NOTE 6 - CAPITAL ASSETS - (CONTINUED)**

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

| <i>Governmental Activities</i>                       | <i>Depreciation</i>        |
|--|----------------------------|
| Regular programs                                     | \$ 1,847,896               |
| Special programs                                     | 20,978                     |
| District administration                              | 8,336                      |
| General administration                               | 6,668                      |
| School administration                                | 25,007                     |
| Central  | <u>13,337</u>              |
| Total depreciation expense - governmental activities | <u><u>\$ 1,922,222</u></u> |

**NOTE 7 - 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, 2018:

|   | <i>Beginning<br/>Balance</i> | <i>Additions</i>         | <i>Deletions</i>           | <i>Ending<br/>Balance</i>   | <i>Due Within<br/>One Year</i> |
|---|------------------------------|--------------------------|----------------------------|-----------------------------|--------------------------------|
| General obligation bonds                              | \$ 10,230,000                | \$ -                     | \$ 210,000                 | \$ 10,020,000               | \$ 40,000                      |
| Capital appreciation bonds                            | 11,542,954                   | -                        | 119,877                    | 11,423,077                  | 112,796                        |
| GO Limited School Refunding Bonds                     | 36,680,000                   | -                        | 755,000                    | 35,925,000                  | 945,000                        |
| Unamortized premium                                   | 264,019                      | -                        | 17,601                     | 246,418                     | -                              |
| Unamortized discount                                  | <u>(566,827)</u>             | <u>-</u>                 | <u>(31,933)</u>            | <u>(534,894)</u>            | <u>-</u>                       |
| Total bonds payable                                   | <u>58,150,146</u>            | <u>-</u>                 | <u>1,070,545</u>           | <u>57,079,601</u>           | <u>1,097,796</u>               |
| Capital leases  | <u>459,038</u>               | <u>145,558</u>           | <u>186,695</u>             | <u>417,901</u>              | <u>214,535</u>                 |
| Total long-term liabilities - governmental activities | <u><u>\$ 58,609,184</u></u>  | <u><u>\$ 145,558</u></u> | <u><u>\$ 1,257,240</u></u> | <u><u>\$ 57,497,502</u></u> | <u><u>\$ 1,312,331</u></u>     |

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

**NOTE 7 - 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:

| <b>Purpose</b>  | <b>Interest Rates</b> | <b>Original<br/>Indebtedness</b> | <b>Face<br/>Amount</b> | <b>Carrying<br/>Amount</b> |
|---|-----------------------|----------------------------------|------------------------|----------------------------|
| 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                    | \$ 1,445,000           | \$ 1,445,000               |
| 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                       | 8,235,000              | 8,235,000                  |
| 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                       | 25,455,000             | 11,423,077                 |
| 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                       | 7,170,000              | 7,170,000                  |
| 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% -<br>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                        | 2,600,000              | 2,600,000                  |
| 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>\$ 71,400,000</u>   | <u>\$ 57,368,077</u>       |



**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

**NOTE 7 - 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, 2018, \$35,644,560 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>         |
|-------------|----------------------|----------------------|----------------------|
| 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        | 2,057,473            | 2,760,230            | 4,817,703            |
| 2024 - 2028 | 10,876,744           | 15,098,036           | 25,974,780           |
| 2029 - 2033 | 18,344,939           | 13,034,057           | 31,378,996           |
| 2034 - 2036 | <u>18,695,000</u>    | <u>1,355,161</u>     | <u>20,050,161</u>    |
| Total       | <u>\$ 57,368,077</u> | <u>\$ 42,441,604</u> | <u>\$ 99,809,681</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, 2018, the statutory debt limit for the District was \$18,180,554. As of June 30, 2018 the total amount of debt outstanding by the District subject to the statutory debt limitation was \$12,988,077 providing a debt margin of \$5,192,477. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2018, 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, 2018, \$770,232 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, 2018, are as follows:

|   | <i>Amount</i>     |
|---|-------------------|
| 2019                                    | \$ 218,992        |
| 2020                                    | 180,804           |
| 2021                                    | <u>24,260</u>     |
| Total minimum lease payments            | 424,056           |
| Less: amount representing interest      | <u>(11,182)</u>   |
| Present value of minimum lease payments | <u>\$ 412,874</u> |

## PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

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### NOTE 8 - 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 9 - 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 10 - OTHER POST-EMPLOYMENT BENEFITS

#### Teachers' Health Insurance Security

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

The 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."

*Benefits Provided.* 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.

*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 1.18% of pay during the year ended June 30, 2018. State of Illinois contributions were \$150,047, and the District recognized revenues and expenditures of this amount during the year.

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

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**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)**

*Contributions.* The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.88% during the year ended June 30, 2018. The percentage of employer required contributions in the future will not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. For the year ended June 30, 2018, the District paid \$116,952 to the THIS Fund, respectively, which was 105 percent of the required contribution for the year.

*THIS Fiduciary Net Position.* Detailed information about the THIS Fund's fiduciary net position as of June 30, 2017 is available in the separately issued THIS Annual Financial Report.

*Net OPEB Liability.* At June 30, 2018, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for the state's retiree insurance support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the District were as follows:

|   |                      |
|---|----------------------|
| District's proportionate share of the collection net OPEB liability                           | \$ 14,120,798        |
| State's proportionate share of the collective net OPEB liability associated with the District | <u>18,544,117</u>    |
| Total   | <u>\$ 32,664,915</u> |

The net OPEB liability was measured as of June 30, 2017, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2017, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2017 and 2016, the District's proportion was 0.054416% and 0.052938%, respectively.

*Actuarial Assumptions.* The net OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

|  |   |
|--|---|
| Inflation                                | 2.75%   |
| Salary Increases                         | 3.25% to 9.25%  |
| Investment Rate of Return                | 0.00%   |
| Healthcare Cost Trend Rates - Initial    | Non-Medicare - 8.00%; Post-Medicare - 9.00%             |
| Healthcare Cost Trend Rates - Ultimate   | 4.50% with additional 0.59% added to non-Medicare costs |
| Fiscal Year the Ultimate Rate is Reached | 2020  |

Mortality rates were based on the RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. For disabled annuitants, mortality rates were based on the RP-Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2014.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2014.

*Discount Rate.* At June 30, 2017, the discount rate used to measure the total OPEB liability was a blended rate of 3.56%, which was a change from the June 30, 2016 rate of 2.85%. Since THIS is financed on a pay-as-you-go basis, the discount rate is based on the 20-year general obligation bond index.

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)**

*Sensitivity of the Net OPEB Liability to Changes in the Discount Rate.* The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.56%) or 1-percentage-point higher (4.56%) than the current discount rate:

|                    | <b>1% Decrease</b>   | <b>Current<br/>Discount Rate</b> | <b>1% Increase</b>   |
|--------------------|----------------------|----------------------------------|----------------------|
| Net OPEB Liability | <u>\$ 16,944,786</u> | <u>\$ 14,120,798</u>             | <u>\$ 11,861,014</u> |

*Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (initial rate of 7.00% decreasing to an ultimate rate of 4.09%) for non-Medicare coverage and initial rate of 8.00% decreasing to an ultimate rate of 3.50% for Medicare coverage) or 1-percentage-point higher (initial rate of 9.00% decreasing to an ultimate rate of 6.09%) for non-Medicare coverage and initial rate of 10.00% decreasing to an ultimate rate of 5.50% for Medicare coverage) than the current healthcare cost trend rate:

|                    | <b>1% Decrease</b>   | <b>Healthcare<br/>Cost Trend<br/>Rate</b> | <b>1% Increase</b>   |
|--------------------|----------------------|---|----------------------|
| Net OPEB Liability | <u>\$ 11,396,865</u> | <u>\$ 14,120,798</u>                      | <u>\$ 18,030,346</u> |

*OPEB Expense.* District OPEB expense, as part of the June 30, 2017 valuation, was \$1,102,158. For the year ended June 30, 2018, the District recognized on-behalf revenue and expenditures of \$150,047 for support provided by the state.

**NOTE 11 - 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 <https://www.trsil.org/financial/financial-reports>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

# PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

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## NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

*Tier 2* members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the last four. Disability provisions for *Tier 2* are identical to those of *Tier 1*. Death benefits are payable under a formula that is different from *Tier 1*.

Essentially all *Tier 1* retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. *Tier 2* annual increases will be the lesser of three percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

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

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 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, 2018, State of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$9,066,497 in pension contributions from the State of Illinois.

*2.2 Formula Contributions.* Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2018, were \$73,752.

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

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**NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

*Federal and Trust Fund Contributions.* When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay an employer pension contribution from those funds. Under Public Act 100-0340, federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

For the year ended June 30, 2018, the District pension contribution was 10.10 percent of salaries paid from federal and special trust funds. Contributions for the year ended June 30, 2018, were \$39,237, which was equal to the District's required contribution.

*TRS Fiduciary Net Position.* Detailed information about the TRS's fiduciary net position as of June 30, 2017 is available in the separately issued TRS Comprehensive Annual Financial Report.

*Net Pension Liability.* At June 30, 2018, 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                           | \$ 2,479,557         |
| State's proportionate share of the collective net pension liability associated with the District | <u>92,124,960</u>    |
| Total  | <u>\$ 94,604,517</u> |

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016, and rolled forward to June 30, 2017. 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, 2017, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2017 and 2016, the District's proportion was 0.00324557 percent and 0.00372730 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, 2017 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%.

*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. The same assumptions were used in the June 30, 2016 valuation.

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

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**NOTE 11 - 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:

| <i>Asset Class</i>               | <i>Target Allocation</i> | <i>Long-Term Expected Real Rate of Return</i> |
|----------------------------------|--------------------------|---|
| 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, 2017, the discount rate used to measure the total pension liability was a blended rate of 7.00 percent, which was a change from the June 30, 2016 rate of 6.83 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, 2017 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. *Tier 1's* liability is partially funded by *Tier 2* members, as the *Tier 2* member contribution is higher than the cost of *Tier 2* 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. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

At June 30, 2016, the discount rate used to measure the total pension liability was 6.83 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 2* 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, 2018

**NOTE 11 - 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 7.00 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 (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

|  | <b>1% Decrease</b>  | <b>Current<br/>Discount Rate</b> | <b>1% Increase</b>  |
|--|---------------------|----------------------------------|---------------------|
| District's proportionate share of the collective net pension liability | <u>\$ 3,046,460</u> | <u>\$ 2,479,557</u>              | <u>\$ 2,015,217</u> |

*Pension Expense.* District pension expense, as part of the June 30, 2017 valuation, was \$(107,555). For the year ended June 30, 2018, the District recognized TRS-related pension expense of \$112,989 and on-behalf revenue and expense of \$9,066,497 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](http://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, 2018

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**NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

*Plan Membership.* At December 31, 2017, the measurement date, membership of the plan was as follows:

|                               |                   |
|-------------------------------|-------------------|
| Retirees and beneficiaries    | 291               |
| Inactive, non-retired members | 218               |
| Active members                | <u>150</u>        |
| Total                         | <u><u>659</u></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 2017 was 8.67 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, 2017, 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, 2017 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-2017 (base year 2015). 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-2017 (base year 2015). 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-2017 (base year 2015). 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, 2018

**NOTE 11 - 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:

| <b>Asset Class</b>     | <b>Target Allocation</b> | <b>Projected Returns/Risk</b> |                           |
|------------------------|--------------------------|-------------------------------|---------------------------|
|                        |                          | <b>One Year Arithmetic</b>    | <b>Ten Year Geometric</b> |
| Equities               | 37.00 %                  | 8.30 %                        | 6.85 %                    |
| International equities | 18.00 %                  | 8.45 %                        | 6.75 %                    |
| Fixed income           | 28.00 %                  | 3.05 %                        | 3.00 %                    |
| Real estate            | 9.00 %                   | 6.90 %                        | 5.75 %                    |
| Alternatives           | 7.00 %                   |                               |                           |
| Private equity         |                          | 12.45 %                       | 7.35 %                    |
| Hedge funds            |                          | 5.35 %                        | 5.05 %                    |
| 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, 2016 measurement date was 7.50%. 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:

|                               | <b>1% Decrease</b> | <b>Current Discount Rate</b> | <b>1% Increase</b>    |
|-------------------------------|--------------------|------------------------------|-----------------------|
| Total pension liability       | \$ 20,837,834      | \$ 18,567,484                | \$ 16,684,155         |
| Plan fiduciary net position   | 20,104,807         | 20,104,807                   | 20,104,807            |
| Net pension liability/(asset) | <u>\$ 733,027</u>  | <u>\$ (1,537,323)</u>        | <u>\$ (3,420,652)</u> |

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

**NOTE 11 - 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, 2017 was as follows:

|   | <i>Increase (Decrease)</i>                 |  |   |
|---|--|--|---|
|   | <i>Total Pension<br/>Liability<br/>(a)</i> | <i>Plan Fiduciary<br/>Net Position<br/>(b)</i> | <i>Net Pension<br/>Liability/<br/>(Asset)<br/>(a) - (b)</i> |
| Balances at December 31, 2016   | \$ 18,635,092                              | \$ 17,949,912                                  | \$ 685,180  |
| Service cost  | 489,859                                    | -  | 489,859   |
| Interest on total pension liability   | 1,378,853                                  | -  | 1,378,853   |
| Differences between expected and actual experience of the total pension liability | (328,477)                                  | -  | (328,477)   |
| Change of assumptions   | (617,205)                                  | -  | (617,205)   |
| Benefit payments, including refunds of employee contributions                     | (990,638)                                  | 394,798  | (1,385,436)   |
| Contributions - employer  | -  | 205,130  | (205,130)   |
| Contributions - employee  | -  | 3,203,786                                      | (3,203,786)   |
| Net investment income   | -  | (990,638)                                      | 990,638   |
| Other (net transfer)  | -  | (658,181)                                      | 658,181   |
|   | <u>\$ 18,567,484</u>                       | <u>\$ 20,104,807</u>                           | <u>\$ (1,537,323)</u>                                       |
| Balances at December 31, 2017   | <u>\$ 18,567,484</u>                       | <u>\$ 20,104,807</u>                           | <u>\$ (1,537,323)</u>                                       |

*Pension Expense.* District pension expense, as part of the December 31, 2017 valuation, was \$234,467. For the year ended June 30, 2018, the District recognized pension expense of \$355,096.

