

**PROVISO TOWNSHIP HIGH SCHOOL  
DISTRICT NO. 209  
[Forest Park, Illinois]**

**Audited Financial Statements  
And  
Supplementary Financial Information**

**June 30, 2016**

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ANNUAL FINANCIAL REPORT  
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## **Independent Auditors' Report**

Board of Education  
Proviso Township High School District No. 209  
Forest Park, Illinois

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Proviso Township High School District No. 209 (the District), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

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

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2016, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 13, and the budgetary comparison schedule, schedule of funding progress, required pension schedules, and related notes on pages 53 through 61 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund schedules and other financial information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The other financial 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 them.

***Report of Comparative Other Information***

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2015, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The individual fund financial schedules, for the year ended June 30, 2015, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2015 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2015 individual fund financial schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 28, 2016 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Matheson, Morspki, Austin & Co. LLP*

Wheaton, Illinois  
November 28, 2016

# **Proviso Township High School District 209**

## **Management's Discussion and Analysis**

### **For the Year Ended June 30, 2016**

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The discussion and analysis of Proviso Township High School District 209's (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2016. 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.

During the current year, the District implemented *Governmental Accounting Standards Board (GASB) Statement No. 72, Fair Value Measurement and Application*, which establishes new requirements on how fair value should be measured, which assets and liabilities should be measured at fair value, and what information about fair value should be disclosed in the notes to financial statements.

#### **Financial Highlights**

- The District improved its overall financial position for fiscal year 2016 from fiscal year 2015.
- Total government-wide revenue of \$90.4 million exceeded expenses of \$87.1 million by \$3.3 million.
- Total governmental funds had expenditures of \$94.5 million that exceeded revenues of \$90.4 million by \$4.1 million.
- The District issued \$9.6 million in general obligation bonds
- As of June 30, 2016, the total fund balance for all governmental funds equaled \$65.0 million which is a \$5.7 million increase from the prior year.
- The estimated 2016 financial profile designation for the District is "Recognition," which will be the sixth year in a row. The final score will be calculated by the Illinois State Board of Education.

#### **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
- Notes to the financial statements

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

#### *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 presents information on all of the District's assets, liabilities, deferred outflows of resources and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

# **Proviso Township High School District 209**

## **Management's Discussion and Analysis**

### **For the Year Ended June 30, 2016**

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The Statement of Activities presents information showing how the District's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, most notably accounts receivable for tax levy income.

The government-wide financial statements present the District's operating structure in a functional manner. The District's governmental activities include instructional services (regular, special, and other education), support services, community services, non-programmed services, and other services. 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.

#### *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 funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District's major funds include the General Fund (Educational Account, Operations and Maintenance Account, and Working Cash Account) and the Capital Projects Fund. The District's non-major governmental funds consist of the Transportation Fund, Municipal Retirement/Social Security Fund, Tort Immunity Fund, Debt Service Fund, and Fire Prevention and Safety Fund. Users who want to obtain information on non-major funds can find it in the "Combining and Individual Fund Schedules" section of this report.

The District's individual funds are established based upon legal requirements and the Illinois Administrative Code. The District adopts an annual budget for each of the funds listed above. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget.

**Proviso Township High School District 209**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2016**

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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 statements 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 the financial statements*

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

*Required supplementary information*

In addition to the basic financial statement and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its pension obligation through the Illinois Municipal Retirement Fund and Teacher's Retirement System as well as its progress in funding the other postemployment benefit plan obligation.

**District-Wide Financial Analysis**

**Statement of Net Position:**

As indicated in Table 1, net capital assets totaled \$64.4 million, representing approximately 40.1% of total assets for the year ended June 30, 2016. Long-term liabilities outstanding totaled \$72.1 million, or 96.4% of total liabilities. This represents an increase in long-term liabilities of 16.9% from fiscal year 2015 caused by the issuance of debt during the year. Other liabilities totaled \$2.7 million, which is a decrease of \$0.6 million from fiscal year 2015. As a result, overall total liabilities increased by \$9.8 million or 15.1% from 2015.

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This represents a consumption of net position that applies to future periods and thus, will not be recognized as an outflow of resources (expense) until then. The District has a deferred charge on refunding of bonds of \$3.4 million that resulted from the difference in the outstanding balance of refunded debt and its reacquisition price. Additionally, the District has deferred outflows of \$6.2 million related to Teachers' Retirement System and Illinois Municipal Retirement Fund pensions.

In addition to liabilities, the Statement of Net Position reports a separate section for deferred inflows of resources. This represents an increase of net position or fund balance that applies to future periods and so will not be recognized as revenue until that time. A deferred inflow of resources of \$28.6 million resulted from the District's legal claim to receive property taxes prior to the period that those taxes are intended to fund operations. Additionally, the District had deferred inflows of \$1.2 million related to the Teachers' Retirement System pension.

**Proviso Township High School District 209**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2016**

As a result of the change in assets, deferred outflows of resources, liabilities, and deferred inflows of resources noted, net position increased 5.3%, or \$3.3 million. Total net position, as of June 30, 2016, was \$65.5 million. Of this total, \$12.5 million, or 19.1%, was restricted. Additional information is available in the Statement of Net Position of the financial statements.

<b>Table 1</b>			
<b>Condensed Statement of Net Position</b>			
<b>District-Wide</b>			
<b>(in millions of dollars)</b>			
	<u>2016</u>	<u>2015</u>	<u>Percentage</u> <u>Change</u>
<b>Assets:</b>			
Current and other assets	\$96.2	\$91.6	5.0%
Capital assets	<u>64.4</u>	<u>58.2</u>	10.7%
Total assets	<u>160.6</u>	<u>149.8</u>	7.2%
<b>Deferred outflows of resources:</b>			
Deferred charge on refunding	3.4	3.7	-8.1%
Pension	<u>6.2</u>	<u>3.3</u>	87.9%
Total deferred outflows of resources	<u>9.6</u>	<u>7.0</u>	37.1%
<b>Liabilities:</b>			
Long-term liabilities	72.1	61.7	16.9%
Other liabilities	<u>2.7</u>	<u>3.3</u>	-18.2%
Total liabilities	<u>74.8</u>	<u>65.0</u>	15.1%
<b>Deferred inflows of resources:</b>			
Property taxes levied for subsequent year	28.7	29.2	-1.7%
Pension	<u>1.2</u>	<u>0.4</u>	200.0%
Total deferred inflows of resources	<u>29.9</u>	<u>29.6</u>	1.0%
<b>Net position:</b>			
Net investment in capital assets	13.8	8.6	60.5%
Restricted	12.5	21.4	-41.6%
Unrestricted	<u>39.2</u>	<u>32.2</u>	21.7%
Total net position	<u>\$65.5</u>	<u>\$62.2</u>	5.3%

**Statement of Activities:**

Table 2 illustrates revenues and expenses from fiscal year 2016 and the ending net position of \$65.5 million. Comparative data for fiscal year 2015 is also illustrated.

The District's total revenues were \$90.4 million. Property taxes were 68.5% of the total, or \$61.9 million. Operating grants for specific programs brought in \$12.0 million in revenues.

The total cost of all programs and services was \$87.1 million. The District's expenses related to instruction accounted for 54.4% of the total, or \$47.4 million. The District's expenses in support services were 42.1% of total costs or \$36.7 million. Total revenues exceeded total expenses, increasing net position by \$3.3 million for the year.

**Proviso Township High School District 209  
Management's Discussion and Analysis  
For the Year Ended June 30, 2016**

<b>Table 2</b>			
<b>Statement of Activities</b>			
<i>(in millions of dollars)</i>			
	<u>2016</u>	<u>2015</u>	<i>Percentage</i> <u>Change</u>
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$0.7	\$1.0	-30.0%
Operating grants and contributions	12.0	24.8	-51.6%
General revenues:			
Property taxes	61.9	57.9	6.9%
General state aid	12.3	12.1	1.7%
Other	<u>3.5</u>	<u>11.8</u>	-70.3%
Total revenues	<u>90.4</u>	<u>107.6</u>	-16.0%
<b>Expenses:</b>			
Instruction	47.4	57.1	-17.0%
Support services	36.7	34.7	5.8%
Interest	<u>3.0</u>	<u>2.8</u>	7.1%
Total expenses	<u>87.1</u>	<u>94.6</u>	-7.9%
<b>Change in net position</b>	3.3	13.0	-74.6%
<b>Net position - beginning of year, as restated</b>	<u>62.2</u>	<u>49.2</u>	26.4%
<b>Net position - end of year</b>	<u>\$65.5</u>	<u>\$62.2</u>	5.3%

### Financial Analysis of the District's Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported a total combined ending fund balance of \$65.0 million. Of this amount, \$39.6 million constitutes *unassigned fund balance*. The Capital Projects Fund, and total non-major funds have a combined *restricted fund balance* of \$22.7 million. The District has assigned \$1.7 million of fund balance to be used for the District's self-funded health and dental insurance program. The nonspendable portion of \$1.0 million represents prepaid amounts for collective liability insurance.

#### *Educational Account of the General Fund*

The greatest variety and the largest volume of transactions are recorded in the Educational Account because the Educational Account covers all transactions that are not specifically covered in another account or fund.

Certain expenditures that must be charged to this Account include the direct costs of instructional, health and attendance services, lunch programs, all costs of administration, and related insurance costs. Certain revenues that must be credited to this Account include educational tax levies, tuition, and student fee revenue.

At the end of the current fiscal year, the Educational Account had an unassigned fund balance of \$33.6 million. The unassigned fund balance at June 30, 2015 was \$29.5 million. This represents an increase of approximately \$4.1 million in the Educational Account.

**Proviso Township High School District 209**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2016**

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*Operations and Maintenance Account of the General Fund*

All costs of maintaining, improving, or repairing school buildings and property, renting buildings, and property for school purposes or paying premiums for insurance on school buildings are reported in the Operations and Maintenance Account. All salaries and insurance benefit costs of custodial and maintenance employees, including all costs of fuel, lights, natural gas, water, telephone service, custodial supplies, and equipment are included in the Operations and Maintenance Account.

The Operations and Maintenance Account unassigned fund balance for the current year is \$2.8 million. The unassigned fund balance at June 30, 2015 was \$2.5 million. This represents an increase of \$0.3 million from the previous fiscal year.

*Working Cash Account of the General Fund*

The Working Cash Account is created either by a separate tax levy or by the sale of bonds. Interfund loans from the Working Cash Account may be made to any fund for which taxes are levied.

At the end of the current fiscal year, the Working Cash Account had a fund balance of \$3.2 million. The ending fund balance at the end of fiscal year 2015 was \$3.1 million. This represents an increase of approximately \$0.1 million in the Working Cash Account.

*Capital Projects Fund*

If bonds are issued for construction purposes, the funds are deposited to the Capital Projects Fund. Monies may also be transferred into the fund from other funds for the use of capital projects. Funds can be used for the acquisition or construction and renovation of major capital facilities. At the end of the current fiscal year, the Capital Projects Fund had a fund balance of \$10.1 million. The fund balance at the end of fiscal year 2015 was \$8.1 million. The fund balance increased by \$2.0 million as a result of the District issuing general obligation bonds to fund capital construction projects as well as the expenses incurred on existing projects.

*Transportation Fund*

If a Local Education Agency (LEA)/District pays for transporting pupils for any purpose, the Transportation Fund must be created, whether the District provides the transportation itself or hires an outside company to provide the transportation services.

Costs of transportation may include the purchase of vehicles, insurance of buses, salaries, insurance benefit costs, and the costs of hiring an outside service. Monies received for transportation purposes from any source must be deposited into this fund, except for the portion of state reimbursement applicable to other funds (e.g. utility costs from the General Fund's Operations and Maintenance Account).

At the end of the current fiscal year, the Transportation Fund had a fund balance of \$3.6 million. The fund balance at the close of fiscal year 2015 was \$4.7 million, a decrease of \$1.1 million.

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*Illinois Municipal Retirement/Social Security Fund*

This Fund is created if a separate tax is levied for the purpose of providing resources for the District's share of retirement benefits for covered employees or a separate tax is levied for the purpose of providing resources for the District's share of Social Security and Medicare payments for covered employees. If these two taxes are not levied, the payments shall be charged to the fund where the salaries are charged.

At the end of the current fiscal year, the Municipal Retirement/Social Security Fund had a fund balance of \$2.4 million. The ending fund balance at the end of fiscal year 2015 was \$2.5 million, a decrease of \$0.1 million.

*Tort Immunity Fund*

This fund is required if taxes are levied or bonds are sold for tort immunity or tort judgment purposes. At the end of the current fiscal year, the Tort Immunity Fund had a fund balance of \$0.2 million. The ending fund balance at the end of the fiscal year 2015 was also \$0.2 million.

*Debt Service Fund*

Bonds are generally issued to finance the construction on buildings and may be issued for other purposes. Taxes are levied to provide cash to retire these bonds and to pay the interest on them. To protect the bondholders, these tax collections must be accounted for in the Debt Service Fund.

At the end of the current fiscal year, the Debt Service Fund had a fund balance of \$5.3 million. This fund balance can only be used to pay the District's outstanding debt. The ending fund balance at the end of fiscal year 2015 was \$5.2 million, which reflects an increase of \$0.1 million.

*Fire Prevention and Safety Fund*

This fund accounts for the state-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes. At the end of the current fiscal year, the Fire Prevention and Safety Fund had a fund balance of \$1.1 million. The fund balance at the end of fiscal year 2015 was \$0.9 million, an increase of \$0.2 million.

The District's total revenues were \$90.4 million. Approximately 73.0% of total governmental fund revenues come from local sources, 22.7% from state sources, and 4.3% from federal sources.