**NOTE 12 - 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 13 - STATE AND FEDERAL AID CONTINGENCIES**

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under the terms of the grants. Management believes such disallowance, if any, would be immaterial.

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

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**NOTE 14 - EFFECT OF NEW ACCOUNTING STANDARDS ON  
CURRENT-PERIOD FINANCIAL STATEMENTS**

The Governmental Accounting Standards Board (GASB) has approved 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*, GASB Statement No. 87, *Leases*, GASB Statement No. 88, *Certain Disclosures Related to Debt Including Direct Borrowings and Direct Placements*, GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*, and GASB Statement No. 90, *Majority Equity Interests an amendment of GASB Statements No. 14 and No. 61*. 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  
Four Most Recent Fiscal Years

|   | <u>2018</u>           | <u>2017</u>          | <u>2016</u>          | <u>2015</u>          |
|---|-----------------------|----------------------|----------------------|----------------------|
| <b>Total pension liability</b>  |                       |                      |                      |                      |
| Service cost  | \$ 489,859            | \$ 446,050           | \$ 431,985           | \$ 468,307           |
| Interest  | 1,378,853             | 1,360,139            | 1,297,335            | 1,212,753            |
| Differences between expected and actual experience                                  | (328,477)             | (603,287)            | 57,453               | (314,290)            |
| Changes of assumptions  | (617,205)             | (22,177)             | 21,602               | 684,043              |
| Benefit payments, including refunds of member contributions                         | <u>(990,638)</u>      | <u>(964,009)</u>     | <u>(943,617)</u>     | <u>(866,173)</u>     |
| <b>Net change in total pension liability</b>  | (67,608)              | 216,716              | 864,758              | 1,184,640            |
| <b>Total pension liability - beginning</b>  | <u>18,635,092</u>     | <u>18,418,376</u>    | <u>17,553,618</u>    | <u>16,368,978</u>    |
| <b>Total pension liability - ending (a)</b>   | <u>\$ 18,567,484</u>  | <u>\$ 18,635,092</u> | <u>\$ 18,418,376</u> | <u>\$ 17,553,618</u> |
| <b>Plan fiduciary net position</b>  |                       |                      |                      |                      |
| Employer contributions  | \$ 394,798            | \$ 374,004           | \$ 363,702           | \$ 479,274           |
| Employee contributions  | 205,130               | 184,566              | 174,557              | 175,024              |
| Net investment income   | 3,203,786             | 1,180,082            | 86,753               | 1,020,595            |
| Benefit payments, including refunds of member contributions                         | (990,638)             | (964,009)            | (943,617)            | (866,173)            |
| Other (net transfer)  | <u>(658,181)</u>      | <u>(211,586)</u>     | <u>152,261</u>       | <u>(92,516)</u>      |
| <b>Net change in plan fiduciary net position</b>                                    | 2,154,895             | 563,057              | (166,344)            | 716,204              |
| <b>Plan fiduciary net position - beginning</b>                                      | <u>17,949,912</u>     | <u>17,386,855</u>    | <u>17,553,199</u>    | <u>16,836,995</u>    |
| <b>Plan fiduciary net position - ending (b)</b>                                     | <u>\$ 20,104,807</u>  | <u>\$ 17,949,912</u> | <u>\$ 17,386,855</u> | <u>\$ 17,553,199</u> |
| <b>Employer's net pension liability/(asset) - ending (a) - (b)</b>                  | <u>\$ (1,537,323)</u> | <u>\$ 685,180</u>    | <u>\$ 1,031,521</u>  | <u>\$ 419</u>        |
| <b>Plan fiduciary net position as a percentage of the total pension liability</b>   | 108.28%               | 96.32%               | 94.40%               | 100.00%              |
| <b>Covered-employee payroll</b>   | \$ 4,553,619          | \$ 4,080,796         | \$ 3,852,781         | \$ 3,781,440         |
| <b>Employer's net pension liability as a percentage of covered-employee payroll</b> | -33.76%               | 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.

See Auditors' Report and Notes to Required Supplementary Information

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

**ILLINOIS MUNICIPAL RETIREMENT FUND**

**SCHEDULE OF DISTRICT CONTRIBUTIONS**

Four Most Recent Fiscal Years

|  | <u>2018</u>      | <u>2017</u>      | <u>2016</u>      | <u>2015</u>        |
|--|------------------|------------------|------------------|--------------------|
| Actuarially determined contribution                                  | \$ 394,799       | \$ 373,393       | \$ 384,893       | \$ 449,991         |
| Contributions in relation to the actuarially determined contribution | <u>(394,798)</u> | <u>(374,004)</u> | <u>(363,702)</u> | <u>(479,274)</u>   |
| Contribution deficiency (excess)                                     | <u>\$ 1</u>      | <u>\$ (611)</u>  | <u>\$ 21,191</u> | <u>\$ (29,283)</u> |
| Covered-employee payroll   | \$ 4,553,619     | \$ 4,080,796     | \$ 3,852,781     | \$ 3,781,440       |
| Contributions as a percentage of covered-employee payroll            | 8.67%            | 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 | 26 years   |
| Asset valuation method        | 5-Year Smoothed Market, 20% corridor   |
| Inflation                     | 2.75%  |
| Salary increases              | 3.75% to 14.50%, including inflation   |
| Investment rate of return     | 7.50%  |
| Retirement Age                | Experience-based table of rates that are specific to the type of eligibility condition |
| 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 COLLECTIVE NET PENSION LIABILITY AND SCHEDULE OF DISTRICT CONTRIBUTIONS  
Four Most Recent Fiscal Years

|  | <u>2018</u>          | <u>2017</u>           | <u>2016</u>          | <u>2015</u>          |
|--|----------------------|-----------------------|----------------------|----------------------|
| District's proportion of the net pension liability   | 0.0032455730%        | 0.0037273027%         | 0.0025437403%        | 0.0035653281%        |
| District's proportionate share of the net pension liability                                    | \$ 2,479,557         | \$ 2,942,185          | \$ 1,666,406         | \$ 2,169,797         |
| State's proportionate share of the net pension liability                                       | <u>92,124,960</u>    | <u>97,899,560</u>     | <u>80,148,852</u>    | <u>76,567,059</u>    |
| Total net pension liability  | <u>\$ 94,604,517</u> | <u>\$ 100,841,745</u> | <u>\$ 81,815,258</u> | <u>\$ 78,736,856</u> |
| Covered-employee payroll   | \$ 12,715,836        | \$ 12,610,618         | \$ 12,313,165        | \$ 12,379,591        |
| District's proportionate share of the net pension liability as a percentage of covered payroll | 19.50%               | 23.33%                | 13.53%               | 17.53%               |
| Plan fiduciary net position as a percentage of the total pension liability                     | 39.30%               | 36.40%                | 41.50%               | 43.00%               |
| Contractually required contribution  | \$ 112,989           | \$ 135,884            | \$ 144,226           | \$ 94,463            |
| Contributions in relation to the contractually required contribution                           | <u>(99,389)</u>      | <u>(136,188)</u>      | <u>(144,390)</u>     | <u>(94,480)</u>      |
| Contribution deficiency (excess)   | <u>\$ 13,600</u>     | <u>\$ (304)</u>       | <u>\$ (164)</u>      | <u>\$ (17)</u>       |
| Contributions as a percentage of covered employee payroll                                      | 0.7816%              | 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%   | 7.00%                                | 7.50%                                | 7.50% |
| Municipal bond index              | 3.58%   | 2.85%                                | 3.73%                                | N/A   |
| Single equivalent discount rate   | 7.00%   | 6.83%                                | 7.47%                                | 7.50% |
| Inflation rate                    | 3.00%   | 2.50%                                | 3.00%                                | 3.00% |
| Projected salary increases        | 3.75% to 9.75%<br>composite<br>approximates 5.25% | 3.25% to 9.25%<br>varying by service | 3.75% to 9.75%<br>varying by service | 5.75% |

See Auditors' Report and Notes to Required Supplementary Information

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**  
**TEACHERS' HEALTH INSURANCE SECURITY FUND**  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE  
OF THE NET OPEB LIABILITY AND DISTRICT CONTRIBUTIONS  
Most Recent Fiscal Year

|   | <b>2018</b>   |
|---|---------------|
| District's proportion of the net OPEB liability   | 0.054416%     |
| District's proportionate share of the net OPEB liability                                    | \$ 14,120,798 |
| State's proportionate share of the net OPEB liability                                       | 18,544,117    |
| Total net OPEB liability  | \$ 32,664,915 |
| Covered-employee payroll  | \$ 12,610,618 |
| District's proportionate share of the net OPEB liability as a percentage of covered payroll | 111.98%       |
| Plan fiduciary net position as a percentage of the total pension liability                  | -0.17%        |
| Contractually required contribution   | \$ 111,899    |
| Contributions in relation to the contractually required contribution                        | (116,952)     |
| Contribution deficiency (excess)  | \$ (5,053)    |
| Contributions as a percentage of covered employee payroll                                   | 0.93%         |

**Notes to Schedule:**

The District implemented GASB 68 in fiscal year 2018. Information for fiscal years prior to 2018 is not applicable.

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

**Key Assumptions:**

|  |                      |
|--|----------------------|
| Long-term expected rate of return      | 0.00%                |
| Municipal bond index                   | 3.56%                |
| Single equivalent discount rate        | 3.56%                |
| Inflation rate                         | 2.75%                |
| Healthcare cost trend rates - initial  | Medicare - 8.00%     |
|  | Non-Medicare - 9.00% |
| Healthcare cost trend rates - ultimate | 4.50%                |
| Mortality                              | RP-2014 Tables       |

See Auditors' Report and Notes to Required Supplementary Information



**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, 2018

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |                   | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL    |
|--|------------------------------|-------------------|-------------------------------|-------------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL            |                               |                   |
| <b>Revenues</b>  |                              |                   |                               |                   |
| <b>Local sources</b>   |                              |                   |                               |                   |
| General levy   | \$ 7,677,255                 | \$ 7,304,544      | \$ (372,711)                  | \$ 6,931,683      |
| Corporate personal property replacement taxes                  | 180,000                      | 147,264           | (32,736)                      | 178,073           |
| Investment income  | 50,000                       | 139,296           | 89,296                        | 97,531            |
| Sales to adults  | -                            | 1,058             | 1,058                         | -                 |
| Rentals - regular textbook                                     | 7,000                        | 7,238             | 238                           | 6,843             |
| Rentals - other  | 5,000                        | -                 | (5,000)                       | -                 |
| Contributions and donations from private sources               | 1,500                        | -                 | (1,500)                       | 1,805             |
| Refund of prior years' expenditures                            | 1,500                        | -                 | (1,500)                       | 1,299             |
| Proceed's from vendor contracts                                | 1,000                        | -                 | (1,000)                       | -                 |
| Other local fees   | 2,065                        | 29,620            | 27,555                        | 2,091             |
| Other  | 15,000                       | 33,231            | 18,231                        | 51,378            |
| Total local sources  | <u>7,940,320</u>             | <u>7,662,251</u>  | <u>(278,069)</u>              | <u>7,270,703</u>  |
| <b>State sources</b>   |                              |                   |                               |                   |
| Evidence based funding formula                                 | 13,005,124                   | 15,071,495        | 2,066,371                     | 12,789,389        |
| Special education - private facility tuition                   | 13,000                       | 59,375            | 46,375                        | 12,584            |
| Special education - extraordinary                              | 280,000                      | 188,811           | (91,189)                      | 283,863           |
| Special education - personnel                                  | 13,000                       | 108,667           | 95,667                        | 131,458           |
| Special education - orphanage - individual                     | 108,666                      | 177,951           | 69,285                        | 85,385            |
| Special education - orphanage - summer                         | 3,500                        | 6,771             | 3,271                         | -                 |
| Special education - summer school                              | -                            | 16,554            | 16,554                        | -                 |
| Bilingual education - downstate - TPI                          | 10,000                       | 34,667            | 24,667                        | 8,773             |
| State free lunch & breakfast                                   | 15,000                       | 26,902            | 11,902                        | 6,799             |
| Early childhood - block grant                                  | 1,544,800                    | 2,296,092         | 751,292                       | 176,245           |
| Other restricted revenue from state sources                    | -                            | 1,579             | 1,579                         | (160)             |
| On behalf payment to TRS from the state                        | 6,698,221                    | 9,216,544         | 2,518,323                     | 9,755,572         |
| Total state sources  | <u>21,691,311</u>            | <u>27,205,408</u> | <u>5,514,097</u>              | <u>23,249,908</u> |
| <b>Federal sources</b>   |                              |                   |                               |                   |
| National school lunch program                                  | 1,000,000                    | 1,084,605         | 84,605                        | 1,158,087         |
| School breakfast program                                       | 350,000                      | 340,829           | (9,171)                       | 359,238           |
| Summer food service admin/program                              | 29,881                       | 29,882            | 1                             | 25,670            |
| Fresh Fruits and Vegetables Grant                              | 85,000                       | 78,660            | (6,340)                       | 74,280            |
| Food service - other   | -                            | 122,346           | 122,346                       | 78,028            |
| Title I - Low income   | 1,242,436                    | 724,121           | (518,315)                     | 1,555,114         |
| Federal - special education - preschool flow-through           | 25,491                       | 17,119            | (8,372)                       | 34,348            |
| Federal - special education - IDEA - flow-through/low incident | 575,925                      | 553,757           | (22,168)                      | 535,907           |
| Race to the top  | -                            | -                 | -                             | 23,356            |
| Title III - English language acquisition                       | 10,000                       | 6,534             | (3,466)                       | 8,726             |
| Title II - Teacher quality                                     | 202,799                      | 151,606           | (51,193)                      | 86,292            |

**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, 2018

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|   | 2018                         |                   |                               | 2017<br>ACTUAL    |
|---|------------------------------|-------------------|-------------------------------|-------------------|
|   | ORIGINAL AND<br>FINAL BUDGET | ACTUAL            | VARIANCE WITH<br>FINAL BUDGET |                   |
| Medicaid matching funds - administrative outreach | \$ 75,000                    | \$ 137,028        | \$ 62,028                     | \$ 38,609         |
| Medicaid matching funds - fee-for-service program | 85,000                       | 94,012            | 9,012                         | 143,238           |
| Other restricted revenue from federal sources     | -                            | 41,060            | 41,060                        | -                 |
| <b>Total federal sources</b>                      | <u>3,681,532</u>             | <u>3,381,559</u>  | <u>(299,973)</u>              | <u>4,120,893</u>  |
| <b>Total revenues</b>                             | <u>33,313,163</u>            | <u>38,249,218</u> | <u>4,936,055</u>              | <u>34,641,504</u> |
| <b>Expenditures</b>                               |                              |                   |                               |                   |
| <b>Instruction</b>                                |                              |                   |                               |                   |
| <b>Regular programs</b>                           |                              |                   |                               |                   |
| Salaries  | 9,619,021                    | 8,715,466         | 903,555                       | 8,031,719         |
| Employee benefits                                 | 1,469,718                    | 1,298,314         | 171,404                       | 1,205,251         |
| On-behalf payments to TRS from the state          | 6,698,221                    | 9,216,544         | (2,518,323)                   | 9,755,572         |
| Purchased services                                | 314,574                      | 328,347           | (13,773)                      | 612,011           |
| Supplies and materials                            | 715,213                      | 357,979           | 357,234                       | 424,335           |
| Capital outlay                                    | 136,000                      | 67,832            | 68,168                        | 65,934            |
| Other objects                                     | 2,000                        | -                 | 2,000                         | 33                |
| <b>Total</b>                                      | <u>18,954,747</u>            | <u>19,984,482</u> | <u>(1,029,735)</u>            | <u>20,094,855</u> |
| <b>Pre-K programs</b>                             |                              |                   |                               |                   |
| Salaries  | 359,637                      | 210,471           | 149,166                       | 276,737           |
| Employee benefits                                 | 67,182                       | 37,220            | 29,962                        | 52,367            |
| Purchased services                                | 10,007                       | 299,315           | (289,308)                     | 4,862             |
| Supplies and materials                            | 253,000                      | 81,347            | 171,653                       | 240,516           |
| <b>Total</b>                                      | <u>689,826</u>               | <u>628,353</u>    | <u>61,473</u>                 | <u>574,482</u>    |
| <b>Special education programs</b>                 |                              |                   |                               |                   |
| Salaries  | 1,515,733                    | 2,346,322         | (830,589)                     | 2,573,405         |
| Employee benefits                                 | 191,807                      | 382,643           | (190,836)                     | 390,537           |
| Purchased services                                | 5,000                        | 8,883             | (3,883)                       | 4,225             |
| Supplies and materials                            | 15,500                       | 38,656            | (23,156)                      | 21,220            |
| <b>Total</b>                                      | <u>1,728,040</u>             | <u>2,776,504</u>  | <u>(1,048,464)</u>            | <u>2,989,387</u>  |
| <b>Special education programs Pre-K</b>           |                              |                   |                               |                   |
| Salaries  | -                            | 90,334            | (90,334)                      | -                 |
| Employee benefits                                 | -                            | 16,442            | (16,442)                      | -                 |
| <b>Total</b>                                      | <u>-</u>                     | <u>106,776</u>    | <u>(106,776)</u>              | <u>-</u>          |
| <b>Interscholastic programs</b>                   |                              |                   |                               |                   |
| Purchased services                                | 14,000                       | 16,839            | (2,839)                       | 4,098             |
| Other objects                                     | 1,000                        | 1,515             | (515)                         | 790               |
| <b>Total</b>                                      | <u>15,000</u>                | <u>18,354</u>     | <u>(3,354)</u>                | <u>4,888</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, 2018

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |            | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL |
|--|------------------------------|------------|-------------------------------|----------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL     |                               |                |
| <b>Summer school programs</b>              |                              |            |                               |                |
| Salaries                                   | \$ -                         | \$ 110,114 | \$ (110,114)                  | \$ 93,960      |
| Employee benefits                          | -                            | 2,357      | (2,357)                       | 1,210          |
| Total                                      | -                            | 112,471    | (112,471)                     | 95,170         |
| <b>Driver's education programs</b>         |                              |            |                               |                |
| Salaries                                   | 168,670                      | -          | 168,670                       | -              |
| Employee benefits                          | 2,153                        | -          | 2,153                         | -              |
| Total                                      | 170,823                      | -          | 170,823                       | -              |
| <b>Bilingual programs</b>                  |                              |            |                               |                |
| Salaries                                   | 36,554                       | 32,697     | 3,857                         | 13,823         |
| Employee benefits                          | 115                          | 584        | (469)                         | 285            |
| Supplies and materials                     | 5,103                        | -          | 5,103                         | 3,381          |
| Total                                      | 41,772                       | 33,281     | 8,491                         | 17,489         |
| Total instruction                          | 21,600,208                   | 23,660,221 | (2,060,013)                   | 23,776,271     |
| <b>Support services</b>                    |                              |            |                               |                |
| <b>Pupils</b>                              |                              |            |                               |                |
| <b>Attendance and social work services</b> |                              |            |                               |                |
| Salaries                                   | 604,007                      | 546,013    | 57,994                        | 593,047        |
| Employee benefits                          | 99,661                       | 85,729     | 13,932                        | 97,613         |
| Purchased services                         | 190,403                      | 224,052    | (33,649)                      | 186,339        |
| Supplies and materials                     | 5,000                        | 9,202      | (4,202)                       | 1,260          |
| Total                                      | 899,071                      | 864,996    | 34,075                        | 878,259        |
| <b>Health services</b>                     |                              |            |                               |                |
| Salaries                                   | 243,977                      | 215,100    | 28,877                        | 249,993        |
| Employee benefits                          | 51,730                       | 20,382     | 31,348                        | 50,723         |
| Purchased services                         | 242,206                      | 288,348    | (46,142)                      | 246,280        |
| Supplies and materials                     | 10,000                       | 9,443      | 557                           | 6,498          |
| Total                                      | 547,913                      | 533,273    | 14,640                        | 553,494        |
| <b>Psychological services</b>              |                              |            |                               |                |
| Salaries                                   | 194,585                      | 193,536    | 1,049                         | 190,159        |
| Employee benefits                          | 24,301                       | 24,283     | 18                            | 23,716         |
| Purchased services                         | 200                          | 1,590      | (1,390)                       | 582            |
| Supplies and materials                     | 5,000                        | 1,582      | 3,418                         | 3,417          |
| Total                                      | 224,086                      | 220,991    | 3,095                         | 217,874        |

**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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |                  |                               | 2017<br>ACTUAL   |
|--|------------------------------|------------------|-------------------------------|------------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL           | VARIANCE WITH<br>FINAL BUDGET |                  |
| <b>Speech pathology and audiology services</b> |                              |                  |                               |                  |
| Salaries                                       | \$ 76,496                    | \$ 76,245        | \$ 251                        | \$ 76,733        |
| Employee benefits                              | -                            | 9,244            | (9,244)                       | 8,522            |
| Purchased services                             | 185,500                      | 253,063          | (67,563)                      | 185,948          |
| Supplies and materials                         | <u>2,000</u>                 | <u>-</u>         | <u>2,000</u>                  | <u>-</u>         |
| Total  | <u>263,996</u>               | <u>338,552</u>   | <u>(74,556)</u>               | <u>271,203</u>   |
| <b>Other support services - pupils</b>         |                              |                  |                               |                  |
| Salaries                                       | <u>12,000</u>                | <u>11,562</u>    | <u>438</u>                    | <u>11,767</u>    |
| Total  | <u>12,000</u>                | <u>11,562</u>    | <u>438</u>                    | <u>11,767</u>    |
| Total pupils                                   | <u>1,947,066</u>             | <u>1,969,374</u> | <u>(22,308)</u>               | <u>1,932,597</u> |
| <b>Instructional staff</b>                     |                              |                  |                               |                  |
| <b>Improvement of instructional services</b>   |                              |                  |                               |                  |
| Salaries                                       | 344,119                      | 452,105          | (107,986)                     | 304,687          |
| Employee benefits                              | 84,475                       | 85,655           | (1,180)                       | 71,785           |
| Purchased services                             | 419,715                      | 428,035          | (8,320)                       | 398,955          |
| Supplies and materials                         | <u>13,000</u>                | <u>4,379</u>     | <u>8,621</u>                  | <u>27,689</u>    |
| Total  | <u>861,309</u>               | <u>970,174</u>   | <u>(108,865)</u>              | <u>803,116</u>   |
| <b>Educational media services</b>              |                              |                  |                               |                  |
| Salaries                                       | 319,488                      | 247,921          | 71,567                        | 361,260          |
| Employee benefits                              | 57,359                       | 27,330           | 30,029                        | 44,407           |
| Supplies and materials                         | 34,250                       | 9,250            | 25,000                        | 10,522           |
| Capital outlay                                 | <u>172,500</u>               | <u>-</u>         | <u>172,500</u>                | <u>618,657</u>   |
| Total  | <u>583,597</u>               | <u>284,501</u>   | <u>299,096</u>                | <u>1,034,846</u> |
| <b>Assessment and testing</b>                  |                              |                  |                               |                  |
| Supplies and materials                         | 82,370                       | -                | 82,370                        | 82,690           |
| Other objects                                  | <u>2,500</u>                 | <u>797</u>       | <u>1,703</u>                  | <u>903</u>       |
| Total  | <u>84,870</u>                | <u>797</u>       | <u>84,073</u>                 | <u>83,593</u>    |
| Total instructional staff                      | <u>1,529,776</u>             | <u>1,255,472</u> | <u>274,304</u>                | <u>1,921,555</u> |
| <b>General administration</b>                  |                              |                  |                               |                  |
| <b>Board of education services</b>             |                              |                  |                               |                  |
| Salaries                                       | 1,100                        | 1,200            | (100)                         | 1,100            |
| Purchased services                             | 329,600                      | 331,708          | (2,108)                       | 382,723          |
| Supplies and materials                         | 10,750                       | 11,622           | (872)                         | 12,793           |
| Other objects                                  | <u>32,500</u>                | <u>32,799</u>    | <u>(299)</u>                  | <u>21,345</u>    |
| Total  | <u>373,950</u>               | <u>377,329</u>   | <u>(3,379)</u>                | <u>417,961</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, 2018