**Proviso Township High School District 209**  
**Management’s Discussion and Analysis**  
**For the Year Ended June 30, 2016**

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**General Fund Budgetary Highlights**

Annual budgets are prepared on a basis consistent with accounting principles generally accepted in the United States. All annual unencumbered appropriations lapse at fiscal year-end. The budget is prepared by fund, function, object, and program.

- For this fiscal year, the Board adopted a General Fund budget that reflected an operating surplus of \$0.3 million before other financing sources and uses.
- The General Fund ended the year with an operating surplus of \$4.5 million. This resulted in a favorable surplus for the year of \$4.2 million more than budgeted.

**Capital Asset and Debt Administration**

*Capital assets*

Table 3 below illustrates capital assets, net of depreciation, which reflect an increase of \$6.2 million related to completed construction projects. Additional information is available in Note 3 – Capital Assets.

<b>Table 3</b>			
<b>Capital Assets (net of depreciation)</b>			
<i>(in millions of dollars)</i>			
	<u>2016</u>	<u>2015</u>	<i>Percentage</i> <u>Change</u>
Land	\$0.7	\$0.7	0.0%
Construction in progress	0.3	2.0	-85.0%
Buildings	61.3	53.4	14.8%
Equipment and furniture	<u>2.1</u>	<u>2.1</u>	0.0%
Total	<u>\$64.4</u>	<u>\$58.2</u>	10.7%

*Long-term debt*

Table 4 illustrates the repayment of the District’s outstanding long-term debt, according to the existing debt payment schedule. As of June 30, 2016, the District had \$62.1 million in general obligation debt, \$1.3 million in debt certificates, \$8.1 million related to IMRF and TRS net pension liabilities and approximately \$0.6 million in other long-term debt outstanding. As of the end of the prior fiscal year, the District had \$54.9 million in general obligation debt, \$1.3 million in debt certificates, \$4.9 million related to IMRF and TRS net pension liabilities, and approximately \$0.6 million in other long-term debt outstanding. Additional information is available in Note 4 – Changes in Long-Term Liabilities.

**Proviso Township High School District 209**  
**Management’s Discussion and Analysis**  
**For the Year Ended June 30, 2016**

The District is subject to the Illinois School Code, which limits the amount of certain bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2016, the statutory debt limit for the District was \$141.1 million, providing a debt margin of \$84.3 million.

<b>Table 4</b>			
<b>Outstanding Long-Term Debt</b>			
<i>(in millions of dollars)</i>			
	<u>2016</u>	<u>2015</u>	<i>Percentage</i> <u>Change</u>
General obligation bonds	\$62.1	\$54.9	13.1%
Debt certificates	1.3	1.3	0.0%
Net pension liability	8.1	4.9	65.3%
Other	<u>0.6</u>	<u>0.6</u>	0.0%
 Total long-term debt	 <u>\$72.1</u>	 <u>\$61.7</u>	 16.9%

**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 may have a significant effect on the District’s financial position or results of operations:

- Technology upgrades are needed throughout the District to meet the growing demand of equable access. The District is also on a refreshment cycle for desktop and laptop computers in order bring the average age of computers used in the school to less than 5 years.
- The District assumed starting Fiscal year 2017 the bill payment of special education transportation costs from the Special Education Coop. This will shorten the reimbursement schedule from the State of Illinois from 24 months to 12 months starting in Fiscal 2018.
- The District is facing the cost of the Excise Tax starting in fiscal year 2020 as well as annual increased health care costs. It continues to put in place wellness programs and incentives to lower long-term health costs.
- The District continues to add to its Fund Balance for the seventh year in a row.
- The District is limited by the Property Tax Extension Limitation Law (PTELL) and as such is limited in the amount it can increase its main source of revenue by the CPI-U, which has been below 1% for the last two years. The District is looking at some of the tax increment financing (TIF) Districts to expire in the next 3-5 years, which will allow for access to additional revenue.
- The District’s capital needs continue to exceed the District’s operating resources. During the FY16 school year the District issued \$9.6 million in GO Bonds. This is the second year in row that the District has issued bonds for capital improvements to the buildings.
- The district is in the process of selecting an architect to start a master facility plan process to review all the needs of the District and to develop a plan for its long term capital needs.
- Concern over any changes and shift in state funding of pensions, State aid and potential tax freeze of local governments could also result in a negative impact on the District’s resources.

**Proviso Township High School District 209**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2016**

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**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, please call the Business Office, Proviso Township High Schools District 209, 8601 West Roosevelt Road, Forest Park, Illinois 60130.

## BASIC FINANCIAL STATEMENTS

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**STATEMENTS OF NET POSITION**  
**JUNE 30, 2016**

	<b>Governmental Activities</b>
	<b>2016</b>
<b>Assets:</b>	
Cash and investments	\$ 64,132,161
Receivables:	
Property taxes	28,827,039
Intergovernmental	2,140,247
Interest	107,265
Prepaid items	1,003,117
Capital assets:	
Land and construction in progress	1,010,353
Other capital assets, net of depreciation	63,376,887
	160,597,069
<b>Deferred outflows of resources:</b>	
Teachers' Retirement System	613,646
Illinois Municipal Retirement Fund	5,592,427
Deferred charge on refunding	3,390,460
	9,596,533
<b>Liabilities:</b>	
Accounts payable	1,344,899
Accrued interest	113,556
Accrued payroll expenditures	169,422
Unearned revenue	1,065,312
Long-term liabilities	
Due within one year	4,053,983
Due in more than one year	68,088,921
	74,836,093
<b>Deferred inflows of resources:</b>	
Teachers' Retirement System	1,215,880
Property taxes levied for subsequent year	28,639,210
	29,855,090
<b>Net Position:</b>	
Net investment in capital assets	13,787,748
Restricted for:	
Tort immunity	182,534
Capital projects	1,115,408
Debt service	5,226,433
Retirement	2,384,882
Transportation	3,624,696
Unrestricted	39,180,718
	65,502,419
Total net position	\$ 65,502,419

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

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209  
STATEMENTS OF ACTIVITIES  
YEAR ENDED JUNE 30, 2016**

<b>Functions</b>	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Total Governmental Activities 2016
<b>Governmental activities:</b>				
Instructional services:				
Regular programs	\$ 20,746,509	\$ 624,993	\$ 314,083	\$ (19,807,433)
Special programs	18,763,797	-	4,017,400	(14,746,397)
Other programs	1,992,976	-	-	(1,992,976)
State on-behalf payments	5,861,487	-	5,861,487	-
Supporting services:				
Students	6,863,966	-	-	(6,863,966)
Instructional staff	4,033,545	-	-	(4,033,545)
District administration	2,446,369	-	-	(2,446,369)
School administration	2,960,518	-	-	(2,960,518)
Business	1,403,769	-	-	(1,403,769)
Operation and maintenance				
of facilities	10,608,124	-	-	(10,608,124)
Transportation	2,617,196	7,227	575,102	(2,034,867)
Food service	1,278,547	89,010	1,239,947	50,410
Staff	4,366,396	-	-	(4,366,396)
Other	41,082	-	-	(41,082)
Community services	120,934	-	-	(120,934)
Interest on long-term liabilities	2,986,048	-	-	(2,986,048)
Total school district	<u>\$ 87,091,263</u>	<u>\$ 721,230</u>	<u>\$ 12,008,019</u>	<u>(74,362,014)</u>
<b>General revenues:</b>				
Property taxes levied for:				
General purposes				51,556,973
Transportation				1,631,500
Retirement				2,027,360
Debt service				6,305,817
Capital outlay				376,029
Federal and state aid not restricted to specific purposes				12,247,876
Earnings on investments				323,945
Miscellaneous				3,162,140
Total general revenues				<u>77,631,640</u>
Change in net position				3,269,626
<b>Net position - beginning of year</b>				<u>62,232,793</u>
<b>Net position - ending</b>				<u>\$ 65,502,419</u>

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

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2016**

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b><u>ASSETS</u></b>				
Cash and investments	\$ 41,093,548	\$ 10,436,131	\$ 12,602,482	\$ 64,132,161
Receivables (net of allowance for uncollectibles):				
Property taxes	24,636,587	-	4,190,452	28,827,039
Intergovernmental	1,964,655	-	175,592	2,140,247
Interest	79,150	4,866	23,249	107,265
Prepaid items	1,003,117	-	-	1,003,117
<b>TOTAL ASSETS</b>	<b><u>\$ 68,777,057</u></b>	<b><u>\$ 10,440,997</u></b>	<b><u>\$ 16,991,775</u></b>	<b><u>\$ 96,209,829</u></b>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>				
<b>Liabilities:</b>				
Accounts payable	\$ 955,629	\$ 380,578	\$ 8,692	\$ 1,344,899
Accrued payroll expenditures	169,422	-	-	169,422
Unearned revenue	889,720	-	175,592	1,065,312
<b>Total Liabilities</b>	<b><u>2,014,771</u></b>	<b><u>380,578</u></b>	<b><u>184,284</u></b>	<b><u>2,579,633</u></b>
<b>Deferred inflows of resources:</b>				
Property taxes levies for subsequent year	24,479,228	-	4,159,982	28,639,210
Total deferred inflows of resources	<u>24,479,228</u>	<u>-</u>	<u>4,159,982</u>	<u>28,639,210</u>
<b>Fund Balances:</b>				
Nonspendable	1,003,117	-	-	1,003,117
Restricted	-	10,060,419	12,647,509	22,707,928
Assigned	1,737,992	-	-	1,737,992
Unassigned	39,541,949	-	-	39,541,949
<b>Total Fund Balances</b>	<b><u>42,283,058</u></b>	<b><u>10,060,419</u></b>	<b><u>12,647,509</u></b>	<b><u>64,990,986</u></b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b><u>\$ 68,777,057</u></b>	<b><u>\$ 10,440,997</u></b>	<b><u>\$ 16,991,775</u></b>	<b><u>\$ 96,209,829</u></b>

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

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2016**

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

<b>Total fund balance - governmental funds</b>	<b>\$ 64,990,986</b>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$119,198,957 and the accumulated depreciation is \$54,811,717.	64,387,240
Accrued interest payable was recognized for governmental activities, but is not due and payable from funds available in the current period and therefore is not reported as a liability in the governmental funds.	(113,556)
Long-term liabilities, including bonds payable, capital leases, and pension liabilities, are not due and payable in the current period and therefore are not reported in the funds.	
Bonds payable	(62,064,355)
Debt certificates payable	(1,340,850)
Deferred issuance premium	(645,166)
Deferred charge on refunding	3,390,460
Net other post employment benefits	(25,235)
Net pension liability - Teachers' Retirement System	(5,403,715)
Net pension liability - Illinois Municipal Retirement Fund	(2,663,583)
Deferred outflows and deferred inflows, related to the pensions, represent a consumption of or increase to net pension, that apply to future periods and therefore are not reported in the funds.	
Deferred outflow - Teachers' Retirement System	613,646
Deferred outflow - Illinois Municipal Retirement Fund	5,592,427
Deferred inflow - Teachers' Retirement System	<u>(1,215,880)</u>
<b>Total net position - governmental activities</b>	<b><u>\$ 65,502,419</u></b>

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

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	General	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>				
Property taxes	\$ 51,544,801	\$ -	\$ 9,352,878	\$ 60,897,679
Other local sources	3,971,929	1,016,884	150,626	5,139,439
State sources	19,876,208	-	575,102	20,451,310
Federal sources	3,872,461	-	-	3,872,461
Total Revenues	<u>79,265,399</u>	<u>1,016,884</u>	<u>10,078,606</u>	<u>90,360,889</u>
<b>EXPENDITURES:</b>				
Current operating:				
Instruction	36,417,198	-	574,245	36,991,443
Supporting services	30,537,842	8,624,804	4,383,141	43,545,787
Community services	120,934	-	-	120,934
Payments to other districts and governmental units	7,696,095	-	729,273	8,425,368
Debt service:				
Payment of principal on long-term debt	-	-	3,720,000	3,720,000
Interest on long-term debt	-	-	1,529,842	1,529,842
Service charges	-	-	205,801	205,801
Total Expenditures	<u>74,772,069</u>	<u>8,624,804</u>	<u>11,142,302</u>	<u>94,539,175</u>
Excess (deficiency) of revenues over expenditures	<u>4,493,330</u>	<u>(7,607,920)</u>	<u>(1,063,696)</u>	<u>(4,178,286)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	9,600,000	7,643	9,607,643
Transfers out	(9,607,643)	-	-	(9,607,643)
Principal on bonds sold	9,640,000	-	-	9,640,000
Premium on bonds sold	53,892	-	202,851	256,743
Total other financing sources (uses)	<u>86,249</u>	<u>9,600,000</u>	<u>210,494</u>	<u>9,896,743</u>
Net change in fund balances	4,579,579	1,992,080	(853,202)	5,718,457
Fund balances at beginning of year	<u>37,703,479</u>	<u>8,068,339</u>	<u>13,500,711</u>	<u>59,272,529</u>
FUND BALANCES AT END OF YEAR	<u><u>\$ 42,283,058</u></u>	<u><u>\$ 10,060,419</u></u>	<u><u>\$ 12,647,509</u></u>	<u><u>\$ 64,990,986</u></u>

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

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2016**

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

**Net change in fund balances-total governmental funds** **\$ 5,718,457**

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$2,500 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	8,961,938	
Depreciation expense	<u>(2,749,714)</u>	6,212,224

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Decrease in accrued interest payable	<u>14,737</u>	14,737
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The governmental funds report bond proceeds as an other financing source, while repayment of principal is reported as an expenditure. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest expense is recognized as it accrues, regardless of when it is due. Changes in net other post employment benefit obligations are reported only in the statement of activities. The net effect of these differences in the treatment of general obligation bonds and related items is as follows:

Principal on general obligation bonds issued	(9,640,000)	
Bond premium on issuance of general obligations bonds	(256,743)	
Amortization of defeasement asset	(282,538)	
Amortization of bond premium	23,702	
Repayment of bond principal	3,720,000	
Debt accretion - capital appreciation bonds	(1,212,107)	
Change in net pension liability - Teachers' Retirement System	793,854	
Change in net pension liability - Illinois Municipal Retirement Fund	(3,911,572)	
Change in net post employment benefit obligation	<u>1,799</u>	(10,763,605)

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

Change in deferred outflow - Teachers' Retirement System	252,495	
Change in deferred outflow - Illinois Municipal Retirement System	2,693,048	
Change in deferred inflow - Teachers' Retirement System	<u>(857,730)</u>	<u>2,087,813</u>

**Change in net position of governmental activities** **\$ 3,269,626**

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

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2016**

	<u>Agency Funds</u>	<u>Private Purpose Trust Funds</u>
<b>Assets:</b>		
Cash and investments	\$ 396,531	\$ 393,554
Total Assets	<u>396,531</u>	<u>393,554</u>
<b>Liabilities:</b>		
Due to student organizations	<u>\$ 396,531</u>	<u>-</u>
<b>Net Assets:</b>		
Reserved for scholarships		<u>393,554</u>
Total net assets		<u>\$ 393,554</u>

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

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**PRIVATE PURPOSE TRUST FUND**  
**JUNE 30, 2016**

	<b>Private Purpose Trust Fund</b>
<b>Additions:</b>	
Contributions by external parties	\$ 4,750
Earnings on investments	366
Total additions	5,116
<b>Deductions:</b>	
Scholarships paid	10,206
Total deductions	10,206
Changes in net position	(5,090)
Net position, beginning of year	398,644
Net position, ending of year	\$ 393,554

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

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

Proviso Township High School District No. 209 (District) is governed by an elected Board of Education. The accounting policies of the District conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. A summary of the significant accounting policies, consistently applied in the preparation of the accompanying financial statements is described below.