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|   | 2018                         |                  | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL   |
|---|------------------------------|------------------|-------------------------------|------------------|
|   | ORIGINAL AND<br>FINAL BUDGET | ACTUAL           |                               |                  |
| <b>Executive administration services</b>      |                              |                  |                               |                  |
| Salaries                                      | \$ 237,750                   | \$ 239,728       | \$ (1,978)                    | \$ 233,668       |
| Employee benefits                             | 70,758                       | 75,851           | (5,093)                       | 68,712           |
| Purchased services                            | 7,700                        | 7,487            | 213                           | 4,659            |
| Supplies and materials                        | 14,300                       | 12,036           | 2,264                         | 22,051           |
| Other objects                                 | <u>6,000</u>                 | <u>8,413</u>     | <u>(2,413)</u>                | <u>3,817</u>     |
| Total   | <u>336,508</u>               | <u>343,515</u>   | <u>(7,007)</u>                | <u>332,907</u>   |
| <b>Special area administration services</b>   |                              |                  |                               |                  |
| Salaries                                      | 229,398                      | 229,935          | (537)                         | 225,051          |
| Employee benefits                             | 46,738                       | 51,266           | (4,528)                       | 46,350           |
| Purchased services                            | 13,000                       | 12,705           | 295                           | 11,631           |
| Supplies and materials                        | 3,000                        | 85               | 2,915                         | 5,326            |
| Other objects                                 | <u>3,000</u>                 | <u>4,940</u>     | <u>(1,940)</u>                | <u>1,757</u>     |
| Total   | <u>295,136</u>               | <u>298,931</u>   | <u>(3,795)</u>                | <u>290,115</u>   |
| <b>Tort immunity services</b>                 |                              |                  |                               |                  |
| Purchased services                            | <u>449,784</u>               | <u>447,096</u>   | <u>2,688</u>                  | <u>344,607</u>   |
| Total   | <u>449,784</u>               | <u>447,096</u>   | <u>2,688</u>                  | <u>344,607</u>   |
| Total general administration                  | <u>1,455,378</u>             | <u>1,466,871</u> | <u>(11,493)</u>               | <u>1,385,590</u> |
| <b>School administration</b>                  |                              |                  |                               |                  |
| <b>Office of the principal services</b>       |                              |                  |                               |                  |
| Salaries                                      | 1,182,370                    | 1,083,184        | 99,186                        | 1,159,065        |
| Employee benefits                             | 274,503                      | 245,308          | 29,195                        | 267,960          |
| Purchased services                            | 10,008                       | 9,891            | 117                           | 7,198            |
| Supplies and materials                        | 10,350                       | 2,899            | 7,451                         | 2,261            |
| Other objects                                 | <u>4,800</u>                 | <u>1,790</u>     | <u>3,010</u>                  | <u>809</u>       |
| Total   | <u>1,482,031</u>             | <u>1,343,072</u> | <u>138,959</u>                | <u>1,437,293</u> |
| Total school administration                   | <u>1,482,031</u>             | <u>1,343,072</u> | <u>138,959</u>                | <u>1,437,293</u> |
| <b>Business</b>                               |                              |                  |                               |                  |
| <b>Direction of business support services</b> |                              |                  |                               |                  |
| Salaries                                      | 346,096                      | 346,236          | (140)                         | 342,833          |
| Employee benefits                             | <u>73,549</u>                | <u>69,568</u>    | <u>3,981</u>                  | <u>52,851</u>    |
| Total   | <u>419,645</u>               | <u>415,804</u>   | <u>3,841</u>                  | <u>395,684</u>   |
| <b>Fiscal services</b>                        |                              |                  |                               |                  |
| Purchased services                            | 3,189                        | 525              | 2,664                         | 834              |
| Supplies and materials                        | 5,000                        | 897              | 4,103                         | 4,044            |
| Other objects                                 | <u>800</u>                   | <u>855</u>       | <u>(55)</u>                   | <u>728</u>       |
| Total   | <u>8,989</u>                 | <u>2,277</u>     | <u>6,712</u>                  | <u>5,606</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, 2018

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |                  |                               | 2017<br>ACTUAL   |
|--|------------------------------|------------------|-------------------------------|------------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL           | VARIANCE WITH<br>FINAL BUDGET |                  |
| <b>Operation and maintenance of plant services</b> |                              |                  |                               |                  |
| Salaries   | \$ 1,500                     | \$ -             | \$ 1,500                      | \$ 1,500         |
| Purchased services                                 | 3,150                        | 5,134            | (1,984)                       | 5,441            |
| Capital outlay                                     | <u>5,000</u>                 | <u>555</u>       | <u>4,445</u>                  | <u>-</u>         |
| Total  | <u>9,650</u>                 | <u>5,689</u>     | <u>3,961</u>                  | <u>6,941</u>     |
| <b>Food services</b>                               |                              |                  |                               |                  |
| Salaries   | 434,000                      | 458,795          | (24,795)                      | 409,421          |
| Employee benefits                                  | 25,979                       | 37,034           | (11,055)                      | 25,477           |
| Purchased services                                 | 15,698                       | 21,169           | (5,471)                       | 19,083           |
| Supplies and materials                             | 997,924                      | 1,108,471        | (110,547)                     | 1,091,239        |
| Capital outlay                                     | -                            | 41,894           | (41,894)                      | -                |
| Other objects                                      | <u>2,000</u>                 | <u>1,631</u>     | <u>369</u>                    | <u>2,458</u>     |
| Total  | <u>1,475,601</u>             | <u>1,668,994</u> | <u>(193,393)</u>              | <u>1,547,678</u> |
| <b>Internal services</b>                           |                              |                  |                               |                  |
| Purchased services                                 | 69,937                       | 66,231           | 3,706                         | 70,685           |
| Supplies and materials                             | 894                          | 705              | 189                           | 595              |
| Capital outlay                                     | <u>-</u>                     | <u>145,558</u>   | <u>(145,558)</u>              | <u>-</u>         |
| Total  | <u>70,831</u>                | <u>212,494</u>   | <u>(141,663)</u>              | <u>71,280</u>    |
| Total business                                     | <u>1,984,716</u>             | <u>2,305,258</u> | <u>(320,542)</u>              | <u>2,027,189</u> |
| <b>Central</b>                                     |                              |                  |                               |                  |
| <b>Information services</b>                        |                              |                  |                               |                  |
| Purchased services                                 | <u>-</u>                     | <u>3,394</u>     | <u>(3,394)</u>                | <u>-</u>         |
| Total  | <u>-</u>                     | <u>3,394</u>     | <u>(3,394)</u>                | <u>-</u>         |
| <b>Staff services</b>                              |                              |                  |                               |                  |
| Salaries   | 140,614                      | 82,969           | 57,645                        | 141,076          |
| Employee benefits                                  | 6,110                        | 6,571            | (461)                         | 11,908           |
| Purchased services                                 | 50,592                       | 55,894           | (5,302)                       | 46,140           |
| Supplies and materials                             | 21,294                       | 16,592           | 4,702                         | 12,273           |
| Other objects                                      | <u>1,091</u>                 | <u>1,079</u>     | <u>12</u>                     | <u>617</u>       |
| Total  | <u>219,701</u>               | <u>163,105</u>   | <u>56,596</u>                 | <u>212,014</u>   |
| <b>Data processing services</b>                    |                              |                  |                               |                  |
| Salaries   | 455,044                      | 456,341          | (1,297)                       | 436,872          |
| Employee benefits                                  | 65,086                       | 63,435           | 1,651                         | 63,805           |
| Purchased services                                 | 370,000                      | 441,778          | (71,778)                      | 267,735          |
| Supplies and materials                             | 301,000                      | 245,365          | 55,635                        | 73,082           |
| Capital outlay                                     | 200,000                      | 60,777           | 139,223                       | 174,982          |
| Other objects                                      | <u>300</u>                   | <u>-</u>         | <u>300</u>                    | <u>-</u>         |
| Total  | <u>1,391,430</u>             | <u>1,267,696</u> | <u>123,734</u>                | <u>1,016,476</u> |
| Total central                                      | <u>1,611,131</u>             | <u>1,434,195</u> | <u>176,936</u>                | <u>1,228,490</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, 2018

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |                      | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL       |
|--|------------------------------|----------------------|-------------------------------|----------------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL               |                               |                      |
| <b>Other supporting services</b>                                 |                              |                      |                               |                      |
| Supplies and materials   | \$ 5,000                     | \$ 2,374             | \$ 2,626                      | \$ 590               |
| Total  | <u>5,000</u>                 | <u>2,374</u>         | <u>2,626</u>                  | <u>590</u>           |
| Total support services   | <u>10,015,098</u>            | <u>9,776,616</u>     | <u>238,482</u>                | <u>9,933,304</u>     |
| <b>Community services</b>  |                              |                      |                               |                      |
| Salaries   | 120,000                      | 88,250               | 31,750                        | 96,448               |
| Employee benefits  | 15,037                       | 17,122               | (2,085)                       | 14,794               |
| Purchased services   | 23,646                       | 20,520               | 3,126                         | 20,983               |
| Supplies and materials   | 42,025                       | 70,651               | (28,626)                      | 28,175               |
| Other objects  | <u>250</u>                   | <u>-</u>             | <u>250</u>                    | <u>-</u>             |
| Total community services   | <u>200,958</u>               | <u>196,543</u>       | <u>4,415</u>                  | <u>160,400</u>       |
| <b>Payments to other districts and governmental units</b>        |                              |                      |                               |                      |
| <b>Payments for Regular Programs - Tuition</b>                   |                              |                      |                               |                      |
| Other objects  | <u>250,000</u>               | <u>294,524</u>       | <u>(44,524)</u>               | <u>323,770</u>       |
| Total  | <u>250,000</u>               | <u>294,524</u>       | <u>(44,524)</u>               | <u>323,770</u>       |
| <b>Payments for special education programs - tuition</b>         |                              |                      |                               |                      |
| Other objects  | <u>1,000,000</u>             | <u>903,325</u>       | <u>96,675</u>                 | <u>979,020</u>       |
| Total  | <u>1,000,000</u>             | <u>903,325</u>       | <u>96,675</u>                 | <u>979,020</u>       |
| Total payments to other districts and governmental units         | <u>1,250,000</u>             | <u>1,197,849</u>     | <u>52,151</u>                 | <u>1,302,790</u>     |
| Total expenditures   | <u>33,066,264</u>            | <u>34,831,229</u>    | <u>(1,764,965)</u>            | <u>35,172,765</u>    |
| <b>Other financing sources (uses)</b>                            |                              |                      |                               |                      |
| Capital lease value  | -                            | 145,558              | 145,558                       | 519,040              |
| Permanent transfer from working cash accounts - abatement        | -                            | -                    | -                             | (1,000,000)          |
| Transfer to debt service fund to pay principal on capital leases | -                            | (186,695)            | (186,695)                     | (132,285)            |
| Transfer to debt service fund to pay interest on capital leases  | <u>-</u>                     | <u>(6,384)</u>       | <u>(6,384)</u>                | <u>-</u>             |
| Total other financing sources (uses)                             | <u>-</u>                     | <u>(47,521)</u>      | <u>(47,521)</u>               | <u>(613,245)</u>     |
| Net change in fund balance                                       | <u>\$ 246,899</u>            | 3,370,468            | <u>\$ 3,123,569</u>           | (1,144,506)          |
| Fund balance, beginning of year                                  |                              | <u>11,923,196</u>    |                               | <u>13,067,702</u>    |
| Fund balance, end of year  |                              | <u>\$ 15,293,664</u> |                               | <u>\$ 11,923,196</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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|   | 2018                         |                     | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL      |
|---|------------------------------|---------------------|-------------------------------|---------------------|
|   | ORIGINAL AND<br>FINAL BUDGET | ACTUAL              |                               |                     |
| <b>Revenues</b>   |                              |                     |                               |                     |
| <b>Local sources</b>  |                              |                     |                               |                     |
| General levy  | \$ 1,486,968                 | \$ 1,054,454        | \$ (432,514)                  | \$ 1,084,655        |
| Investment income   | 20,000                       | 31,831              | 11,831                        | 25,468              |
| Rentals   | 5,000                        | -                   | (5,000)                       | -                   |
| Total local sources   | <u>1,511,968</u>             | <u>1,086,285</u>    | <u>(425,683)</u>              | <u>1,110,123</u>    |
| <b>State sources</b>  |                              |                     |                               |                     |
| Evidence based funding formula  | <u>1,602,725</u>             | <u>1,602,725</u>    | <u>-</u>                      | <u>1,602,725</u>    |
| Total state sources   | <u>1,602,725</u>             | <u>1,602,725</u>    | <u>-</u>                      | <u>1,602,725</u>    |
| Total revenues  | <u>3,114,693</u>             | <u>2,689,010</u>    | <u>(425,683)</u>              | <u>2,712,848</u>    |
| <b>Expenditures</b>   |                              |                     |                               |                     |
| <b>Support services</b>   |                              |                     |                               |                     |
| <b>Business</b>   |                              |                     |                               |                     |
| <b>Operation and maintenance of plant services</b>                          |                              |                     |                               |                     |
| Salaries  | 1,219,738                    | 1,259,437           | (39,699)                      | 1,309,416           |
| Employee benefits   | 203,591                      | 197,964             | 5,627                         | 199,936             |
| Purchased services  | 443,110                      | 454,449             | (11,339)                      | 416,235             |
| Supplies and materials  | 899,750                      | 828,137             | 71,613                        | 872,344             |
| Capital outlay  | 2,348,504                    | 2,106,812           | 241,692                       | 1,904,950           |
| Other objects   | -                            | -                   | -                             | 20                  |
| Total   | <u>5,114,693</u>             | <u>4,846,799</u>    | <u>267,894</u>                | <u>4,702,901</u>    |
| Total business  | <u>5,114,693</u>             | <u>4,846,799</u>    | <u>267,894</u>                | <u>4,702,901</u>    |
| Total support services  | <u>5,114,693</u>             | <u>4,846,799</u>    | <u>267,894</u>                | <u>4,702,901</u>    |
| Total expenditures  | <u>5,114,693</u>             | <u>4,846,799</u>    | <u>267,894</u>                | <u>4,702,901</u>    |
| <b>Other financing sources (uses)</b>                                       |                              |                     |                               |                     |
| Permanent transfer from general fund<br>(working cash accounts) - abatement | <u>-</u>                     | <u>-</u>            | <u>-</u>                      | <u>1,000,000</u>    |
| Total other financing sources (uses)  | <u>-</u>                     | <u>-</u>            | <u>-</u>                      | <u>1,000,000</u>    |
| Net change in fund balance  | <u>\$ (2,000,000)</u>        | <u>(2,157,789)</u>  | <u>\$ (157,789)</u>           | <u>(990,053)</u>    |
| Fund balance, beginning of year   |                              | <u>3,979,984</u>    |                               | <u>4,970,037</u>    |
| Fund balance, end of year   |                              | <u>\$ 1,822,195</u> |                               | <u>\$ 3,979,984</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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|                                      | 2018                         |                     | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL    |
|--------------------------------------|------------------------------|---------------------|-------------------------------|-------------------|
|                                      | ORIGINAL AND<br>FINAL BUDGET | ACTUAL              |                               |                   |
| <b>Revenues</b>                      |                              |                     |                               |                   |
| <b>Local sources</b>                 |                              |                     |                               |                   |
| General levy                         | \$ 846,950                   | \$ 1,046,247        | \$ 199,297                    | \$ 842,780        |
| Investment income                    | 3,000                        | 6,673               | 3,673                         | 4,304             |
| Other local fees                     | 1,500                        | 49,088              | 47,588                        | 12,006            |
| Other                                | 5,000                        | -                   | (5,000)                       | -                 |
| Total local sources                  | <u>856,450</u>               | <u>1,102,008</u>    | <u>245,558</u>                | <u>859,090</u>    |
| <b>State sources</b>                 |                              |                     |                               |                   |
| Evidence based funding formula       | -                            | -                   | -                             | 402,009           |
| Transportation - regular/vocational  | 257,020                      | 848,821             | 591,801                       | 257,020           |
| Transportation - special education   | 497,989                      | 542,346             | 44,357                        | 387,350           |
| Total state sources                  | <u>755,009</u>               | <u>1,391,167</u>    | <u>636,158</u>                | <u>1,046,379</u>  |
| Total revenues                       | <u>1,611,459</u>             | <u>2,493,175</u>    | <u>881,716</u>                | <u>1,905,469</u>  |
| <b>Expenditures</b>                  |                              |                     |                               |                   |
| <b>Support Services</b>              |                              |                     |                               |                   |
| <b>Business</b>                      |                              |                     |                               |                   |
| <b>Pupil transportation services</b> |                              |                     |                               |                   |
| Salaries                             | 10,666                       | 10,672              | (6)                           | 10,668            |
| Employee benefits                    | 20                           | 15                  | 5                             | 15                |
| Purchased services                   | 1,822,500                    | 2,092,113           | (269,613)                     | 1,832,423         |
| Total                                | <u>1,833,186</u>             | <u>2,102,800</u>    | <u>(269,614)</u>              | <u>1,843,106</u>  |
| Total business                       | <u>1,833,186</u>             | <u>2,102,800</u>    | <u>(269,614)</u>              | <u>1,843,106</u>  |
| Total support services               | <u>1,833,186</u>             | <u>2,102,800</u>    | <u>(269,614)</u>              | <u>1,843,106</u>  |
| Total expenditures                   | <u>1,833,186</u>             | <u>2,102,800</u>    | <u>(269,614)</u>              | <u>1,843,106</u>  |
| Net change in fund balance           | <u>\$ (221,727)</u>          | 390,375             | <u>\$ 612,102</u>             | 62,363            |
| Fund balance, beginning of year      |                              | <u>679,392</u>      |                               | <u>617,029</u>    |
| Fund balance, end of year            |                              | <u>\$ 1,069,767</u> |                               | <u>\$ 679,392</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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|   | 2018                         |                |                               | 2017<br>ACTUAL   |
|---|------------------------------|----------------|-------------------------------|------------------|
|   | ORIGINAL AND<br>FINAL BUDGET | ACTUAL         | VARIANCE WITH<br>FINAL BUDGET |                  |
| <b>Revenues</b>                               |                              |                |                               |                  |
| <b>Local sources</b>                          |                              |                |                               |                  |
| General levy                                  | \$ 695,000                   | \$ 381,990     | \$ (313,010)                  | \$ 707,678       |
| Social security/Medicare only levy            | 695,000                      | 381,990        | (313,010)                     | 707,678          |
| Corporate personal property replacement taxes | -                            | 15,661         | 15,661                        | 16,640           |
| Investment income                             | 4,000                        | 18,450         | 14,450                        | 8,517            |
| Total local sources                           | <u>1,394,000</u>             | <u>798,091</u> | <u>(595,909)</u>              | <u>1,440,513</u> |
| Total revenues                                | <u>1,394,000</u>             | <u>798,091</u> | <u>(595,909)</u>              | <u>1,440,513</u> |
| <b>Expenditures</b>                           |                              |                |                               |                  |
| <b>Instruction</b>                            |                              |                |                               |                  |
| Regular programs                              | 224,506                      | 212,684        | 11,822                        | 229,495          |
| Pre-K programs                                | 40,559                       | 28,242         | 12,317                        | 26,519           |
| Special education programs                    | 47,892                       | 58,632         | (10,740)                      | 44,973           |
| Special education Pre-K programs              | -                            | 8,116          | (8,116)                       | -                |
| Summer school programs                        | 1,872                        | 2,968          | (1,096)                       | 2,597            |
| Employee benefits                             | 5,138                        | -              | 5,138                         | -                |
| Bilingual programs                            | 798                          | 1,722          | (924)                         | 884              |
| Total instruction                             | <u>320,765</u>               | <u>312,364</u> | <u>8,401</u>                  | <u>304,468</u>   |
| <b>Support services</b>                       |                              |                |                               |                  |
| <b>Pupils</b>                                 |                              |                |                               |                  |
| Attendance and social work services           | 15,711                       | 14,466         | 1,245                         | 15,995           |
| Health services                               | 31,836                       | 24,278         | 7,558                         | 31,800           |
| Psychological services                        | 2,638                        | 2,668          | (30)                          | 2,637            |
| Speech pathology and audiology services       | 1,069                        | 1,048          | 21                            | 1,065            |
| Other support services - pupils               | 1,643                        | 1,531          | 112                           | 1,615            |
| Total pupils                                  | <u>52,897</u>                | <u>43,991</u>  | <u>8,906</u>                  | <u>53,112</u>    |
| <b>Instructional staff</b>                    |                              |                |                               |                  |
| Improvement of instructional staff            | 12,461                       | 13,661         | (1,200)                       | 11,654           |
| Educational media services                    | 45,356                       | 31,975         | 13,381                        | 41,467           |
| Total instructional staff                     | <u>57,817</u>                | <u>45,636</u>  | <u>12,181</u>                 | <u>53,121</u>    |
| <b>General administration</b>                 |                              |                |                               |                  |
| Board of education services                   | 2,425                        | 2,430          | (5)                           | 2,421            |
| Executive administration services             | 10,373                       | 11,716         | (1,343)                       | 11,558           |
| Special area administration services          | 9,358                        | 8,882          | 476                           | 9,057            |
| Total general administration                  | <u>22,156</u>                | <u>23,028</u>  | <u>(872)</u>                  | <u>23,036</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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|   | 2018                         |                     |                               | 2017<br>ACTUAL      |
|---|------------------------------|---------------------|-------------------------------|---------------------|
|   | ORIGINAL AND<br>FINAL BUDGET | ACTUAL              | VARIANCE WITH<br>FINAL BUDGET |                     |
| <b>School administration</b>                    |                              |                     |                               |                     |
| Office of the principal services                | \$ 66,535                    | \$ 55,743           | \$ 10,792                     | \$ 64,064           |
| Total school administration                     | <u>66,535</u>                | <u>55,743</u>       | <u>10,792</u>                 | <u>64,064</u>       |
| <b>Business</b>                                 |                              |                     |                               |                     |
| Direction of business support services          | 28,616                       | 25,660              | 2,956                         | 38,084              |
| Operations and maintenance of plant<br>services | 214,953                      | 190,395             | 24,558                        | 206,661             |
| Pupil transportation services                   | 1,837                        | 1,706               | 131                           | 1,763               |
| Food services                                   | <u>68,468</u>                | <u>65,610</u>       | <u>2,858</u>                  | <u>61,337</u>       |
| Total business                                  | <u>313,874</u>               | <u>283,371</u>      | <u>30,503</u>                 | <u>307,845</u>      |
| <b>Central</b>                                  |                              |                     |                               |                     |
| Staff services                                  | 16,317                       | 12,789              | 3,528                         | 15,617              |
| Data processing services                        | <u>76,978</u>                | <u>70,667</u>       | <u>6,311</u>                  | <u>70,137</u>       |
| Total central                                   | <u>93,295</u>                | <u>83,456</u>       | <u>9,839</u>                  | <u>85,754</u>       |
| Total support services                          | <u>606,574</u>               | <u>535,225</u>      | <u>71,349</u>                 | <u>586,932</u>      |
| <b>Community services</b>                       |                              |                     |                               |                     |
|   | <u>8,897</u>                 | <u>9,769</u>        | <u>(872)</u>                  | <u>7,928</u>        |
| Total expenditures                              | <u>936,236</u>               | <u>857,358</u>      | <u>78,878</u>                 | <u>899,328</u>      |
| Net change in fund balance                      | <u>\$ 457,764</u>            | <u>(59,267)</u>     | <u>\$ (517,031)</u>           | 541,185             |
| Fund balance, beginning of year                 |                              | <u>1,572,272</u>    |                               | <u>1,031,087</u>    |
| Fund balance, end of year                       |                              | <u>\$ 1,513,005</u> |                               | <u>\$ 1,572,272</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, 2018

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|   | 2018                         |                   | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL    |
|---|------------------------------|-------------------|-------------------------------|-------------------|
|   | ORIGINAL AND<br>FINAL BUDGET | ACTUAL            |                               |                   |
| <b>Revenues</b>   |                              |                   |                               |                   |
| <b>Local sources</b>  |                              |                   |                               |                   |
| General levy  | \$ 2,944,085                 | \$ 3,274,293      | \$ 330,208                    | \$ 2,986,477      |
| Investment income   | <u>5,000</u>                 | <u>5,900</u>      | <u>900</u>                    | <u>5,496</u>      |
| Total local sources   | <u>2,949,085</u>             | <u>3,280,193</u>  | <u>331,108</u>                | <u>2,991,973</u>  |
| Total revenues  | <u>2,949,085</u>             | <u>3,280,193</u>  | <u>331,108</u>                | <u>2,991,973</u>  |
| <b>Expenditures</b>   |                              |                   |                               |                   |
| <b>Debt services</b>  |                              |                   |                               |                   |
| <b>Interest on short term debt</b>                          |                              |                   |                               |                   |
| Other interest on short term debt                           | <u>38,270</u>                | <u>-</u>          | <u>38,270</u>                 | <u>-</u>          |
| Total   | <u>38,270</u>                | <u>-</u>          | <u>38,270</u>                 | <u>-</u>          |
| <b>Payments on long term debt</b>                           |                              |                   |                               |                   |
| Interest on long term debt                                  | 1,605,075                    | 2,206,390         | (601,315)                     | 2,191,371         |
| Principal payments on long term debt                        | <u>955,090</u>               | <u>1,271,572</u>  | <u>(316,482)</u>              | <u>1,210,636</u>  |
| Total   | <u>2,560,165</u>             | <u>3,477,962</u>  | <u>(917,797)</u>              | <u>3,402,007</u>  |
| <b>Other debt service</b>                                   |                              |                   |                               |                   |
| Issuance costs  | <u>1,000</u>                 | <u>-</u>          | <u>1,000</u>                  | <u>491</u>        |
| Total   | <u>1,000</u>                 | <u>-</u>          | <u>1,000</u>                  | <u>491</u>        |
| Total debt services   | <u>2,599,435</u>             | <u>3,477,962</u>  | <u>(878,527)</u>              | <u>3,402,498</u>  |
| Total expenditures  | <u>2,599,435</u>             | <u>3,477,962</u>  | <u>(878,527)</u>              | <u>3,402,498</u>  |
| Excess (deficiency) of revenues over expenditures           | <u>349,650</u>               | <u>(197,769)</u>  | <u>(547,419)</u>              | <u>(410,525)</u>  |
| <b>Other financing sources (uses)</b>                       |                              |                   |                               |                   |
| Transfer to debt service to pay principal on capital leases | -                            | 186,695           | 186,695                       | 132,285           |
| Transfer to debt service to pay interest on capital leases  | <u>-</u>                     | <u>6,384</u>      | <u>6,384</u>                  | <u>-</u>          |
| Total other financing sources (uses)                        | <u>-</u>                     | <u>193,079</u>    | <u>193,079</u>                | <u>132,285</u>    |
| Net change in fund balance                                  | <u>\$ 349,650</u>            | <u>(4,690)</u>    | <u>\$ (354,340)</u>           | <u>(278,240)</u>  |
| Fund balance, beginning of year                             |                              | <u>793,240</u>    |                               | <u>1,071,480</u>  |
| Fund balance, end of year                                   |                              | <u>\$ 788,550</u> |                               | <u>\$ 793,240</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, 2018