**a. The Reporting Entity**

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

Joint Venture - The District is also a member of the following organizations:

Proviso Area for Exceptional Children (See Note 13)  
Des Plaines Valley Region (See Note 14)

**b. Basis of Presentation**

The District's basic financial statements consist of government-wide financial statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

**1. Government-wide Financial Statements (GWFS):**

The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the District, except for fiduciary funds. The effects of interfund activity have been eliminated.

The statement of net position presents the financial condition of the governmental activities of the District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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Property taxes and other revenues which are not classified as program revenues are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

**2. Fund Financial Statements (FFS):**

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds maintained is consistent with legal and managerial requirements. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the GWFS. Major individual governmental funds are reported as separate columns in the FFS. The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund. The General Fund consists of the Educational Account, Operations and Maintenance Account and the Working Cash Account that are legally mandated by the State of Illinois.

The Capital Projects Fund accounts for financial resources to be used for the acquisition, construction, and/or additions related to major capital facilities, other than those accounted for in the Fire Prevention & Safety Fund.

Additionally, the District reports the following fund types (not included in the GWFS):

The Student Activities Agency Fund (a fiduciary fund) accounts for assets held on behalf of student groups.

The Private Purpose Trust Fund (a fiduciary fund) is accounted for on the flow of economic resources and uses the accrual basis of accounting. The Private Purpose Trust Fund accounts for student scholarships.

**c. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

*Government-wide financial statements*

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue when measurable and available.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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*Fund financial statements*

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues susceptible to accrual generally include property taxes, interest on investments, and intergovernmental revenues. Property taxes are recorded as revenues in the fiscal year for which they are levied, provided they are collected in the current period or within sixty days thereafter. Interest on invested funds is recognized when earned. The availability period for all other revenues is deemed to be within sixty days of the end of the year. If funding is received before the eligibility requirements have been met, that revenue is recorded as unearned.

*Fiduciary financial statements*

Fiduciary fund reporting focuses on net position and changes in net position and is reported using the accrual basis of accounting. The agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations. These funds account for the assets held by the District which are owned by the student activity organizations. The private purpose trust fund is accounted for using the economic resources measurement focuses and uses the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The private purpose trust fund accounts for student scholarships.

**d. Investment Valuation**

Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

**e. Capital Assets**

Capital assets, which include land (which is not depreciated), buildings and improvements, and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$2,500 for furniture and equipment and \$2,500 for buildings and improvements and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of an asset are not capitalized.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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Buildings and improvements and furniture and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and building improvements	10-50 years
Furniture and equipment	3-15 years

**f. Long-term Obligations**

In the GWFS, long-term debt and other long-term obligations are reported as liabilities in the statement of position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

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

**g. Fund Equity**

In the GWFS, position is reported as restricted when constraints placed on net position are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the District's policy is to use restricted net position first before unrestricted net position.

**h. Property Taxes**

Property taxes are collected by the Cook County Collector/Treasurer, who remits to the District, its share of collections. Property taxes are levied each year on all taxable real property located in the District on or before the last Tuesday in December. The adoption date for the 2015 tax levy was October 13, 2015. The first installment is an estimated bill, and is 55% 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. The due date of the second installment varies and can occur between August and November. .

Accordingly, the second installment is budgeted to fund operations of the 2016/2017 year, and is reported as deferred inflows of resources in the current year, regardless of timing of collection.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

Based upon collection histories, the District has provided at June 30, 2016, an allowance for uncollectible real property taxes equivalent to 5% of the current levy. All property taxes receivable over one year old have been written off.

The following are the actual rates levied per \$100 of assessed valuation:

	Maximum	Actual	
	2015 Levy	2015 Levy	2014 Levy
Educational	3.5000	2.1586	2.0331
Operations and Maintenance	0.5500	0.4557	0.4066
Limited Bonds	-	0.2740	0.2471
Transportation	-	0.0767	0.0821
I.M.R.F.	-	0.0192	0.0610
Working Cash	0.0500	0.0005	0.0015
Tort Immunity	-	0.0005	0.0005
Life Safety	0.1000	0.0168	0.0197
Social Security	-	0.0576	0.0610
<b>Total</b>		<b>3.0596</b>	<b>2.9126</b>

**i. Personal Property Replacement Taxes**

Personal property replacement tax revenues are first allocated to the extent required by Illinois law in the Municipal Retirement/Social Security Fund with the balance allocated to funds at the discretion of the District.

**j. Vacation and Sick Leave**

Employee vacation and sick leave is recorded when it is paid. Accumulated unpaid employee vacation and sick leave which was earned prior to the current fiscal year but unused at the end of the current fiscal year is not significant. Vacation and sick leave will be paid with future tax collections and therefore has not been reported as a current liability of the governmental funds.

**k. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
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**l. Deferred outflows/inflows 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 inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time

**m. New Accounting Pronouncement**

During the current year, the District implemented *Government Accounting Standard Board (GASB) Statement No. 72, Fair Value Measurement and Application*, which establishes new requirements on how fair value should be measured, which assets and liabilities should be measured at fair value, and what information about fair value should be disclosed in the notes to financial statements.

**NOTE 2. CASH AND INVESTMENTS:**

Under Illinois Compiled Statutes, the Proviso Township School Treasurer is the lawful custodian of the majority of the District's funds. The Treasurer is appointed by the Township School Trustees, an independent 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 their discretion, subject to the legal restrictions discussed below. For these purposes, the Treasurer is permitted to combine monies from more than one fund of a single district and to combine monies of more than one district in the township. Monies combined under these circumstances as well as investment earnings are accounted for separately for each fund and/or district.

Cash and investments, other than agency funds, self-insurance funds, petty cash funds, and imprest funds, are part of a common pool for all school districts and cooperatives within the township. The Treasurer maintains records which segregate the cash and investment balance by district or cooperative. Income from investments are distributed based on the Districts percentage participation in the pool. The Treasurer's investment policies are established by the Proviso Township School Trustees as prescribed by the Illinois School Code and the Illinois Compiled Statutes.

Categorization by risk category is not determinable for all cash and investments pooled by a separate legal governmental agency (Treasurer). Further information regarding collateralization of investments and insurance is available from the Treasurer's financial statements. As of June 30, 2016, the amount of pooled cash and investments held by the Proviso Township School Treasurer and allocated to the District was \$61,730,438.

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**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
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Deposits of the agency funds, self-insurance funds, petty cash funds, and imprest funds, which are held in the District's custody, consist of cash held in financial institutions.

**Allowance for Loss on Illinois Metropolitan Investment Trust (IMET)**

The IMET was notified on September 29, 2014 that certain repurchase agreements that were believed to be guaranteed by the United States Department of Agriculture (USDA) were in default. These repurchase agreements were part of IMET's Convenience Fund. The District's proportionate share of the Convenience Fund was placed into a restricted account at IMET as of September 30, 2014 and not eligible for withdrawal.

The fair value of the instruments that the IMET Convenience Fund invested in were placed in a Liquidating Trust, with each member having a right to their proportional share of the Trust. The value of the Trust will be the fair value of the underlying assets that will be recovered. As of this date, a fair value has not been determined. Therefore, because the District has a restricted amount from IMET, in the year ending June 30, 2016 the District recognized a write down of total cash and investments of \$378,176 equal to their share of the Liquidating Trust, with an offset to net investment activity. IMET anticipates recovering a portion of the value of those investments through various on-going efforts. As funds are recovered, the District will recognize investment income in the period the funds are received. There were no funds recovered in the year ending June 30, 2016.

**Custodial Credit Risk - Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of June 30, 2016, the District had no funds exposed to custodial credit risk.

**Investments and Fair Value Measurements**

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level One – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the District has the ability to access.

Level Two – Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

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If the asset or liability has a specified (contractual) term, the level two input must be observable for substantially the full term of the asset or liability.

Level Three – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Net Asset Value (NAV) – Certain investments measured at NAV would be excluded from the fair value hierarchy.

The asset or liability’s fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

As of June 30, 2016, the District had the following investments measured at fair value:

<u>Investment</u>	<u>Maturities</u>	<u>Net Asset Value</u>
ISDLAF Max Class	60 days or less	\$1,112,975
ISDLAF Liquid Class	60 days or less	1,979,960
Total		\$3,092,935

The District has funds invested in the amount of \$3,092,935 (valued at \$1.00 per share) in the Illinois School District Liquid Asset Funds (state-wide investment pool) as of June 30, 2016. The fair value of the positions in this investment pool is the same as the value of the pooled shares. All investments are SEC registered. The District’s proportionate share of investment in this investment pool is collateralized in the same proportion that the total assets of the pool is collateralized. Although information regarding the level of collateralization of total assets of this Fund was not available, the Illinois School District Liquid Asset Fund represent that all assets are fully collateralized.

*Interest Rate Risk:* In the District’s formal investment policy, there are no specific limitations on investment maturities in order to manage exposure to fair market losses from increasing interest rates.

*Credit Risk:* Under Illinois law, the District is restricted to investing funds in specific types of investment instruments. The following generally represents the types of instruments allowable by State laws.

Securities issued or guaranteed by the United States.

Interest-bearing accounts of banks and Savings and Loan Associations insured up to \$250,000 by the Federal Deposit Insurance Corporation.

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**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
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Short-term obligations (less than 180 days) of U.S. corporations with assets over \$500,000,000 rated in the three highest classifications by at least two rating agencies.

Insured accounts of an Illinois credit union chartered under United States or Illinois law.

Money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same types of obligations.

The Illinois Funds or Illinois School District Liquid Asset Fund Plus.

Repurchase agreements which meet instrument transaction requirements of Illinois law.

The District has no investment policy that would further limit its investment choices.

As of June 30, 2016, the District's investments are rated as follows:

	<u>Standard &amp; Poors</u>	<u>Moody's Investor Service</u>	<u>Fitch</u>
ISDLAF Max Class	AAAm	N/A	N/A
ISDLAF Liquid Class	AAAm	N/A	N/A

Concentration of Credit Risk: The District places no limit on the amount the District may invest in any one issuer. More than 5% of the District's investments are in the ISDLAF Max Class and ISDLAF Liquid Class. ISDLAF Max Class and ISDLAF Liquid Class account for 36% and 64% of the total investment, respectively.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

**NOTE 3. CAPITAL ASSETS:**

A summary of changes in capital assets follows:

<b>Governmental Activities:</b>	Balance July 1, 2015	Additions	Deletions	Balance June 30, 2016
Capital assets, not being depreciated:				
Land	\$ 723,510	\$ -	\$ -	\$ 723,510
Construction in progress	1,998,485	278,701	(1,990,343)	286,843
Total capital asset not being depreciated	2,721,995	278,701	(1,990,343)	1,010,353
Capital assets, being depreciated:				
Buildings and improvements	93,159,375	10,138,953	-	103,298,328
Furniture and equipment	14,355,649	534,627	-	14,890,276
Total capital assets being depreciated	107,515,024	10,673,580	-	118,188,604
Accumulated depreciation for:				
Buildings and improvements	39,759,287	2,250,183	-	42,009,470
Furniture and equipment	12,302,716	499,531	-	12,802,247
Total accumulated depreciation	52,062,003	2,749,714	-	54,811,717
Total capital assets being depreciated, net	55,453,021	7,923,866	-	63,376,887
Total capital assets, net	\$ 58,175,016	\$ 8,202,567	\$ (1,990,343)	\$ 64,387,240

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
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Depreciation expense was charged to functions of the District as follows:

Instructional services:	
Regular programs	\$1,469,162
Special programs	226,349
Other programs	187,758
Supporting services:	
Students	132,091
Instructional staff	82,741
General administration	67,505
School administration	46,003
Business	45,004
Operations and Maintenance	233,299
Food Service	45,004
Staff	214,798
	<b>\$2,749,714</b>

**NOTE 4. CHANGES IN LONG-TERM LIABILITIES:**

Changes in general long-term liabilities are summarized as follows:

Governmental Activities:	Balance July 1, 2015	Additions/ Accretion	Reductions	Balance June 30, 2016	Amount Due In One Year
General Obligation School Bonds*	\$54,932,248	\$10,852,107	\$3,720,000	\$62,064,355	\$3,905,000
Taxable Debt Certificates, 2014A	1,340,850	-	-	1,340,850	148,983
Deferred Amounts for Bond Issuance Premium	412,125	256,743	23,702	645,166	-
Net Other Postemployment Benefit Obligation	27,034	142,130	143,929	25,235	-
Net Pension Liability – Illinois Municipal Retirement Fund	(1,247,989)	3,911,572	-	2,663,583	-
Net Pension Liability – Teachers’ Retirement System	6,197,569	-	793,854	5,403,715	-
<b>Total Long-Term Liabilities</b>	<b>\$61,661,837</b>	<b>\$15,162,552</b>	<b>\$4,681,485</b>	<b>\$72,142,904</b>	<b>\$4,053,983</b>

\*Amounts are shown net of accretion.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

Long-term liabilities at June 30, 2016 are comprised of the following:

**General Obligation School Bonds:**

\$31,665,000 General Obligation Bonds, Series 2004, due in annual installments varying from \$3,905,000 to \$4,520,000 through 2021; interest rates varying from 4% to 5%.