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |             | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL |
|--|------------------------------|-------------|-------------------------------|----------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL      |                               |                |
| <b>Revenues</b>                                      |                              |             |                               |                |
| <b>Local sources</b>                                 |                              |             |                               |                |
| Investment income                                    | \$ 100                       | \$ -        | \$ (100)                      | \$ -           |
| Total local sources                                  | <u>100</u>                   | <u>-</u>    | <u>(100)</u>                  | <u>-</u>       |
| Total revenues                                       | <u>100</u>                   | <u>-</u>    | <u>(100)</u>                  | <u>-</u>       |
| <b>Expenditures</b>                                  |                              |             |                               |                |
| Total expenditures                                   | <u>-</u>                     | <u>-</u>    | <u>-</u>                      | <u>-</u>       |
| Excess (deficiency) of revenues over<br>expenditures | <u>100</u>                   | <u>-</u>    | <u>(100)</u>                  | <u>-</u>       |
| Net change in fund balance                           | <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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |                   | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL    |
|--|------------------------------|-------------------|-------------------------------|-------------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL            |                               |                   |
| <b>Revenues</b>                                    |                              |                   |                               |                   |
| <b>Local sources</b>                               |                              |                   |                               |                   |
| Investment income                                  | \$ 500                       | \$ 1,948          | \$ 1,448                      | \$ 595            |
| Total local sources                                | <u>500</u>                   | <u>1,948</u>      | <u>1,448</u>                  | <u>595</u>        |
| <b>State sources</b>                               |                              |                   |                               |                   |
| Other restricted revenue from state sources        | <u>65,000</u>                | <u>-</u>          | <u>(65,000)</u>               | <u>65,225</u>     |
| Total state sources                                | <u>65,000</u>                | <u>-</u>          | <u>(65,000)</u>               | <u>65,225</u>     |
| Total revenues                                     | <u>65,500</u>                | <u>1,948</u>      | <u>(63,552)</u>               | <u>65,820</u>     |
| <b>Expenditures</b>                                |                              |                   |                               |                   |
| <b>Support services</b>                            |                              |                   |                               |                   |
| <b>Business</b>                                    |                              |                   |                               |                   |
| <b>Operation and maintenance of plant services</b> |                              |                   |                               |                   |
| Capital outlay                                     | <u>-</u>                     | <u>-</u>          | <u>-</u>                      | <u>3,268</u>      |
| Total  | <u>-</u>                     | <u>-</u>          | <u>-</u>                      | <u>3,268</u>      |
| Total business                                     | <u>-</u>                     | <u>-</u>          | <u>-</u>                      | <u>3,268</u>      |
| Total support services                             | <u>-</u>                     | <u>-</u>          | <u>-</u>                      | <u>3,268</u>      |
| Total expenditures                                 | <u>-</u>                     | <u>-</u>          | <u>-</u>                      | <u>3,268</u>      |
| Net change in fund balance                         | <u>\$ 65,500</u>             | 1,948             | <u>\$ (63,552)</u>            | 62,552            |
| Fund balance, beginning of year                    |                              | <u>168,122</u>    |                               | <u>105,570</u>    |
| Fund balance, end of year                          |                              | <u>\$ 170,070</u> |                               | <u>\$ 168,122</u> |

**PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144**

**GENERAL FUND**

COMBINING BALANCE SHEET - MODIFIED CASH BASIS

AS OF JUNE 30, 2018

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|                                     | EDUCATIONAL<br>ACCOUNTS | WORKING CASH<br>ACCOUNTS | TOTAL                |
|-------------------------------------|-------------------------|--------------------------|----------------------|
| <b>Assets</b>                       |                         |                          |                      |
| Cash                                | \$ 8,529,554            | \$ 6,556,789             | \$ 15,086,343        |
| Total assets                        | <u>\$ 8,529,554</u>     | <u>\$ 6,556,789</u>      | <u>\$ 15,086,343</u> |
| <b>Liabilities and fund balance</b> |                         |                          |                      |
| <b>Liabilities</b>                  |                         |                          |                      |
| Payroll deductions payable          | \$ (207,321)            | \$ -                     | \$ (207,321)         |
| Total liabilities                   | <u>(207,321)</u>        | <u>-</u>                 | <u>(207,321)</u>     |
| <b>Fund balance</b>                 |                         |                          |                      |
| Unassigned                          | <u>8,736,875</u>        | <u>6,556,789</u>         | <u>15,293,664</u>    |
| Total fund balance                  | <u>8,736,875</u>        | <u>6,556,789</u>         | <u>15,293,664</u>    |
| Total liabilities and fund balance  | <u>\$ 8,529,554</u>     | <u>\$ 6,556,789</u>      | <u>\$ 15,086,343</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, 2018

|   | EDUCATIONAL<br>ACCOUNTS | WORKING CASH<br>ACCOUNTS | TOTAL                |
|---|-------------------------|--------------------------|----------------------|
| <b>Revenues</b>                                   |                         |                          |                      |
| Property taxes                                    | \$ 7,304,544            | \$ -                     | \$ 7,304,544         |
| Corporate personal property<br>replacement taxes  | 147,264                 | -                        | 147,264              |
| State aid   | 27,205,408              | -                        | 27,205,408           |
| Federal aid                                       | 3,381,559               | -                        | 3,381,559            |
| Investment income                                 | 62,308                  | 76,988                   | 139,296              |
| Other   | 71,147                  | -                        | 71,147               |
|   | <u>38,172,230</u>       | <u>76,988</u>            | <u>38,249,218</u>    |
| Total revenues                                    |                         |                          |                      |
| <b>Expenditures</b>                               |                         |                          |                      |
| Current:  |                         |                          |                      |
| Instruction:                                      |                         |                          |                      |
| Regular programs                                  | 10,700,106              | -                        | 10,700,106           |
| Special programs                                  | 2,883,280               | -                        | 2,883,280            |
| Other instructional programs                      | 792,459                 | -                        | 792,459              |
| State retirement contributions                    | 9,216,544               | -                        | 9,216,544            |
| Support Services:                                 |                         |                          |                      |
| Pupils  | 1,969,374               | -                        | 1,969,374            |
| Instructional staff                               | 1,255,472               | -                        | 1,255,472            |
| General administration                            | 1,466,871               | -                        | 1,466,871            |
| School administration                             | 1,343,072               | -                        | 1,343,072            |
| Business  | 2,112,117               | -                        | 2,112,117            |
| Operations and maintenance                        | 5,134                   | -                        | 5,134                |
| Central   | 1,373,418               | -                        | 1,373,418            |
| Other supporting services                         | 2,374                   | -                        | 2,374                |
| Community services                                | 196,543                 | -                        | 196,543              |
| Payments to other districts and gov't units       | 1,197,849               | -                        | 1,197,849            |
| Capital outlay                                    | 316,616                 | -                        | 316,616              |
|   | <u>34,831,229</u>       | <u>-</u>                 | <u>34,831,229</u>    |
| Total expenditures                                |                         |                          |                      |
| Excess (deficiency) of revenues over expenditures | <u>3,341,001</u>        | <u>76,988</u>            | <u>3,417,989</u>     |
| <b>Other financing sources (uses)</b>             |                         |                          |                      |
| Transfers (out)                                   | (193,079)               | -                        | (193,079)            |
| Capital lease value                               | 145,558                 | -                        | 145,558              |
|   | <u>(47,521)</u>         | <u>-</u>                 | <u>(47,521)</u>      |
| Total other financing sources (uses)              |                         |                          |                      |
| Net change in fund balance                        | 3,293,480               | 76,988                   | 3,370,468            |
| Fund balance, beginning of year                   | <u>5,443,395</u>        | <u>6,479,801</u>         | <u>11,923,196</u>    |
| Fund balance, end of year                         | <u>\$ 8,736,875</u>     | <u>\$ 6,556,789</u>      | <u>\$ 15,293,664</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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |                   | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL    |
|--|------------------------------|-------------------|-------------------------------|-------------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL            |                               |                   |
| <b>Revenues</b>  |                              |                   |                               |                   |
| <b>Local sources</b>   |                              |                   |                               |                   |
| General levy   | \$ 7,677,255                 | \$ 7,304,544      | \$ (372,711)                  | \$ 6,931,683      |
| Corporate personal property replacement taxes                  | 180,000                      | 147,264           | (32,736)                      | 178,073           |
| Investment income  | 15,000                       | 62,308            | 47,308                        | 41,386            |
| Sales to adults  | -                            | 1,058             | 1,058                         | -                 |
| Rentals - regular textbook                                     | 7,000                        | 7,238             | 238                           | 6,843             |
| Rentals - other  | 5,000                        | -                 | (5,000)                       | -                 |
| Contributions and donations from private sources               | 1,500                        | -                 | (1,500)                       | 1,805             |
| Refund of prior years' expenditures                            | 1,500                        | -                 | (1,500)                       | 1,299             |
| Proceed's from vendor contracts                                | 1,000                        | -                 | (1,000)                       | -                 |
| Other local fees   | 2,065                        | 29,620            | 27,555                        | 2,091             |
| Other  | 15,000                       | 33,231            | 18,231                        | 51,378            |
| Total local sources  | <u>7,905,320</u>             | <u>7,585,263</u>  | <u>(320,057)</u>              | <u>7,214,558</u>  |
| <b>State sources</b>   |                              |                   |                               |                   |
| Evidence based funding formula                                 | 13,005,124                   | 15,071,495        | 2,066,371                     | 12,789,389        |
| Special education - private facility tuition                   | 13,000                       | 59,375            | 46,375                        | 12,584            |
| Special education - extraordinary                              | 280,000                      | 188,811           | (91,189)                      | 283,863           |
| Special education - personnel                                  | 13,000                       | 108,667           | 95,667                        | 131,458           |
| Special education - orphanage - individual                     | 108,666                      | 177,951           | 69,285                        | 85,385            |
| Special education - orphanage - summer                         | 3,500                        | 6,771             | 3,271                         | -                 |
| Special education - summer school                              | -                            | 16,554            | 16,554                        | -                 |
| Bilingual education - downstate - TPI                          | 10,000                       | 34,667            | 24,667                        | 8,773             |
| State free lunch & breakfast                                   | 15,000                       | 26,902            | 11,902                        | 6,799             |
| Early childhood - block grant                                  | 1,544,800                    | 2,296,092         | 751,292                       | 176,245           |
| Other restricted revenue from state sources                    | -                            | 1,579             | 1,579                         | (160)             |
| On behalf payment to TRS from the state                        | 6,698,221                    | 9,216,544         | 2,518,323                     | 9,755,572         |
| Total state sources  | <u>21,691,311</u>            | <u>27,205,408</u> | <u>5,514,097</u>              | <u>23,249,908</u> |
| <b>Federal sources</b>   |                              |                   |                               |                   |
| National school lunch program                                  | 1,000,000                    | 1,084,605         | 84,605                        | 1,158,087         |
| School breakfast program                                       | 350,000                      | 340,829           | (9,171)                       | 359,238           |
| Summer food service admin/program                              | 29,881                       | 29,882            | 1                             | 25,670            |
| Fresh Fruits and Vegetables Grant                              | 85,000                       | 78,660            | (6,340)                       | 74,280            |
| Food service - other   | -                            | 122,346           | 122,346                       | 78,028            |
| Title I - Low income   | 1,242,436                    | 724,121           | (518,315)                     | 1,555,114         |
| Federal - special education - preschool flow-through           | 25,491                       | 17,119            | (8,372)                       | 34,348            |
| Federal - special education - IDEA - flow-through/low incident | 575,925                      | 553,757           | (22,168)                      | 535,907           |
| Race to the top  | -                            | -                 | -                             | 23,356            |
| Title III - English language acquisition                       | 10,000                       | 6,534             | (3,466)                       | 8,726             |
| Title II - Teacher quality                                     | 202,799                      | 151,606           | (51,193)                      | 86,292            |

**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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|   | 2018                         |                   | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL    |
|---|------------------------------|-------------------|-------------------------------|-------------------|
|   | ORIGINAL AND<br>FINAL BUDGET | ACTUAL            |                               |                   |
| Medicaid matching funds - administrative outreach | \$ 75,000                    | \$ 137,028        | \$ 62,028                     | \$ 38,609         |
| Medicaid matching funds - fee-for-service program | 85,000                       | 94,012            | 9,012                         | 143,238           |
| Other restricted revenue from federal sources     | -                            | 41,060            | 41,060                        | -                 |
| Total federal sources                             | <u>3,681,532</u>             | <u>3,381,559</u>  | <u>(299,973)</u>              | <u>4,120,893</u>  |
| Total revenues                                    | <u>33,278,163</u>            | <u>38,172,230</u> | <u>4,894,067</u>              | <u>34,585,359</u> |
| <b>Expenditures</b>                               |                              |                   |                               |                   |
| <b>Instruction</b>                                |                              |                   |                               |                   |
| <b>Regular programs</b>                           |                              |                   |                               |                   |
| Salaries  | 9,619,021                    | 8,715,466         | 903,555                       | 8,031,719         |
| Employee benefits                                 | 1,469,718                    | 1,298,314         | 171,404                       | 1,205,251         |
| On-behalf payments to TRS from the state          | 6,698,221                    | 9,216,544         | (2,518,323)                   | 9,755,572         |
| Purchased services                                | 314,574                      | 328,347           | (13,773)                      | 612,011           |
| Supplies and materials                            | 715,213                      | 357,979           | 357,234                       | 424,335           |
| Capital outlay                                    | 136,000                      | 67,832            | 68,168                        | 65,934            |
| Other objects                                     | 2,000                        | -                 | 2,000                         | 33                |
| Total   | <u>18,954,747</u>            | <u>19,984,482</u> | <u>(1,029,735)</u>            | <u>20,094,855</u> |
| <b>Pre-K programs</b>                             |                              |                   |                               |                   |
| Salaries  | 359,637                      | 210,471           | 149,166                       | 276,737           |
| Employee benefits                                 | 67,182                       | 37,220            | 29,962                        | 52,367            |
| Purchased services                                | 10,007                       | 299,315           | (289,308)                     | 4,862             |
| Supplies and materials                            | 253,000                      | 81,347            | 171,653                       | 240,516           |
| Total   | <u>689,826</u>               | <u>628,353</u>    | <u>61,473</u>                 | <u>574,482</u>    |
| <b>Special education programs</b>                 |                              |                   |                               |                   |
| Salaries  | 1,515,733                    | 2,346,322         | (830,589)                     | 2,573,405         |
| Employee benefits                                 | 191,807                      | 382,643           | (190,836)                     | 390,537           |
| Purchased services                                | 5,000                        | 8,883             | (3,883)                       | 4,225             |
| Supplies and materials                            | 15,500                       | 38,656            | (23,156)                      | 21,220            |
| Total   | <u>1,728,040</u>             | <u>2,776,504</u>  | <u>(1,048,464)</u>            | <u>2,989,387</u>  |
| <b>Special education programs Pre-K</b>           |                              |                   |                               |                   |
| Salaries  | -                            | 90,334            | (90,334)                      | -                 |
| Employee benefits                                 | -                            | 16,442            | (16,442)                      | -                 |
| Total   | <u>-</u>                     | <u>106,776</u>    | <u>(106,776)</u>              | <u>-</u>          |
| <b>Interscholastic programs</b>                   |                              |                   |                               |                   |
| Purchased services                                | 14,000                       | 16,839            | (2,839)                       | 4,098             |
| Other objects                                     | 1,000                        | 1,515             | (515)                         | 790               |
| Total   | <u>15,000</u>                | <u>18,354</u>     | <u>(3,354)</u>                | <u>4,888</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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |            | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL |
|--|------------------------------|------------|-------------------------------|----------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL     |                               |                |
| <b>Summer school programs</b>              |                              |            |                               |                |
| Salaries                                   | \$ -                         | \$ 110,114 | \$ (110,114)                  | \$ 93,960      |
| Employee benefits                          | -                            | 2,357      | (2,357)                       | 1,210          |
| Total                                      | -                            | 112,471    | (112,471)                     | 95,170         |
| <b>Driver's education programs</b>         |                              |            |                               |                |
| Salaries                                   | 168,670                      | -          | 168,670                       | -              |
| Employee benefits                          | 2,153                        | -          | 2,153                         | -              |
| Total                                      | 170,823                      | -          | 170,823                       | -              |
| <b>Bilingual programs</b>                  |                              |            |                               |                |
| Salaries                                   | 36,554                       | 32,697     | 3,857                         | 13,823         |
| Employee benefits                          | 115                          | 584        | (469)                         | 285            |
| Supplies and materials                     | 5,103                        | -          | 5,103                         | 3,381          |
| Total                                      | 41,772                       | 33,281     | 8,491                         | 17,489         |
| Total instruction                          | 21,600,208                   | 23,660,221 | (2,060,013)                   | 23,776,271     |
| <b>Support services</b>                    |                              |            |                               |                |
| <b>Pupils</b>                              |                              |            |                               |                |
| <b>Attendance and social work services</b> |                              |            |                               |                |
| Salaries                                   | 604,007                      | 546,013    | 57,994                        | 593,047        |
| Employee benefits                          | 99,661                       | 85,729     | 13,932                        | 97,613         |
| Purchased services                         | 190,403                      | 224,052    | (33,649)                      | 186,339        |
| Supplies and materials                     | 5,000                        | 9,202      | (4,202)                       | 1,260          |
| Total                                      | 899,071                      | 864,996    | 34,075                        | 878,259        |
| <b>Health services</b>                     |                              |            |                               |                |
| Salaries                                   | 243,977                      | 215,100    | 28,877                        | 249,993        |
| Employee benefits                          | 51,730                       | 20,382     | 31,348                        | 50,723         |
| Purchased services                         | 242,206                      | 288,348    | (46,142)                      | 246,280        |
| Supplies and materials                     | 10,000                       | 9,443      | 557                           | 6,498          |
| Total                                      | 547,913                      | 533,273    | 14,640                        | 553,494        |
| <b>Psychological services</b>              |                              |            |                               |                |
| Salaries                                   | 194,585                      | 193,536    | 1,049                         | 190,159        |
| Employee benefits                          | 24,301                       | 24,283     | 18                            | 23,716         |
| Purchased services                         | 200                          | 1,590      | (1,390)                       | 582            |
| Supplies and materials                     | 5,000                        | 1,582      | 3,418                         | 3,417          |
| Total                                      | 224,086                      | 220,991    | 3,095                         | 217,874        |