\$35,300,000 Capital Appreciation Bonds, Series 2008A, due in annual installments varying from \$580,000 to \$4,960,000 through 2028; interest rates varying from 5.46% to 6%.

\$9,480,000 General Obligation Bonds, Series 2015A, due in annual installments varying from \$1,750,000 to \$2,030,000 through 2033; interest rate at 4%.

\$9,640,000 General Obligation Bonds, Series 2016, due in annual installments varying from \$750,000 to \$1,540,000 through 2036; interest rates varying from 3% to 4%.

**Debt Certificates:**

\$1,340,850 Qualified Zone Academy Bonds, Series 2014A, due in annual installments of \$148,983 through 2024; interest rate at 0.57%

At June 30, 2016, the annual cash flow requirements of all long-term debt to retirement, including interest of \$13,479,278 were as follows:

Fiscal Year Ending June 30,	Bonds Payable		Debt Certificates Payable		Total
	Principal	Interest	Principal	Interest	
2017	\$ 3,905,000	\$ 1,631,460	\$ 148,983	\$ 7,218	\$ 5,692,661
2018	4,100,000	1,455,650	148,983	6,369	5,711,002
2019	4,305,000	1,245,525	148,983	5,520	5,705,028
2020	4,520,000	1,024,900	148,983	4,671	5,698,554
2021	4,750,000	807,650	148,983	3,821	5,710,454
2022-2026	24,800,000	3,517,000	595,935	6,794	28,919,729
2027-2031	18,145,000	3,048,875	-	-	21,193,875
2032-2036	10,895,000	713,825	-	-	11,608,825
<b>Totals</b>	<b>\$ 75,420,000</b>	<b>\$ 13,444,885</b>	<b>\$ 1,340,850</b>	<b>\$ 34,393</b>	<b>\$ 90,240,128</b>

The Illinois Compiled Statutes limits the amount of bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2016, the statutory debt limit for the District was \$141,069,002, providing a debt margin of \$84,344,636.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
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Payments to retire bonds payable will be made from debt service levies in future periods. There is \$5,137,138 of fund equity available in the Debt Service Fund to service outstanding bonds payable.

**NOTE 5. RESTRICTED NET POSITION:**

The government-wide statement of net position reports \$12,533,953 of restricted net position, all of which is restricted by enabling legislation.

**NOTE 6. FUND BALANCES – GOVERNMENTAL FUNDS:**

The District's fund balances for Governmental Funds are classified as follows:

**Nonspendable** – The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

**Restricted Fund Balance** – The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the District. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes.

**Committed** – The committed fund balance classification refers to amounts that can only be used for specific purposes as determined by a formal action of the District's highest level of decision making authority (the School Board). Commitments may be established, modified, or rescinded only through resolutions approved by the School Board. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

**Assigned** – The assigned fund balance classification refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the School Board itself or the School Board may delegate the authority to assign amounts. The District currently assigns fund balance for money segregated to fund health insurance claims because the District is self-insured for health insurance purposes.

**Unassigned** – The unassigned fund balance classification is the residual classification for amounts in the General Fund that have not been restricted, committed, or assigned to specific purposes and any deficit fund balances in other funds.

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**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
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As of June 30, 2016, fund balances are composed of the following:

	General Fund	Capital Projects	Other Governmental Funds	Total Governmental Funds
Nonspendable	\$ 1,003,117	\$ -	\$ -	\$ 1,003,117
Restricted:				
Debt service	-	-	5,339,989	5,339,989
Transportation	-	-	3,624,696	3,624,696
Retirement	-	-	2,384,882	2,384,882
Tort immunity	-	-	182,534	182,534
Capital projects	-	10,060,419	-	10,060,419
Fire Prevention & Safety	-	-	1,115,408	1,115,408
Assigned	1,737,992	-	-	1,737,992
Unassigned	39,567,654	-	-	39,567,654
 Total fund balances	 \$ 42,308,763	 \$ 10,060,419	 \$ 12,647,509	 \$ 65,016,691

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board or the finance committee has provided otherwise in its commitment or assignment actions.

**NOTE 7. RETIREMENT FUND COMMITMENTS:**

**Retirement Plans**

The District participates in two retirement systems: The Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Members of TRS consist of all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. Employees, other than teachers, who meet prescribed annual hourly standards are members of IMRF.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
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Illinois Teachers' Retirement System:

**General Information about the Pension Plan**

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

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

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

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

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

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

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**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
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Contributions from active members and TRS contributing districts 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% of creditable earnings. The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

*On behalf contributions to TRS:* The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2016, state of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$5,601,218 in pension contributions from the state of Illinois.

*2.2 formula contributions:* Districts contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2016, were \$141,081, and are deferred because they were paid after the June 30, 2015 measurement date.

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

For the year ended June 30, 2016, the District pension contribution was 36.06% of salaries paid from federal and special trust funds. For the year ended June 30, 2016, salaries totaling \$800,920 were paid from federal and special trust funds that required District contributions of \$288,812. These contributions are deferred because they were paid after the June 30, 2016 measurement date.

*Employer retirement cost contributions:* Under GASB Statement No. 68, contributions that a district is required to pay because of a TRS member retiring are categorized as specific liability payments. The District is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum District ERO contribution under the current program is 146.5% and applies when the member is age 55 at retirement. For the year ended June 30, 2016, the District was not required to pay TRS for employer ERO contributions.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
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The District is also required to make a one-time contribution to TRS for members granted salary increases over 6% if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2016, the District paid \$23,343 to TRS for District contributions due on salary increases in excess of 6% and the District was not required to pay TRS for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2016, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follow:

District's proportionate share of the net pension liability	\$ 5,403,715
State's proportionate share of the net pension liability associated with the District	<u>68,367,205</u>
Total	<u><u>\$ 73,770,920</u></u>

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014, and rolled forward to June 30, 2015. The 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, 2015, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2015, the District's proportion was 0.0102%, which did not change from June 30, 2014.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

For the year ended June 30, 2016, the District recognized pension expense of \$5,601,218 and revenue of \$5,601,218 for support provided by the state. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,008	\$ 5,923
Net difference between projected and actual earnings on pension plan investments	107,017	189,220
Changes of Assumptions	74,728	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	1,020,737
District contributions subsequent to the measurement date	429,893	-
Total	\$ 613,646	\$ 1,215,880

\$487,039 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,	Deferred (Inflow) Outflow
2017	149,661
2018	(280,232)
2019	(280,232)
2020	(191,431)
Total	\$ (602,234)

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

**Actuarial assumptions**

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

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

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

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

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
U.S. large cap	18.0%	7.53%
Global equity excluding U.S.	18.0	7.88
Aggregate bonds	16.0	1.57
U.S. TIPS	2.0	2.82
NCREIF	11.0	5.11
Opportunistic real estate	4.0	9.09
ARS	8.0	2.57
Risk parity	8.0	4.87
Diversified inflation strategy	1.0	3.26
Private equity	14.0	12.33
Total	<u>100.0%</u>	

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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**Discount rate**

At June 30, 2015, the discount rate used to measure the total pension liability was a blended rate of 7.47 percent, which was changed from the June 30, 2014 rate of 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, District contributions, and state contributions will be made at the current statutorily-required rates.

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

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

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.47%, 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 (6.47%) or 1-percentage-point higher (8.47%) than the current rate.

	1% Decrease (6.47%)	Current Discount Rate (7.47%)	1% Increase (8.47%)
District's proportionate share of the net pension liability	\$ 6,677,667	\$5,403,715	\$4,359,040

**TRS fiduciary net position**

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

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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Illinois Municipal Retirement Fund:

*Plan Description:* The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section below. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois.

IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

*Benefits Provided:* IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

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

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

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

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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*Employees Covered by Benefit Terms:* At December 31, 2015, following employees were covered by the benefit terms:

Active members	218
Retirees and beneficiaries	287
Inactive, non-retired members	<u>122</u>
Total	<u>627</u>

*Contributions:* As set by statute, the District's regular plan members are required to contribute 4.5% of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for 2015 was 9.61% 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. Required contributions were \$1,001,459 and actual contributions were \$1,035,568, or 103.41% of required contributions.

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

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

*Actuarial Assumptions:* The following are the methods and assumptions used to determine the Total Pension Liability at December 31, 2015:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Inflation	2.75%
Salary Increases	3.75% to 14.50% including inflation
Investment Rate of Return	7.49%
Retirement Age	Experience-based Table of Rates that are specific to the type of eligibility condition, last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality Non-disabled Retirees	The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
Disabled Retirees	An IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustment that were applied for non-disabled lives.
Active Members	An IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

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

<u>Asset Class</u>	<u>Approximate Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	38.0%	7.4%
International equity	17.0	7.6
Fixed income	27.0	3.0
Real estate	8.0	6.00
Alternative investments	9.0	2.75-8.15
Cash equivalents	<u>1.0</u>	2.25
Total	<u>100.0</u>	

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

*Single Discount Rate:* A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects: (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and (2) the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%; the municipal bond rate is 3.57%; and the resulting single discount rate is 7.49%.

*Changes in the District's Net Pension Liability:* Changes in the District's Net Pension Liability for the year ended December 31, 2015 were as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability(Asset )
	(a)	(b)	(a) – (b)
Balance, December 31, 2014	\$ 57,391,204	\$ 58,639,193	\$ (1,247,989)
Charges for the year:			
Service cost	1,183,785	-	1,183,785
Interest	4,220,684	-	4,220,684
Difference between expected and actual experience	436,058	-	436,058
Changes in assumptions	64,971	-	64,971
Net investment income	-	288,463	(288,463)
Contributions – employees	-	485,687	(485,687)
Contributions – employers	-	1,035,568	(1,035,568)
Benefit payments including refunds of employee contributions	(3,414,607)	(3,414,607)	-
Other changes	-	184,208	(184,208)
Net changes	2,490,891	(1,420,681)	3,911,572
Balance, December 31, 2015	\$ 59,882,095	\$ 57,218,512	\$ 2,663,583

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

*Sensitivity of the Net Pension Liability to Changes in the Single Discount Rate:* The following presents the Net Pension Liability calculated using the single discount rate of 7.49%, as well as what the Net Pension Liability would be if it were calculated using a single discount rate that is 1% higher and lower:

	Discount Rate	Net Pension Liability
1% decrease	6.49%	\$ 9,681,351
Current discount rate	7.49	2,663,583
1% increase	8.49	(3,130,085)

*Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:* For the year ended June 30, 2016, the District recognized pension expense of \$2,222,817. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows / (Inflows) of Resources
Differences between expected and actual experience	\$ 366,841	\$ -	\$ 366,841
Changes of assumptions	1,025,884	-	1,025,884
Net difference between projected and actual earnings on plan investments	3,712,663	-	3,712,663
Employer contributions to plan after measurement date	487,039	-	487,039
Total	\$ 5,592,427	\$ -	\$ 5,592,427

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending <u>June 30,</u>	<u>Net Deferred Outflows (Inflows)</u>
2016	\$ 2,309,129
2017	1,441,260
2018	1,032,962
2019	809,076
Total	\$ 5,592,427

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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**NOTE 8. OTHER POST EMPLOYMENT BENEFITS:**

Teacher Health Insurance Security:

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

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

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

**On behalf contributions to THIS Fund.** The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members which were 1.07% of pay during the year ended June 30, 2016. State of Illinois contributions were \$260,269 and the District recognized revenue and expenditures of this amount during the year.

**Employer contributions to the THIS Fund.** The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.80% during the year ended June 30, 2016. For the year ended June 30, 2016, the District paid \$194,594 to the THIS Fund.

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

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

Defined Other Postemployment Benefit Plan:

*Plan Description:* The District's Other Postemployment Benefits (OPEB) Plan is a single-employer defined benefit healthcare plan that is administered by the District. The District provides postemployment benefits for eligible participants enrolled in the District sponsored plans. Benefits are provided in the form of an implicit rate subsidy where pre 65 retirees receive health insurance coverage by paying a combined retiree/active rate. Benefit provisions are established through contractual agreements and may only be amended through negotiations with the Board. The plan does not issue a separate, publicly available report.

*Funding Policy:* Contribution requirements are established through contractual agreements and may only be amended through negotiations with the Board. The retiree is responsible for paying the full monthly premium. The District currently pays for postemployment health care benefits on a pay-as-you-go basis.

*Annual OPEB Cost and Net OPEB Obligation:* For fiscal year 2016, the District's annual OPEB cost for the plan was \$142,130. The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended June 30, 2016, were as follows:

Annual required contribution	\$ 141,938
Interest on net OPEB obligation	1,153
Adjustment to annual required contribution	<u>(961)</u>
Annual OPEB cost	142,930
Contributions made	<u>(143,929)</u>
Decrease in net OPEB obligation	(1,799)
Net OPEB obligation—July 1, 2015	<u>27,034</u>
Net OPEB obligation—June 30, 2016	<u><u>\$ 25,235</u></u>

*Trend Information:* The District's annual OPEB cost, the percentage of the annual OPEB cost contribution to the plan, and the net OPEB obligation is as follows:

**Trend Information for the Plan**

Fiscal Year Ending	Annual OPEB Cost	Actual Employer Contribution	Percentage of APC Contributed	Net Pension Obligation
6/30/16	\$142,930	\$143,929	100.7%	\$ 25,235
6/30/15	142,930	143,929	100.7%	27,034
6/30/14	133,495	104,662	78.4%	28,833

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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*Funding Status and Funding Progress:* The funded status of the plan as of June 30, 2015, the most recent actuarial valuation date, is as follows:

Actuarial accrued liability (AAL)	\$ 1,584,844
Actuarial value of plan assets	<u>                  -</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 1,584,844</u>
Funded ratio (actuarial value of plan assets / AAL)	0%
Covered payroll (active plan members)	\$26,205,275
UAAL as a percentage of covered payroll	6.0%

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

*Actuarial Methods and Assumptions:* Actuarial valuations for an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continuous revision as actual results are compared to past expectations and new estimates about the future are formulated.

Although the valuation results are based on values which the District's actuarial consultant believes are reasonable assumptions, the valuation results reflect a long-term perspective and, as such, are merely an estimate of what future costs may actually be. Deviations in any of several factors, such as future interest rates, medical cost inflation, Medicare coverage, and changes in marital status, could result in actual costs being less or greater than estimated.

Projection of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In the most recent actuarial valuation for the plan as of June 30, 2015 the entry age actuarial cost method was used. The actuarial assumptions included an annual healthcare cost trend rate of 0.9% initially, 8.0% in the second year, and reduced by decrements to an ultimate rate of 5.5%. Both rates included a 3.0% inflation assumption. The UAAL is amortized as a level percentage of pay on an open 30-year period.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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**NOTE 9. RISK MANAGEMENT:**

The District participates in various public entity risk pools which operate as common risk management and insurance programs (See Notes 10 and 11). Risks covered include general liability, property damage and other. Premiums have been displayed as expenditures in appropriate funds. The District also operates a self-insurance program for medical coverage for employees (see Note 12). Insurance settlements have not exceeded insurance coverage during the current fiscal year.

**NOTE 10. RISK POOL - COLLECTIVE LIABILITY INSURANCE COOPERATIVE (CLIC):**

The District is a member of CLIC, which has been formed to provide casualty, property and liability protections and to administer some or all insurance coverages and protection other than health, life and accident coverages procured by the member districts. It is intended, by the creation of CLIC to allow a member District to equalize annual fluctuations in insurance costs by establishing a program whereby reserves may be created and temporary deficits of individual Districts covered and to ultimately equalize the risks and stabilize the costs of providing casualty, property and liability protections. If, during any fiscal year, the funds on hand in the account of CLIC are not sufficient to pay expenses of administration, the Board of Directors shall require supplementary payment from all members. Such payment shall be made in the same proportion as prior payments during that year to CLIC.

Complete financial statements for CLIC can be obtained from its administrator at 1441 Lake Street, Libertyville, Illinois 60048.

**NOTE 11. SCHOOL EMPLOYEES LOSS FUND (SELF):**

The District is a member of SELF, which has been formed to reduce local school districts' workers' compensation costs. SELF is controlled by a Board of Directors which is composed of representatives designated by each school district. The day-to-day operations of SELF are managed through an Executive Board elected by the Board of Directors. Each member district has a financial responsibility for annual membership contributions, which are calculated to provide for administrative expenses, specific and aggregate excess insurance coverage, and the funding of a portion of anticipated losses and loss adjustment expenses which will be borne directly by the membership. The losses and loss adjustment expenses to be borne by the membership are those which must be incurred prior to the attachment of excess insurance coverage.

Complete financial statements for SELF can be obtained from their accountant at Two Pierce Place, Itasca, Illinois 60143.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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**NOTE 12. SELF-INSURANCE PLAN:**

The District implemented a health and medical benefit program which is available to District personnel. The District has elected to become self insured for this plan. Stop-loss insurance has been obtained to limit the District's liability for individual and aggregate claims. The stop-loss coverage limits for the HMO for the year ended June 30, 2016 were \$125,000 for individual claims and \$2,529,405 for aggregate claims. The stop-loss coverage limits for the PPO for the year ended June 30, 2016 were \$125,000 for individual claims and \$3,921,096 for aggregate claims. A liability for estimated unpaid insurance claims, a component of which represents claims incurred but not reported, has been recorded in the financial statements at June 30, 2016, in the amount of \$555,486.

Changes in claims liability amounts during the current and prior fiscal years ended were as follows:

	June 30, 2016	June 30, 2015
Claims liability as of beginning of year	\$ 605,551	\$ 631,909
Claims and changes in estimates	6,241,488	6,504,686
Claims paid	(6,291,553)	(6,531,044)
Claims liability as of end of year	\$ 555,486	\$ 605,551

**NOTE 13. JOINT VENTURE – PROVISO AREA FOR EXCEPTIONAL CHILDREN (PAEC):**

The District is a member of the Proviso Area for Exceptional Children, a joint agreement that provides special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the policy board.

Complete financial statements for PAEC can be obtained from the Administrative Offices at 100 Van Buren St., Maywood, IL 60153.

**NOTE 14. JOINT VENTURE – DES PLAINES VALLEY REGION (DVR):**

The District and other Districts within the Des Plaines area have entered into a Joint Agreement to provide vocational education programs and services to students enrolled. Each member District has a financial responsibility for annual tuition costs as established by the Board of Directors.

Complete financial statements for DVR can be obtained from the Administrative Offices at 200 Fifth Avenue, River Grove, Illinois 60171.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209**  
**NOTES TO FINANCIAL STATEMENTS (CONT'D)**  
**JUNE 30, 2016**

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**NOTE 15. COMMITMENTS:**

The District has entered into contractual commitments related to various construction projects. As of June 30, 2016, remaining commitments under these contracts are approximately \$4,032,050.

**NOTE 16. INTERFUND TRANSFERS:**

As of June 30, 2016, inter-fund transfers consisted of the following:

Transfer to	Transfer from	Amount
Capital Projects Fund	General Fund's Working Cash Account	\$9,600,000
Debt Service Fund	General Fund's Operations and Maintenance Account	\$7,643

The purpose of the transfer to the Capital Projects Fund was to support various construction projects. The Illinois State Board of Education (ISBE) Administrative Code was modified to require that all debt service payments be reported in the Debt Service Fund. However, certain debt service payments are funded by sources other than a debt service levy. Accordingly, interfund transfers are required to transfer the proceeds of these other funding sources from the fund in which they are required to be deposited, to the Debt Service Fund from which the debt service payments will be made.

## REQUIRED SUPPLEMENTARY INFORMATION

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2016**

	General Fund			Variance with Final Budget - Positive (Negative)
	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	
<b>REVENUES:</b>				
Local sources	\$ 57,195,210	\$ 56,195,210	\$ 55,516,730	\$ (678,480)
State sources	25,771,692	34,824,728	19,876,208	(14,948,520)
Federal sources	6,044,693	5,993,835	3,872,461	(2,121,374)
Total Revenues	<u>89,011,595</u>	<u>97,013,773</u>	<u>79,265,399</u>	<u>(17,748,374)</u>
<b>EXPENDITURES:</b>				
Current operating:				
Instruction	45,037,179	53,469,860	36,417,198	17,052,662
Supporting services	37,158,503	35,581,155	30,537,842	5,043,313
Community services	217,799	253,869	120,934	132,935
Payments to other districts and governmental units	6,898,140	7,434,300	7,696,095	(261,795)
Total Expenditures	<u>89,311,621</u>	<u>96,739,184</u>	<u>74,772,069</u>	<u>21,967,115</u>
Excess (deficiency) of revenues over expenditures	<u>(300,026)</u>	<u>274,589</u>	<u>4,493,330</u>	<u>4,218,741</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(10,000,000)	(10,000,000)	(9,607,643)	392,357
Principal on bonds sold	10,000,000	10,000,000	9,640,000	(360,000)
Premium on bonds sold	-	-	53,892	53,892
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>86,249</u>	<u>86,249</u>
Net change in fund balances	<u>\$ (300,026)</u>	<u>\$ 274,589</u>	<u>4,579,579</u>	<u>\$ 4,304,990</u>
Fund balances at beginning of year			<u>37,703,479</u>	
FUND BALANCES AT END OF YEAR			<u>\$ 42,283,058</u>	

The notes to the required supplementary information are an integral part of this statement.

**PROVISO TOWNSHIP HIGH SCHOOL DISTRICT NO. 209  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS  
 DEFINED OTHER POSTEMPLOYMENT BENEFIT PLAN  
 JUNE 30, 2016**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability (AAL) -Entry Age (b)</b>	<b>Unfunded AAL (UAAL) (b-a)</b>	<b>Funded Ratio (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a Percentage of Covered Payroll [(b-a)/c]</b>
6/13/15	\$-	\$1,584,844	\$1,584,844	\$-	\$26,205,275	6.0%
6/13/13	-	1,181,886	1,181,886	-	N/A	N/A
6/30/11	-	881,510	881,510	-	N/A	N/A

**PROVISO TOWNSHIP HIGH SCHOOL DIST 209**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**JUNE 30, 2016**

Calendar year ending December 31,	<u>2015</u>	<u>2014</u>
<u>Total pension liability:</u>		
Service cost	\$ 1,183,785	\$ 1,220,686
Interest on the total pension liability	4,220,684	3,899,352
Difference between expected and actual experience	436,058	135,524
Changes in assumptions	64,971	2,319,318
Benefit payments, including refunds of employee contributions	<u>(3,414,607)</u>	<u>(3,129,379)</u>
Net change in total pension liability	2,490,891	4,445,501
Total pension liability, beginning	<u>57,391,204</u>	<u>52,945,703</u>
Total pension liability, ending (A)	<u>\$ 59,882,095</u>	<u>\$ 57,391,204</u>
<u>Plan fiduciary net position:</u>		
Contributions - Employer	\$ 1,035,568	\$ 1,040,884
Contributions - Employee	485,687	471,697
Net investment income	288,463	3,395,322
Benefit payments and refunds	(3,414,607)	(3,129,379)
Other	<u>184,208</u>	<u>391,261</u>
Net change in plan fiduciary net position	(1,420,681)	2,169,785
Plan fiduciary net position, beginning	<u>58,639,193</u>	<u>56,469,408</u>
Plan fiduciary net position, ending (B)	<u>\$ 57,218,512</u>	<u>\$ 58,639,193</u>
Net pension liability/(asset), ending (A) - (B)	<u>\$ 2,663,583</u>	<u>\$ (1,247,989)</u>
Plan fiduciary net position as a percentage of total pension liability	95.55%	102.17%
Covered valuation payroll	<u>\$ 10,779,967</u>	<u>\$ 10,478,898</u>
Net pension liability as a percentage of covered valuation payroll	<u>24.71%</u>	<u>-11.91%</u>

The notes to the required supplementary information are an integral part of this statement

**PROVISO TOWNSHIP HIGH SCHOOL DIST 209  
SCHEDULE OF CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND  
JUNE 30, 2016**

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Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency/ (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2015	\$ 1,001,459	\$ 1,035,568	\$ (34,109)	\$ 10,779,967	9.61%
2014	\$ 1,040,554	\$ 1,040,884	\$ (330)	\$ 10,478,898	9.93%

The notes to the required supplementary information are an integral part of this statement

**PROVISO TOWNSHIP HIGH SCHOOL DIST 209**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**  
**FISCAL YEAR 2016\***

	<u>2015*</u>	<u>2014*</u>
District's proportion of the net pension liability	<u>0.0082%</u>	<u>0.0102%</u>
District's proportionate share of the net pension liability	5,403,715	\$ 6,197,569
State's proportionate share of the net pension liability associated with the District	<u>68,367,205</u>	<u>212,827,875</u>
Total	<u>\$ 73,770,920</u>	<u>\$ 219,025,444</u>
District's covered-employee payroll	22,775,787	23,255,026
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	<u>23.73%</u>	<u>26.65%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>41.50%</u>	<u>43.00%</u>

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

The notes to the required supplementary information are an integral part of this statement

**PROVISO TOWNSHIP HIGH SCHOOL DIST 209**  
**SCHEDULE OF CONTRIBUTIONS**  
**TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**  
**JUNE 30, 2016**

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	2016	2015
Contractually-required contribution	\$ 429,892	\$ 357,875
Contributions in relation to the contractually-required contribution	438,531	368,870
Contribution deficiency (excess)	\$ (8,639)	\$ (10,995)
 District's covered-employee payroll	\$ 24,324,231	\$ 22,775,787
 Contribution as a percentage of covered-employee payroll	1.77%	1.57%

The notes to the required supplementary information are an integral part of this statement

**PROVISO TOWNSHIP HIGH SCHOOL DIST 209**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2016**

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**NOTE 1. BUDGETARY DATA:**

Budgeted amounts for all Governmental Funds are adopted on the modified accrual basis of accounting, which is consistent with accounting principles generally accepted in the United States of America.