**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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |                  | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL   |
|--|------------------------------|------------------|-------------------------------|------------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL           |                               |                  |
| <b>Speech pathology and audiology services</b> |                              |                  |                               |                  |
| Salaries                                       | \$ 76,496                    | \$ 76,245        | \$ 251                        | \$ 76,733        |
| Employee benefits                              | -                            | 9,244            | (9,244)                       | 8,522            |
| Purchased services                             | 185,500                      | 253,063          | (67,563)                      | 185,948          |
| Supplies and materials                         | <u>2,000</u>                 | <u>-</u>         | <u>2,000</u>                  | <u>-</u>         |
| Total  | <u>263,996</u>               | <u>338,552</u>   | <u>(74,556)</u>               | <u>271,203</u>   |
| <b>Other support services - pupils</b>         |                              |                  |                               |                  |
| Salaries                                       | <u>12,000</u>                | <u>11,562</u>    | <u>438</u>                    | <u>11,767</u>    |
| Total  | <u>12,000</u>                | <u>11,562</u>    | <u>438</u>                    | <u>11,767</u>    |
| Total pupils                                   | <u>1,947,066</u>             | <u>1,969,374</u> | <u>(22,308)</u>               | <u>1,932,597</u> |
| <b>Instructional staff</b>                     |                              |                  |                               |                  |
| <b>Improvement of instructional services</b>   |                              |                  |                               |                  |
| Salaries                                       | 344,119                      | 452,105          | (107,986)                     | 304,687          |
| Employee benefits                              | 84,475                       | 85,655           | (1,180)                       | 71,785           |
| Purchased services                             | 419,715                      | 428,035          | (8,320)                       | 398,955          |
| Supplies and materials                         | <u>13,000</u>                | <u>4,379</u>     | <u>8,621</u>                  | <u>27,689</u>    |
| Total  | <u>861,309</u>               | <u>970,174</u>   | <u>(108,865)</u>              | <u>803,116</u>   |
| <b>Educational media services</b>              |                              |                  |                               |                  |
| Salaries                                       | 319,488                      | 247,921          | 71,567                        | 361,260          |
| Employee benefits                              | 57,359                       | 27,330           | 30,029                        | 44,407           |
| Supplies and materials                         | 34,250                       | 9,250            | 25,000                        | 10,522           |
| Capital outlay                                 | <u>172,500</u>               | <u>-</u>         | <u>172,500</u>                | <u>618,657</u>   |
| Total  | <u>583,597</u>               | <u>284,501</u>   | <u>299,096</u>                | <u>1,034,846</u> |
| <b>Assessment and testing</b>                  |                              |                  |                               |                  |
| Supplies and materials                         | 82,370                       | -                | 82,370                        | 82,690           |
| Other objects                                  | <u>2,500</u>                 | <u>797</u>       | <u>1,703</u>                  | <u>903</u>       |
| Total  | <u>84,870</u>                | <u>797</u>       | <u>84,073</u>                 | <u>83,593</u>    |
| Total instructional staff                      | <u>1,529,776</u>             | <u>1,255,472</u> | <u>274,304</u>                | <u>1,921,555</u> |
| <b>General administration</b>                  |                              |                  |                               |                  |
| <b>Board of education services</b>             |                              |                  |                               |                  |
| Salaries                                       | 1,100                        | 1,200            | (100)                         | 1,100            |
| Purchased services                             | 329,600                      | 331,708          | (2,108)                       | 382,723          |
| Supplies and materials                         | 10,750                       | 11,622           | (872)                         | 12,793           |
| Other objects                                  | <u>32,500</u>                | <u>32,799</u>    | <u>(299)</u>                  | <u>21,345</u>    |
| Total  | <u>373,950</u>               | <u>377,329</u>   | <u>(3,379)</u>                | <u>417,961</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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|   | 2018                         |                  | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL   |
|---|------------------------------|------------------|-------------------------------|------------------|
|   | ORIGINAL AND<br>FINAL BUDGET | ACTUAL           |                               |                  |
| <b>Executive administration services</b>      |                              |                  |                               |                  |
| Salaries                                      | \$ 237,750                   | \$ 239,728       | \$ (1,978)                    | \$ 233,668       |
| Employee benefits                             | 70,758                       | 75,851           | (5,093)                       | 68,712           |
| Purchased services                            | 7,700                        | 7,487            | 213                           | 4,659            |
| Supplies and materials                        | 14,300                       | 12,036           | 2,264                         | 22,051           |
| Other objects                                 | <u>6,000</u>                 | <u>8,413</u>     | <u>(2,413)</u>                | <u>3,817</u>     |
| Total   | <u>336,508</u>               | <u>343,515</u>   | <u>(7,007)</u>                | <u>332,907</u>   |
| <b>Special area administration services</b>   |                              |                  |                               |                  |
| Salaries                                      | 229,398                      | 229,935          | (537)                         | 225,051          |
| Employee benefits                             | 46,738                       | 51,266           | (4,528)                       | 46,350           |
| Purchased services                            | 13,000                       | 12,705           | 295                           | 11,631           |
| Supplies and materials                        | 3,000                        | 85               | 2,915                         | 5,326            |
| Other objects                                 | <u>3,000</u>                 | <u>4,940</u>     | <u>(1,940)</u>                | <u>1,757</u>     |
| Total   | <u>295,136</u>               | <u>298,931</u>   | <u>(3,795)</u>                | <u>290,115</u>   |
| <b>Tort immunity services</b>                 |                              |                  |                               |                  |
| Purchased services                            | <u>449,784</u>               | <u>447,096</u>   | <u>2,688</u>                  | <u>344,607</u>   |
| Total   | <u>449,784</u>               | <u>447,096</u>   | <u>2,688</u>                  | <u>344,607</u>   |
| Total general administration                  | <u>1,455,378</u>             | <u>1,466,871</u> | <u>(11,493)</u>               | <u>1,385,590</u> |
| <b>School administration</b>                  |                              |                  |                               |                  |
| <b>Office of the principal services</b>       |                              |                  |                               |                  |
| Salaries                                      | 1,182,370                    | 1,083,184        | 99,186                        | 1,159,065        |
| Employee benefits                             | 274,503                      | 245,308          | 29,195                        | 267,960          |
| Purchased services                            | 10,008                       | 9,891            | 117                           | 7,198            |
| Supplies and materials                        | 10,350                       | 2,899            | 7,451                         | 2,261            |
| Other objects                                 | <u>4,800</u>                 | <u>1,790</u>     | <u>3,010</u>                  | <u>809</u>       |
| Total   | <u>1,482,031</u>             | <u>1,343,072</u> | <u>138,959</u>                | <u>1,437,293</u> |
| Total school administration                   | <u>1,482,031</u>             | <u>1,343,072</u> | <u>138,959</u>                | <u>1,437,293</u> |
| <b>Business</b>                               |                              |                  |                               |                  |
| <b>Direction of business support services</b> |                              |                  |                               |                  |
| Salaries                                      | 346,096                      | 346,236          | (140)                         | 342,833          |
| Employee benefits                             | <u>73,549</u>                | <u>69,568</u>    | <u>3,981</u>                  | <u>52,851</u>    |
| Total   | <u>419,645</u>               | <u>415,804</u>   | <u>3,841</u>                  | <u>395,684</u>   |
| <b>Fiscal services</b>                        |                              |                  |                               |                  |
| Purchased services                            | 3,189                        | 525              | 2,664                         | 834              |
| Supplies and materials                        | 5,000                        | 897              | 4,103                         | 4,044            |
| Other objects                                 | <u>800</u>                   | <u>855</u>       | <u>(55)</u>                   | <u>728</u>       |
| Total   | <u>8,989</u>                 | <u>2,277</u>     | <u>6,712</u>                  | <u>5,606</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, 2018  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |                  |                               | 2017<br>ACTUAL   |
|--|------------------------------|------------------|-------------------------------|------------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL           | VARIANCE WITH<br>FINAL BUDGET |                  |
| <b>Operation and maintenance of plant services</b> |                              |                  |                               |                  |
| Salaries   | \$ 1,500                     | \$ -             | \$ 1,500                      | \$ 1,500         |
| Purchased services                                 | 3,150                        | 5,134            | (1,984)                       | 5,441            |
| Capital outlay                                     | <u>5,000</u>                 | <u>555</u>       | <u>4,445</u>                  | <u>-</u>         |
| Total  | <u>9,650</u>                 | <u>5,689</u>     | <u>3,961</u>                  | <u>6,941</u>     |
| <b>Food services</b>                               |                              |                  |                               |                  |
| Salaries   | 434,000                      | 458,795          | (24,795)                      | 409,421          |
| Employee benefits                                  | 25,979                       | 37,034           | (11,055)                      | 25,477           |
| Purchased services                                 | 15,698                       | 21,169           | (5,471)                       | 19,083           |
| Supplies and materials                             | 997,924                      | 1,108,471        | (110,547)                     | 1,091,239        |
| Capital outlay                                     | -                            | 41,894           | (41,894)                      | -                |
| Other objects                                      | <u>2,000</u>                 | <u>1,631</u>     | <u>369</u>                    | <u>2,458</u>     |
| Total  | <u>1,475,601</u>             | <u>1,668,994</u> | <u>(193,393)</u>              | <u>1,547,678</u> |
| <b>Internal services</b>                           |                              |                  |                               |                  |
| Purchased services                                 | 69,937                       | 66,231           | 3,706                         | 70,685           |
| Supplies and materials                             | 894                          | 705              | 189                           | 595              |
| Capital outlay                                     | <u>-</u>                     | <u>145,558</u>   | <u>(145,558)</u>              | <u>-</u>         |
| Total  | <u>70,831</u>                | <u>212,494</u>   | <u>(141,663)</u>              | <u>71,280</u>    |
| Total business                                     | <u>1,984,716</u>             | <u>2,305,258</u> | <u>(320,542)</u>              | <u>2,027,189</u> |
| <b>Central</b>                                     |                              |                  |                               |                  |
| <b>Information services</b>                        |                              |                  |                               |                  |
| Purchased services                                 | <u>-</u>                     | <u>3,394</u>     | <u>(3,394)</u>                | <u>-</u>         |
| Total  | <u>-</u>                     | <u>3,394</u>     | <u>(3,394)</u>                | <u>-</u>         |
| <b>Staff services</b>                              |                              |                  |                               |                  |
| Salaries   | 140,614                      | 82,969           | 57,645                        | 141,076          |
| Employee benefits                                  | 6,110                        | 6,571            | (461)                         | 11,908           |
| Purchased services                                 | 50,592                       | 55,894           | (5,302)                       | 46,140           |
| Supplies and materials                             | 21,294                       | 16,592           | 4,702                         | 12,273           |
| Other objects                                      | <u>1,091</u>                 | <u>1,079</u>     | <u>12</u>                     | <u>617</u>       |
| Total  | <u>219,701</u>               | <u>163,105</u>   | <u>56,596</u>                 | <u>212,014</u>   |
| <b>Data processing services</b>                    |                              |                  |                               |                  |
| Salaries   | 455,044                      | 456,341          | (1,297)                       | 436,872          |
| Employee benefits                                  | 65,086                       | 63,435           | 1,651                         | 63,805           |
| Purchased services                                 | 370,000                      | 441,778          | (71,778)                      | 267,735          |
| Supplies and materials                             | 301,000                      | 245,365          | 55,635                        | 73,082           |
| Capital outlay                                     | 200,000                      | 60,777           | 139,223                       | 174,982          |
| Other objects                                      | <u>300</u>                   | <u>-</u>         | <u>300</u>                    | <u>-</u>         |
| Total  | <u>1,391,430</u>             | <u>1,267,696</u> | <u>123,734</u>                | <u>1,016,476</u> |
| Total central                                      | <u>1,611,131</u>             | <u>1,434,195</u> | <u>176,936</u>                | <u>1,228,490</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, 2018  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|  | 2018                         |                     | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL      |
|--|------------------------------|---------------------|-------------------------------|---------------------|
|  | ORIGINAL AND<br>FINAL BUDGET | ACTUAL              |                               |                     |
| <b>Other supporting services</b>                                 |                              |                     |                               |                     |
| Supplies and materials   | \$ 5,000                     | \$ 2,374            | \$ 2,626                      | \$ 590              |
| Total  | <u>5,000</u>                 | <u>2,374</u>        | <u>2,626</u>                  | <u>590</u>          |
| Total support services   | <u>10,015,098</u>            | <u>9,776,616</u>    | <u>238,482</u>                | <u>9,933,304</u>    |
| <b>Community services</b>  |                              |                     |                               |                     |
| Salaries   | 120,000                      | 88,250              | 31,750                        | 96,448              |
| Employee benefits  | 15,037                       | 17,122              | (2,085)                       | 14,794              |
| Purchased services   | 23,646                       | 20,520              | 3,126                         | 20,983              |
| Supplies and materials   | 42,025                       | 70,651              | (28,626)                      | 28,175              |
| Other objects  | <u>250</u>                   | <u>-</u>            | <u>250</u>                    | <u>-</u>            |
| Total community services   | <u>200,958</u>               | <u>196,543</u>      | <u>4,415</u>                  | <u>160,400</u>      |
| <b>Payments to other districts and governmental units</b>        |                              |                     |                               |                     |
| <b>Payments for Regular Programs - Tuition</b>                   |                              |                     |                               |                     |
| Other objects  | <u>250,000</u>               | <u>294,524</u>      | <u>(44,524)</u>               | <u>323,770</u>      |
| Total  | <u>250,000</u>               | <u>294,524</u>      | <u>(44,524)</u>               | <u>323,770</u>      |
| <b>Payments for special education programs - tuition</b>         |                              |                     |                               |                     |
| Other objects  | <u>1,000,000</u>             | <u>903,325</u>      | <u>96,675</u>                 | <u>979,020</u>      |
| Total  | <u>1,000,000</u>             | <u>903,325</u>      | <u>96,675</u>                 | <u>979,020</u>      |
| Total payments to other districts and governmental units         | <u>1,250,000</u>             | <u>1,197,849</u>    | <u>52,151</u>                 | <u>1,302,790</u>    |
| Total expenditures   | <u>33,066,264</u>            | <u>34,831,229</u>   | <u>(1,764,965)</u>            | <u>35,172,765</u>   |
| <b>Other financing sources (uses)</b>                            |                              |                     |                               |                     |
| Capital lease value  | -                            | 145,558             | 145,558                       | 519,040             |
| Transfer to debt service fund to pay principal on capital leases | -                            | (186,695)           | (186,695)                     | (132,285)           |
| Transfer to debt service fund to pay interest on capital leases  | <u>-</u>                     | <u>(6,384)</u>      | <u>(6,384)</u>                | <u>-</u>            |
| Total other financing sources (uses)                             | <u>-</u>                     | <u>(47,521)</u>     | <u>(47,521)</u>               | <u>386,755</u>      |
| Net change in fund balance                                       | <u>\$ 211,899</u>            | 3,293,480           | <u>\$ 3,081,581</u>           | (200,651)           |
| Fund balance, beginning of year                                  |                              | <u>5,443,395</u>    |                               | <u>5,644,046</u>    |
| Fund balance, end of year  |                              | <u>\$ 8,736,875</u> |                               | <u>\$ 5,443,395</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, 2018  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

|   | 2018                         |                     | VARIANCE WITH<br>FINAL BUDGET | 2017<br>ACTUAL      |
|---|------------------------------|---------------------|-------------------------------|---------------------|
|   | ORIGINAL AND<br>FINAL BUDGET | ACTUAL              |                               |                     |
| <b>Revenues</b>   |                              |                     |                               |                     |
| <b>Local sources</b>                                      |                              |                     |                               |                     |
| Investment income   | \$ 35,000                    | \$ 76,988           | \$ 41,988                     | \$ 56,145           |
| Total local sources                                       | <u>35,000</u>                | <u>76,988</u>       | <u>41,988</u>                 | <u>56,145</u>       |
| Total revenues  | <u>35,000</u>                | <u>76,988</u>       | <u>41,988</u>                 | <u>56,145</u>       |
| <b>Expenditures</b>                                       |                              |                     |                               |                     |
| Total expenditures  | <u>-</u>                     | <u>-</u>            | <u>-</u>                      | <u>-</u>            |
| Excess (deficiency) of revenues over expenditures         | <u>35,000</u>                | <u>76,988</u>       | <u>41,988</u>                 | <u>56,145</u>       |
| <b>Other financing sources (uses)</b>                     |                              |                     |                               |                     |
| Permanent transfer from working cash accounts - abatement | <u>-</u>                     | <u>-</u>            | <u>-</u>                      | <u>(1,000,000)</u>  |
| Total other financing sources (uses)                      | <u>-</u>                     | <u>-</u>            | <u>-</u>                      | <u>(1,000,000)</u>  |
| Net change in fund balance                                | <u>\$ 35,000</u>             | 76,988              | <u>\$ 41,988</u>              | (943,855)           |
| Fund balance, beginning of year                           |                              | <u>6,479,801</u>    |                               | <u>7,423,656</u>    |
| Fund balance, end of year                                 |                              | <u>\$ 6,556,789</u> |                               | <u>\$ 6,479,801</u> |



# PRAIRIE-HILLS ELEMENTARY SCHOOL DISTRICT 144

## OPERATING COST AND TUITION CHARGE FOR THE YEAR ENDED JUNE 30, 2018

|  | 2018                 | 2017                 |
|--|----------------------|----------------------|
| <b>Operating Cost Per Pupil</b>  |                      |                      |
| Average Daily Attendance (ADA):  | <u>2,576</u>         | <u>2,433</u>         |
| Operating Costs:   |                      |                      |
| Educational  | \$ 25,616,041        | \$ 25,417,193        |
| Operations and maintenance   | 4,846,799            | 4,702,901            |
| Debt service   | 3,476,606            | 3,402,498            |
| Transportation   | 2,102,800            | 1,843,106            |
| Municipal retirement/social security   | <u>857,358</u>       | <u>899,328</u>       |
| Subtotal   | <u>36,899,604</u>    | <u>36,265,026</u>    |
| Less Revenues/Expenditures of Nonregular Programs:                                     |                      |                      |
| Pre-K programs   | 772,843              | 601,001              |
| Summer school  | 115,439              | 97,767               |
| Capital outlay   | 2,423,428            | 2,764,523            |
| Debt principal retired   | 1,271,572            | 1,210,636            |
| Community services   | 206,312              | 168,328              |
| Payments to other districts & governmental units                                       | <u>1,197,849</u>     | <u>1,302,790</u>     |
| Subtotal   | <u>5,987,443</u>     | <u>6,145,045</u>     |
| Operating costs  | <u>\$ 30,912,161</u> | <u>\$ 30,119,981</u> |
| Operating Cost Per Pupil -<br>Based on ADA   | <u>\$ 12,000</u>     | <u>\$ 12,379</u>     |
| <b>Tuition Charge</b>  |                      |                      |
| Operating Costs  | \$ 30,912,161        | \$ 30,119,981        |
| Less - revenues from specific programs, such<br>as special education or lunch programs | <u>6,145,737</u>     | <u>5,268,551</u>     |
| Net operating costs  | 24,766,424           | 24,851,430           |
| Depreciation allowance   | <u>1,803,162</u>     | <u>1,713,308</u>     |
| Allowable Tuition Costs  | <u>\$ 26,569,586</u> | <u>\$ 26,564,738</u> |
| Tuition Charge Per Pupil - based on ADA  | <u>\$ 10,314</u>     | <u>\$ 10,918</u>     |