The Board of Education follows these procedures in establishing the budgetary data reflected in the 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.
3. Prior to September 30 the budget is legally adopted through passage of a resolution. On or before the last Tuesday in December, a tax levy ordinance is filed with the County Clerk to obtain tax revenues. The budget was adopted on September 8, 2015, and was amended on June 14, 2016.
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 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. The District has adopted a legal budget for all its Governmental Funds. Total actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.
7. The budget lapses at the end of each fiscal year. (All appropriations lapse at year end.)

**PROVISO TOWNSHIP HIGH SCHOOL DIST 209**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2016**

**NOTE 2. ACTUAL EXPENDITURES OVER BUDGETED EXPENDITURES:**

Expenditures disbursed exceeded the budgeted amount in the following fund:

Fund/Account	Budget	Actual	Excess
Transportation Fund	3,274,000	3,348,472	74,472

**NOTE 3. SCHEDULE OF CONTRIBUTIONS – ILLINOIS MUNICIPAL RETIREMENT FUND:**

The following describes the summary of actuarial methods and assumptions used in the calculation of the 2015 contribution rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies: 29-year closed period until remaining period reaches 15 years (then 15-year rolling period). Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage Growth	4.00%
Price Inflation	3.0% -- approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	4.40% to 16.00% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the period 2008-2010.
Mortality	RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men 120% of the table rates were used. For women 92% of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.
Valuation Date	Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.
Other Information	There were no benefit changes during the year.

**PROVISO TOWNSHIP HIGH SCHOOL DIST 209**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2016**

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\*Based on Valuation Assumptions used in the December 31, 2013, actuarial valuation; note two year lag between valuation and rate setting.

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

**NOTE 4. SCHEDULE OF CONTRIBUTIONS – TEACHERS RETIREMENT SYSTEM  
OF THE STATE OF ILLINOIS**

**Changes of assumptions**

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

COMBINING AND INDIVIDUAL  
FUND SCHEDULES

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## **GENERAL FUND**

To account for resources traditionally associated with government operations which are not required to be accounted for in another fund, the District maintains the following legally mandated accounts within the General Fund:

**Educational Account** – To account for most of the instructional and administrative aspects of the District’s operations.

**Operations and Maintenance Account** – To account for repair and maintenance of the District’s property.

**Working Cash Account** – To account for financial resources held by the District to be used for loans for working capital requirements to any other fund for which taxes are levied.

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**COMBINING BALANCE SHEET BY ACCOUNT**  
**GENERAL FUND**  
**JUNE 30, 2016**

<u>ASSETS</u>	<u>Educational</u>	<u>Operations and Maintenance</u>	<u>Working Cash</u>	<u>Total General</u>
Cash and investments	\$ 34,651,811	\$ 3,233,372	\$ 3,208,365	\$ 41,093,548
Receivables (net of allowance for uncollectibles):				
Property taxes	20,338,281	4,293,595	4,711	24,636,587
Intergovernmental	1,964,655	-	-	1,964,655
Interest	65,243	8,678	5,229	79,150
Prepaid items	1,003,117	-	-	1,003,117
<b>TOTAL ASSETS</b>	<b>\$ 58,023,107</b>	<b>\$ 7,535,645</b>	<b>\$ 3,218,305</b>	<b>\$ 68,777,057</b>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>				
<b>Liabilities:</b>				
Accounts payable	\$ 835,990	\$ 119,639	\$ -	\$ 955,629
Payroll deductions and withholdings	29,298	140,124	-	169,422
Unearned revenue	889,720	-	-	889,720
<b>Total Liabilities</b>	<b>1,755,008</b>	<b>259,763</b>	<b>-</b>	<b>2,014,771</b>
<b>Deferred inflows of resources:</b>				
Property taxes levies for subsequent year	20,207,398	4,267,239	4,591	24,479,228
Total deferred inflows of resources	20,207,398	4,267,239	4,591	24,479,228
<b>Fund Balances:</b>				
Nonspendable	1,003,117	-	-	1,003,117
Assigned	1,479,561	258,431	-	1,737,992
Unassigned	33,578,023	2,750,212	3,213,714	39,541,949
<b>Total Fund Balances</b>	<b>36,060,701</b>	<b>3,008,643</b>	<b>3,213,714</b>	<b>42,283,058</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 58,023,107</b>	<b>\$ 7,535,645</b>	<b>\$ 3,218,305</b>	<b>\$ 68,777,057</b>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES BY ACCOUNT  
GENERAL FUND  
YEAR ENDED JUNE 30, 2016**

	<u>Educational</u>	<u>Operations and Maintenance</u>	<u>Working Cash</u>	<u>Total General</u>
<b>REVENUES:</b>				
Property taxes	\$ 42,733,274	\$ 8,790,105	\$ 21,422	\$ 51,544,801
Other local sources	2,871,086	1,085,389	15,454	3,971,929
State sources	19,876,208	-	-	19,876,208
Federal sources	3,872,461	-	-	3,872,461
Total Revenues	<u>69,353,029</u>	<u>9,875,494</u>	<u>36,876</u>	<u>79,265,399</u>
<b>EXPENDITURES:</b>				
Current operating:				
Instruction	36,417,198	-	-	36,417,198
Supporting services	21,551,946	8,985,896	-	30,537,842
Community services	120,934	-	-	120,934
Payments to other districts and governmental units	7,358,104	337,991	-	7,696,095
Total Expenditures	<u>65,448,182</u>	<u>9,323,887</u>	<u>-</u>	<u>74,772,069</u>
Excess of revenues over expenditures	<u>3,904,847</u>	<u>551,607</u>	<u>36,876</u>	<u>4,493,330</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	(7,643)	(9,600,000)	(9,607,643)
Principal on bonds sold	-	-	9,640,000	9,640,000
Premium on bonds sold	-	-	53,892	53,892
Total other financing sources (uses)	<u>-</u>	<u>(7,643)</u>	<u>93,892</u>	<u>86,249</u>
Net change in fund balances	3,904,847	543,964	130,768	4,579,579
Fund balances at beginning of year	<u>32,155,854</u>	<u>2,464,679</u>	<u>3,082,946</u>	<u>37,703,479</u>
FUND BALANCES AT END OF YEAR	<u>\$ 36,060,701</u>	<u>\$ 3,008,643</u>	<u>\$ 3,213,714</u>	<u>\$ 42,283,058</u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>REVENUES:</b>				
Local Sources:				
Property taxes -general tax levy	\$ 42,533,621	\$ 42,533,621	\$ 42,733,274	\$ 39,500,809
Corporate replacement taxes	2,661,000	1,661,000	1,349,410	442,476
Tuition	95,000	95,000	85,705	60,135
Earnings (loss) on investments	200,000	200,000	193,096	(91,517)
Food service - sales to pupils and adults	152,000	152,000	89,010	249,881
Pupil activities	410,700	410,700	484,590	585,976
Textbooks	19,000	19,000	9,102	21,580
Refund of prior years' expenditures	1,080,000	1,080,000	228,357	1,032,544
Drivers' education fees	-	-	45,596	50,478
Local fees	46,500	46,500	210	175
Other	5,500	5,500	386,010	321,352
<b>Total Local Sources</b>	<b>47,203,321</b>	<b>46,203,321</b>	<b>45,604,360</b>	<b>42,173,889</b>
State Sources:				
General state aid	11,490,381	11,490,381	11,997,290	11,886,905
Special education	2,309,167	2,309,167	1,663,291	2,516,426
Career and technical education	105,000	114,038	99,586	108,599
Bilingual education	190,000	233,998	43,643	208,610
State free lunch and brakfast	9,587	9,587	9,559	10,937
Drivers' education	105,557	105,557	105,214	105,557
On-behalf payments - State of Illinois	11,000,000	20,000,000	5,861,487	17,367,216
Other	62,000	62,000	96,138	451,395
<b>Total State Sources</b>	<b>25,271,692</b>	<b>34,324,728</b>	<b>19,876,208</b>	<b>32,655,645</b>
Federal Sources:				
Food service	2,868,632	2,868,632	1,230,388	944,223
Title I - low income	2,216,333	2,216,333	1,945,718	1,737,685
Perkins Title IIC - Tech Prep	255,422	252,422	236,037	253,129
Title III - english language acquisition	121,500	93,945	29,125	78,941
Title II - teacher quality	184,806	164,503	112,731	207,093
Medicaid fee for service	240,000	240,000	250,586	238,584
Other	158,000	158,000	67,876	78,192
<b>Total Federal Sources</b>	<b>6,044,693</b>	<b>5,993,835</b>	<b>3,872,461</b>	<b>3,537,847</b>
<b>Total Revenues</b>	<b>\$ 78,519,706</b>	<b>\$ 86,521,884</b>	<b>\$ 69,353,029</b>	<b>\$ 78,367,381</b>

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>EXPENDITURES:</b>				
Current operating:				
Instruction:				
Regular programs:				
Salaries	\$ 15,067,248	\$ 15,030,568	\$ 14,444,791	\$ 13,762,852
Employee benefits	3,678,060	3,537,033	3,584,462	3,438,370
On-behalf payments - State of Illinois	11,000,000	20,000,000	5,861,487	17,367,216
Purchased services	236,358	296,000	213,609	89,371
Supplies and materials	413,046	431,611	340,708	666,052
Capital outlay	173,600	34,499	20,264	6,660
Other	39,930	23,617	5,000	15,315
Non-capitalized equipment	11,095	49,201	45,376	62,709
Termination benefits	30,000	30,000	-	-
Total	30,649,337	39,432,529	24,515,697	35,408,545
Special programs:				
Salaries	4,067,540	4,072,340	3,466,233	3,322,033
Employee benefits	1,102,618	907,710	875,501	879,060
Purchased services	43,000	49,505	37,245	32,457
Supplies and materials	40,123	40,926	34,075	3,399
Other	-	1,800	1,700	-
Non-capitalized equipment	-	700	2,087	-
Tuition	-	-	2,259,978	2,251,635
Total	5,253,281	5,072,981	6,676,819	6,488,584
Educationally deprived:				
Salaries	552,519	846,091	833,505	565,517
Employee benefits	201,498	292,503	267,186	197,748
Purchased services	292,138	265,107	240,598	200,232
Supplies and materials	3,000	23,525	966	37,405
Capital outlay	18,000	-	-	-
Non-capitalized equipment	153,839	135,839	124,865	353,872
Total	\$ 1,220,994	\$ 1,563,065	\$ 1,467,120	\$ 1,354,774

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>EXPENDITURES - Continued:</b>				
Vocational programs:				
Salaries	\$ 724,122	\$ 711,833	\$ 706,001	\$ 664,415
Employee benefits	63,817	63,817	76,775	49,878
Purchased services	66,139	75,566	66,758	32,574
Supplies and materials	328,660	188,633	177,207	109,622
Capital outlay	-	15,500	15,500	33,973
Other	3,050	3,050	2,267	720
Non-capitalized equipment	57,435	19,785	25,054	109,633
<b>Total</b>	<b>1,243,223</b>	<b>1,078,184</b>	<b>1,069,562</b>	<b>1,000,815</b>
Interscholastic programs:				
Salaries	1,370,060	1,440,478	1,075,962	1,170,431
Employee benefits	111,820	80,969	74,617	89,229
Purchased services	357,479	338,915	303,903	307,092
Supplies and materials	132,855	147,410	120,302	93,986
Capital outlay	71,565	30,797	9,934	14,375
Other	42,100	43,621	37,739	28,111
Non-capitalized equipment	14,000	72,419	84,588	10,975
<b>Total</b>	<b>2,099,879</b>	<b>2,154,609</b>	<b>1,707,045</b>	<b>1,714,199</b>
Summer school:				
Salaries	345,660	345,660	250,602	227,549
Employee benefits	-	1,000	4,180	1,095
Supplies and materials	-	85	84	-
<b>Total</b>	<b>345,660</b>	<b>346,745</b>	<b>254,866</b>	<b>228,644</b>
Gifted:				
Purchased services	42,650	42,650	35,505	21,530
Supplies and materials	4,500	4,500	-	-
<b>Total</b>	<b>47,150</b>	<b>47,150</b>	<b>35,505</b>	<b>21,530</b>
Driver's education programs:				
Salaries	89,000	89,000	58,402	70,704
Employee benefits	-	750	339	410
Purchased services	35,300	35,543	26,652	31,568
Supplies and materials	18,000	12,862	4,444	16,275
Other	700	700	-	400
Non-capitalized equipment	-	1,500	1,500	-
<b>Total</b>	<b>\$ 143,000</b>	<b>\$ 140,355</b>	<b>\$ 91,337</b>	<b>\$ 119,357</b>

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>EXPENDITURES - Continued:</b>				
Bilingual:				
Salaries	\$ 8,813	\$ 130,756	\$ 21,471	\$ 31,052
Employee benefits	-	-	857	893
Purchased services	609	3,710	5,330	609
Supplies and materials	62,064	38,360	109,728	116,322
Capital outlay	7,069	-	-	5,869
Non-capitalized equipment	-	94,816	82,017	1,200
Total	78,555	267,642	219,403	155,945
Truant alternative and optional:				
Salaries	23,600	23,600	-	5,669
Employee benefits	-	-	-	21,984
Purchased services	402,000	402,000	353,294	375,441
Supplies and materials	10,500	21,000	7,281	9,916
Other	3,500,000	2,900,000	-	8,727
Non-capitalized equipment	20,000	20,000	19,269	2,013
Total	3,956,100	3,366,600	379,844	423,750
Total Instruction	45,037,179	53,469,860	36,417,198	46,916,143
Support Services:				
Pupils:				
Attendance and social work :				
Salaries	1,629,424	1,629,424	1,425,326	1,453,924
Employee benefits	291,588	292,788	303,751	317,353
Supplies and materials	34,400	34,400	8,114	18,774
Total	1,955,412	1,956,612	1,737,191	1,790,051
Guidance services				
Salaries	1,537,575	1,535,715	1,436,353	1,362,683
Employee benefits	275,308	275,308	300,978	313,838
Purchased services	70,979	35,732	27,456	22,792
Supplies and materials	10,318	9,728	10,300	6,064
Total	\$ 1,894,180	\$ 1,856,483	\$ 1,775,087	\$ 1,705,377

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>EXPENDITURES - Continued:</b>				
Health services:				
Salaries	\$ 262,385	\$ 262,385	\$ 256,070	\$ 248,163
Employee benefits	140,899	106,759	98,861	95,817
Purchased services	550	550	825	702
Supplies and materials	3,000	3,000	2,298	2,190
<b>Total</b>	<b>406,834</b>	<b>372,694</b>	<b>358,054</b>	<b>346,872</b>
Other support - pupil:				
Salaries	1,854,316	1,854,316	1,592,636	1,673,839
Employee benefits	418,444	350,363	349,902	259,654
Purchased services	395,600	406,901	255,167	329,788
Supplies and materials	88,700	91,141	79,769	71,930
Capital outlay	24,000	41,935	41,935	7,070
Non-capitalized equipment	44,500	6,100	-	1,295
<b>Total</b>	<b>2,825,560</b>	<b>2,750,756</b>	<b>2,319,409</b>	<b>2,343,576</b>
<b>Total Pupils</b>	<b>7,081,986</b>	<b>6,936,545</b>	<b>6,189,741</b>	<b>6,185,876</b>
Instructional Staff:				
Improvement of instructional services:				
Salaries	665,775	791,734	527,913	429,477
Employee benefits	210,522	259,286	147,850	116,887
Purchased services	872,198	866,378	785,275	1,224,300
Supplies and materials	2,116,000	1,766,846	1,770,100	519,708
Capital outlay	-	8,243	6,203	31,855
Other	-	769	769	-
Non-capitalized equipment	-	59,757	43,902	19,668
<b>Total</b>	<b>3,864,495</b>	<b>3,753,013</b>	<b>3,282,012</b>	<b>2,341,895</b>
Educational media services:				
Salaries	270,247	260,401	220,977	225,302
Employee benefits	126,632	69,026	45,509	37,211
Purchased services	2,230	2,230	-	2,187
Supplies and materials	31,074	41,668	31,112	30,309
Non-capitalized equipment	-	1,420	1,300	898
<b>Total</b>	<b>\$ 430,183</b>	<b>\$ 374,745</b>	<b>\$ 298,898</b>	<b>\$ 295,907</b>

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>EXPENDITURES - Continued:</b>				
Assessment and testing:				
Salaries	\$ 163,326	\$ 177,076	\$ 162,295	\$ 125,813
Employee benefits	44,283	44,283	43,034	26,439
Purchased services	319,695	324,041	141,384	27,530
Supplies and materials	290,880	290,129	5,625	6,883
Other	800	800	-	-
Total	818,984	836,329	352,338	186,665
Total Instructional Staff	5,113,662	4,964,087	3,933,248	2,824,467
General Administration:				
Board of education:				
Purchased services	2,089,700	2,089,900	1,622,757	2,014,851
Supplies and materials	7,400	8,185	4,116	2,859
Other	91,351	91,480	29,227	34,656
Total	2,188,451	2,189,565	1,656,100	2,052,366
Executive administration:				
Salaries	356,946	494,167	358,551	580,470
Employee benefits	96,850	115,903	91,822	162,057
Purchased services	7,250	7,250	5,147	36,133
Supplies and materials	1,225	1,225	365	1,015
Other	3,000	3,000	2,711	3,207
Total	465,271	621,545	458,596	782,882
Special area administration:				
Salaries	-	-	-	80,320
Employee benefits	-	-	39	16,089
Purchased services	-	-	-	371
Total	-	-	39	96,780
Tort immunity:				
Employee benefits	200,000	500,000	233,296	455,065
Non-capitalized equipment	50,000	50,000	-	-
Total	250,000	550,000	233,296	455,065
Total General Administration	\$ 2,903,722	\$ 3,361,110	\$ 2,348,031	\$ 3,387,093

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>EXPENDITURES - Continued:</b>				
School Administration:				
Office of the principal:				
Salaries	\$ 1,903,910	\$ 1,930,410	\$ 1,936,102	\$ 1,728,199
Employee benefits	643,098	584,946	515,732	490,815
Purchased services	20,550	22,002	11,054	7,043
Supplies and materials	20,200	27,306	14,840	14,713
Capital outlay	5,000	3,950	-	2,509
Other	17,000	20,610	21,560	16,025
Non-capitalized equipment	-	7,668	11,610	1,975
<b>Total</b>	<b>2,609,758</b>	<b>2,596,892</b>	<b>2,510,898</b>	<b>2,261,279</b>
Other support - school administration:				
Salaries	174,934	185,195	194,447	61,967
Employee benefits	30,090	42,230	38,566	2,055
Purchased services	700	700	229	-
<b>Total</b>	<b>205,724</b>	<b>228,125</b>	<b>233,242</b>	<b>64,022</b>
<b>Total School Administration</b>	<b>2,815,482</b>	<b>2,825,017</b>	<b>2,744,140</b>	<b>2,325,301</b>
Business:				
Direction of business support services:				
Salaries	139,555	139,555	137,224	133,227
Employee benefits	45,660	40,541	36,369	45,504
Purchased services	3,500	3,500	1,774	3,677
Supplies and materials	1,000	946	638	394
Other	1,300	1,354	1,354	1,269
Non-capitalized equipment	-	2,010	2,010	-
<b>Total</b>	<b>191,015</b>	<b>187,906</b>	<b>179,369</b>	<b>184,071</b>
Fiscal services:				
Salaries	608,586	609,086	597,245	586,395
Employee benefits	231,354	183,273	165,064	169,951
Purchased services	57,300	71,470	74,268	42,874
Supplies and materials	27,000	27,591	1,735	1,059
Other	3,500	3,087	1,435	1,795
Non-capitalized equipment	3,000	3,413	3,413	2,997
<b>Total</b>	<b>\$ 930,740</b>	<b>\$ 897,920</b>	<b>\$ 843,160</b>	<b>\$ 805,071</b>

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>EXPENDITURES - Continued:</b>				
Pupil transportation services:				
Purchased services	\$ 64,664	\$ 59,016	\$ 45,331	\$ 9,333
Supplies and materials	5,000	-	-	-
Total	69,664	59,016	45,331	9,333
Food services				
Purchased services	3,075,000	1,342,100	1,190,518	1,039,957
Supplies and materials	25,000	10,000	14,849	19,550
Non-capitalized equipment	100,000	14,200	28,176	24,788
Total	3,200,000	1,366,300	1,233,543	1,084,295
Total Business	4,391,419	2,511,142	2,301,403	2,082,770
Planning, research, development and evaluation services:				
Capital outlay	-	23,806	-	-
Non-capitalized equipment	-	-	23,806	-
Total	-	23,806	23,806	-
Information services:				
Salaries	48,283	48,283	25,147	25,174
Employee benefits	30,377	30,377	27,100	22,638
Purchased services	146,300	161,300	102,202	110,188
Supplies and materials	500	500	65	56
Other	150	150	365	90
Total	225,610	240,610	154,879	158,146
Staff services:				
Salaries	291,059	153,838	247,613	-
Employee benefits	85,960	66,908	83,150	-
Purchased services	47,600	47,475	41,375	1,560
Supplies and materials	3,500	6,000	3,780	931
Other	1,000	1,000	380	-
Non-capitalized equipment	2,000	-	-	-
Total	\$ 431,119	\$ 275,221	\$ 376,298	\$ 2,491

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>EXPENDITURES - Continued:</b>				
Data processing services:				
Salaries	\$ 1,056,765	\$ 1,058,765	\$ 1,015,084	\$ 989,922
Employee benefits	400,142	371,756	353,674	312,753
Purchased services	1,237,000	1,417,000	841,742	692,191
Supplies and materials	185,000	335,000	223,352	91,252
Capital outlay	950,000	880,000	183,289	307,987
Non-capitalized equipment	200,000	300,000	822,177	475,698
 Total	 4,028,907	 4,362,521	 3,439,318	 2,869,803
 Total Central	 4,685,636	 4,902,158	 3,994,301	 3,030,440
 Other Support Services:				
Purchased services	-	-	-	12,011
Supplies and materials	43,000	42,500	41,082	41,852
 Total Other Support Services	 43,000	 42,500	 41,082	 53,863
 Total Support Services	 27,034,907	 25,542,559	 21,551,946	 19,889,810
 Community Services:				
Salaries	26,000	23,253	23,253	23,253
Purchased services	102,086	109,785	54,763	45,890
Supplies and materials	89,713	120,831	42,918	8,985
 Total Community Services	 217,799	 253,869	 120,934	 78,128
 Payments to other districts and governmental units:				
Purchased services	368,140	304,300	80,880	149,261
Tuition	6,200,000	6,800,000	7,277,224	6,434,612
 Total payments to other districts and governmental units	 6,568,140	 7,104,300	 7,358,104	 6,583,873
 Total Expenditures	 78,858,025	 86,370,588	 65,448,182	 73,467,954
 Net change in fund balances	 <u>\$ (338,319)</u>	 <u>\$ 151,296</u>	 3,904,847	 4,899,427
 Fund balances at beginning of year			 32,155,854	 27,256,427
 FUND BALANCES AT END OF YEAR			 <u>\$ 36,060,701</u>	 <u>\$ 32,155,854</u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**OPERATIONS AND MAINTENANCE ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>REVENUES:</b>				
Local Sources:				
Property taxes	\$ 8,620,473	\$ 8,620,473	\$ 8,790,105	\$ 7,846,630
Personal property replacement taxes	1,000,000	1,000,000	1,000,000	1,407,361
Earnings (loss) on investments	12,000	12,000	24,163	(4,388)
Rentals	90,000	90,000	43,117	70,390
Refund of prior years' expenditures	200,000	200,000	6,527	68,772
Other	10,000	10,000	11,582	653
Total Local Sources	<u>9,932,473</u>	<u>9,932,473</u>	<u>9,875,494</u>	<u>9,389,418</u>
State Sources:				
School infrastructure	500,000	500,000	-	32,450
Total State Sources	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>32,450</u>
Total Revenues	<u>10,432,473</u>	<u>10,432,473</u>	<u>9,875,494</u>	<u>9,421,868</u>
<b>EXPENDITURES:</b>				
Current operating:				
Support services:				
Business:				
Operation and maintenance of plant services:				
Salaries	4,660,570	4,705,570	4,294,736	4,275,428
Benefits	1,297,425	1,297,427	1,022,006	979,234
Purchased services	1,693,943	2,019,264	1,706,745	1,118,121
Supplies and materials	1,649,000	1,546,877	1,638,932	1,511,666
Capital outlay	561,531	310,832	191,600	453,991
Other	6,860	7,780	2,670	1,935
Non-capitalized equipment	254,267	150,846	129,207	107,344
Total Support Services	<u>10,123,596</u>	<u>10,038,596</u>	<u>8,985,896</u>	<u>8,447,719</u>
Payments to other districts and governmental units:				
Other	330,000	330,000	337,991	329,275
Total payments to other districts and governmental units	<u>330,000</u>	<u>330,000</u>	<u>337,991</u>	<u>329,275</u>
Total Expenditures	<u>10,453,596</u>	<u>10,368,596</u>	<u>9,323,887</u>	<u>8,776,994</u>
Excess (deficiency) of revenues over expenditures	<u>(21,123)</u>	<u>63,877</u>	<u>551,607</u>	<u>644,874</u>

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**OPERATIONS AND MAINTENANCE ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>OTHER FINANCING USES:</b>				
Transfers out	-	-	(7,643)	-
Total other financing uses	-	-	(7,643)	-
Net change in fund balances	<u>\$ (21,123)</u>	<u>\$ 63,877</u>	543,964	644,874
Fund balances at beginning of year			<u>2,464,679</u>	<u>1,819,805</u>
<b>FUND BALANCES AT END OF YEAR</b>			<u><u>\$ 3,008,643</u></u>	<u><u>\$ 2,464,679</u></u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**WORKING CASH ACCOUNT**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015
	Original & Final Budget	Actual	Actual
<b>REVENUES:</b>			
Local Sources:			
Property taxes	\$ 40,416	\$ 21,422	\$ 17,082
Earnings (loss) on investments	19,000	15,454	(4,934)
Excess of revenues over expenditures	<u>59,416</u>	<u>36,876</u>	<u>12,148</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers out	(10,000,000)	(9,600,000)	(9,700,000)
Principal on bonds sold	10,000,000	9,640,000	9,288,529
Premium on bonds sold	-	53,892	418,798
Total other financing sources (uses)	<u>-</u>	<u>93,892</u>	<u>7,327</u>
Net change in fund balances	<u><u>\$ 59,416</u></u>	130,768	19,475
Fund balances at beginning of year		<u>3,082,946</u>	<u>3,063,471</u>
FUND BALANCES AT END OF YEAR		<u><u>\$ 3,213,714</u></u>	<u><u>\$ 3,082,946</u></u>

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## **MAJOR GOVERNMENTAL FUNDS**

### **CAPITAL PROJECTS FUND**

**Capital Projects Fund** – To account for financial resources to be used for the acquisition, construction and/or additions related to major capital projects, other than those required to be accounted for in the Fire Prevention and Safety Fund.

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**CAPITAL PROJECTS FUND**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>REVENUES:</b>				
Local Sources:				
Corporate replacement taxes	\$ -	\$ 1,000,000	\$ 1,000,000	\$ 1,688,693
Earnings (loss) on investments	15,000	15,000	16,884	10,829
Insurance recovery	-	-	-	7,564,860
Total Revenues	<u>15,000</u>	<u>1,015,000</u>	<u>1,016,884</u>	<u>9,264,382</u>
<b>EXPENDITURES:</b>				
Current operating:				
Support Services:				
Business:				
Facilities Acquisition and Construction:				
Purchased services	37,400	62,400	298,148	1,907,873
Capital outlay	12,085,806	12,060,806	8,326,656	10,401,673
Non-capitalized equipment	-	-	-	8,350
Total Expenditures	<u>12,123,206</u>	<u>12,123,206</u>	<u>8,624,804</u>	<u>12,317,896</u>
Deficiency of revenues over expenditures	<u>(12,108,206)</u>	<u>(11,108,206)</u>	<u>(7,607,920)</u>	<u>(3,053,514)</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	10,000,000	10,000,000	9,600,000	9,700,000
Principal on bonds sold	-	-	-	1,314,033
Total other financing sources	<u>10,000,000</u>	<u>10,000,000</u>	<u>9,600,000</u>	<u>11,014,033</u>
Net change in fund balances	<u>\$ (2,108,206)</u>	<u>\$ (1,108,206)</u>	1,992,080	7,960,519
Fund balances at beginning of year			<u>8,068,339</u>	<u>107,820</u>
FUND BALANCES AT END OF YEAR			<u>\$ 10,060,419</u>	<u>\$ 8,068,339</u>

## **NONMAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUNDS**

To account for proceeds from specific revenue sources which are designated to finance expenditures for specific purposes, the District maintains the following Nonmajor Special Revenue Funds:

**Transportation Fund** – To account for activity relating to student transportation to and from school.

**Municipal Retirement/Social Security Fund** – To account for the District's portion of pension contributions to the Illinois Municipal Retirement Fund and Social Security for non-certified employees.

**Tort Immunity Fund** - To account for taxes levied or bonds sold by the District for tort immunity or tort judgment purposes.

### **DEBT SERVICE FUND**

**Debt Service Fund** – To account for the accumulation of, resources for, and the payment of, general long-term debt principal, interest and related costs.

### **CAPITAL PROJECTS FUND**

**Fire Prevention and Safety Fund** – To account for financial resources to be used for the acquisition, construction, and/or additions related to qualifying fire prevention and safety projects.

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2016**

	Special Revenue			
	Transportation	Municipal Retirement/ Social Security	Tort Immunity	Subtotal
<b><u>ASSETS</u></b>				
Cash and investments	\$ 3,620,770	\$ 2,372,730	\$ 182,200	\$ 6,175,700
Receivables (net of allowance for uncollectibles):				
Property taxes	722,665	723,608	4,711	1,450,984
Intergovernmental	175,592	-	-	175,592
Interest	7,180	4,360	303	11,843
<b>TOTAL ASSETS</b>	<b><u>\$ 4,526,207</u></b>	<b><u>\$ 3,100,698</u></b>	<b><u>\$ 187,214</u></b>	<b><u>\$ 7,814,119</u></b>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>				
<b>Liabilities:</b>				
Accounts payable	\$ 8,692	\$ -	\$ -	\$ 8,692
Unearned revenue	175,592	-	-	175,592
<b>Total Liabilities</b>	<b><u>184,284</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>184,284</u></b>
<b>Deferred inflows of resources:</b>				
Property taxes levies for subsequent year	717,227	715,816	4,680	1,437,723
<b>Total deferred inflows of resources</b>	<b><u>717,227</u></b>	<b><u>715,816</u></b>	<b><u>4,680</u></b>	<b><u>1,437,723</u></b>
<b>Fund Balances:</b>				
Restricted	3,624,696	2,384,882	182,534	6,192,112
<b>Total Fund Balances</b>	<b><u>3,624,696</u></b>	<b><u>2,384,882</u></b>	<b><u>182,534</u></b>	<b><u>6,192,112</u></b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b><u>\$ 4,526,207</u></b>	<b><u>\$ 3,100,698</u></b>	<b><u>\$ 187,214</u></b>	<b><u>\$ 7,814,119</u></b>

<u>Debt Service</u>	<u>Capital Projects</u>	
<u>Debt Service</u>	<u>Fire Prevention and Safety</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 5,314,805	\$ 1,111,977	\$ 12,602,482
2,581,179	158,289	4,190,452
-	-	175,592
9,492	1,914	23,249
<u>\$ 7,905,476</u>	<u>\$ 1,272,180</u>	<u>\$ 16,991,775</u>
\$ -	\$ -	\$ 8,692
-	-	175,592
-	-	184,284
<u>2,565,487</u>	<u>156,772</u>	<u>4,159,982</u>
<u>2,565,487</u>	<u>156,772</u>	<u>4,159,982</u>
<u>5,339,989</u>	<u>1,115,408</u>	<u>12,647,509</u>
<u>5,339,989</u>	<u>1,115,408</u>	<u>12,647,509</u>
<u>\$ 7,905,476</u>	<u>\$ 1,272,180</u>	<u>\$ 16,991,775</u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	Special Revenue			
	Transportation	Municipal Retirement/ Social Security	Tort Immunity	Subtotal
<b>REVENUES:</b>				
Property taxes	\$ 1,631,500	\$ 2,027,360	\$ 12,172	\$ 3,671,032
Other local sources	45,116	69,224	885	115,225
State sources	575,102	-	-	575,102
Total Revenues	<u>2,251,718</u>	<u>2,096,584</u>	<u>13,057</u>	<u>4,361,359</u>
<b>EXPENDITURES:</b>				
Current operating:				
Instruction	-	574,245	-	574,245
Support services	2,619,199	1,598,778	-	4,217,977
Payments to other districts and governmental units	729,273	-	-	729,273
Debt service:				
Payment of principal on long-term debt	-	-	-	-
Interest on long-term debt	-	-	-	-
Service charges	-	-	-	-
Total Expenditures	<u>3,348,472</u>	<u>2,173,023</u>	<u>-</u>	<u>5,521,495</u>
Excess (deficiency) of revenues over expenditures	<u>(1,096,754)</u>	<u>(76,439)</u>	<u>13,057</u>	<u>(1,160,136)</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	-	-	-	-
Premium on bonds sold	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,096,754)	(76,439)	13,057	(1,160,136)
Fund balances at beginning of year	<u>4,721,450</u>	<u>2,461,321</u>	<u>169,477</u>	<u>7,352,248</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u><u>\$ 3,624,696</u></u>	<u><u>\$ 2,384,882</u></u>	<u><u>\$ 182,534</u></u>	<u><u>\$ 6,192,112</u></u>

<u>Debt Service</u>	<u>Capital Projects</u>	Total
<u>Debt Service</u>	<u>Fire Prevention and Safety</u>	<u>Nonmajor Governmental Funds</u>
\$ 5,305,817	\$ 376,029	\$ 9,352,878
29,832	5,569	150,626
-	-	575,102
<u>5,335,649</u>	<u>381,598</u>	<u>10,078,606</u>
-	-	574,245
-	165,164	4,383,141
	-	729,273
3,720,000	-	3,720,000
1,529,842	-	1,529,842
205,801	-	205,801
<u>5,455,643</u>	<u>165,164</u>	<u>11,142,302</u>
<u>(119,994)</u>	<u>216,434</u>	<u>(1,063,696)</u>
7,643	-	7,643
202,851	-	202,851
<u>210,494</u>	<u>-</u>	<u>210,494</u>
90,500	216,434	(853,202)
<u>5,249,489</u>	<u>898,974</u>	<u>13,500,711</u>
<u>\$ 5,339,989</u>	<u>\$ 1,115,408</u>	<u>\$ 12,647,509</u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**TRANSPORTATION FUND**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015
	Original & Final Budget	Actual	Actual
<b>REVENUES:</b>			
Local Sources:			
Property taxes	\$ 1,801,065	\$ 1,631,500	\$ 1,553,862
Transportation fees	4,000	7,227	4,200
Earnings (loss) on investments	32,000	23,838	(15,505)
Refund of prior year's expenditures	400,000	14,051	385,106
Total Local Sources	<u>2,237,065</u>	<u>1,676,616</u>	<u>1,927,663</u>
State Sources:			
Transportation aid			
Regular	-	-	438,507
Special education	942,541	575,102	377,319
Total State Sources	<u>942,541</u>	<u>575,102</u>	<u>815,826</u>
Total Revenues	<u>3,179,606</u>	<u>2,251,718</u>	<u>2,743,489</u>
<b>EXPENDITURES:</b>			
Current operating:			
Support Services:			
Business - Pupil Transportation Services:			
Salaries	179,905	139,135	158,361
Purchased services	2,422,699	2,379,192	2,303,970
Supplies and materials	35,000	14,477	22,770
Capital outlay	86,396	86,395	-
Total Support Services	<u>2,724,000</u>	<u>2,619,199</u>	<u>2,485,101</u>
Payments to other districts and governmental units:			
Special education transportation services	550,000	729,273	1,057,333
Total payments to other districts and governmental units	<u>550,000</u>	<u>729,273</u>	<u>1,057,333</u>
Total Expenditures	<u>3,274,000</u>	<u>3,348,472</u>	<u>3,542,434</u>
Net change in fund balances	<u>\$ (94,394)</u>	(1,096,754)	(798,945)
Fund balances at beginning of year		<u>4,721,450</u>	<u>5,520,395</u>
FUND BALANCES AT END OF YEAR		<u>\$ 3,624,696</u>	<u>\$ 4,721,450</u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>REVENUES:</b>				
Local Sources:				
Property taxes				
General tax levy	\$ 2,527,534	\$ 2,527,534	\$ 822,447	\$ 1,197,653
Social security/medicare tax levy	-	-	1,204,913	1,197,653
Corporate replacement taxes	85,000	85,000	55,000	211,308
Earnings (loss) on investments	12,000	12,000	14,224	(6,835)
Total Revenues	<u>2,624,534</u>	<u>2,624,534</u>	<u>2,096,584</u>	<u>2,599,779</u>
<b>EXPENDITURES:</b>				
Current operating:				
Instruction - employee benefits	561,930	569,811	574,245	566,371
Support Services - employee benefits	1,675,769	1,669,110	1,598,778	1,671,610
Total Expenditures	<u>2,237,699</u>	<u>2,238,921</u>	<u>2,173,023</u>	<u>2,237,981</u>
Net change in fund balances	<u>\$ 386,835</u>	<u>\$ 385,613</u>	(76,439)	361,798
Fund balances at beginning of year			<u>2,461,321</u>	<u>2,099,523</u>
FUND BALANCES AT END OF YEAR			<u>\$ 2,384,882</u>	<u>\$ 2,461,321</u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**TORT IMMUNITY FUND**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015
	Original & Final Budget	Actual	Actual
<b>REVENUES:</b>			
Local Sources:			
Property taxes	\$ 7,198	\$ 12,172	\$ 7,122
Earnings (loss) on investments	1,000	885	(459)
Total Revenues	<u>8,198</u>	<u>13,057</u>	<u>6,663</u>
Net change in fund balances	<u>\$ 8,198</u>	13,057	6,663
Fund balances at beginning of year		<u>169,477</u>	<u>162,814</u>
FUND BALANCES AT END OF YEAR		<u>\$ 182,534</u>	<u>\$ 169,477</u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015	
	Original Budget	Final Budget	Actual	Actual
<b>REVENUES:</b>				
Local Sources:				
Property taxes	\$ 5,130,060	\$ 5,130,060	\$ 5,305,817	\$ 4,870,930
Earnings (loss) on investments	30,000	30,000	29,832	(17,162)
Total Revenues	<u>5,160,060</u>	<u>5,160,060</u>	<u>5,335,649</u>	<u>4,853,768</u>
<b>EXPENDITURES:</b>				
Debt Service:				
Payment of principal on long-term debt	3,540,000	-	3,720,000	3,540,000
Interest on long-term debt	1,711,343	1,529,093	1,529,842	1,406,730
Service charges	257,600	3,979,850	205,801	221,098
Total Expenditures	<u>5,508,943</u>	<u>5,508,943</u>	<u>5,455,643</u>	<u>5,167,828</u>
Deficiency of revenues over expenditures	<u>(348,883)</u>	<u>(348,883)</u>	<u>(119,994)</u>	<u>(314,060)</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	-	-	7,643	-
Principal on bonds sold	-	-	-	218,288
Premium on bonds sold	-	-	202,851	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>210,494</u>	<u>218,288</u>
Net change in fund balances	<u>\$ (348,883)</u>	<u>\$ (348,883)</u>	90,500	(95,772)
Fund balances at beginning of year			<u>5,249,489</u>	<u>5,345,261</u>
FUND BALANCES AT END OF YEAR			<u>\$ 5,339,989</u>	<u>\$ 5,249,489</u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FIRE PREVENTION AND SAFETY FUND**  
**YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS FOR 2015**

	2016		2015
	Original & Final Budget	Actual	Actual
<b>REVENUES:</b>			
Local Sources:			
Property taxes - general levies	\$ 528,656	\$ 376,029	\$ 284,983
Earnings (loss) on investments	3,000	5,569	(1,584)
Total Revenues	<u>531,656</u>	<u>381,598</u>	<u>283,399</u>
<b>EXPENDITURES:</b>			
Current operating:			
Support Services:			
Business - Facilities Acquisition and Construction:			
Purchased services	175,000	85,002	-
Capital outlay	-	80,162	42,120
Total Expenditures	<u>175,000</u>	<u>165,164</u>	<u>42,120</u>
Net change in fund balances	<u>\$ 356,656</u>	216,434	241,279
Fund balances at beginning of year		<u>898,974</u>	<u>657,695</u>
FUND BALANCES AT END OF YEAR		<u>\$ 1,115,408</u>	<u>\$ 898,974</u>

**FIDUCIARY FUNDS -  
AGENCY FUNDS**

**Activity Funds** – To account for assets held by the District in a trustee capacity as an agent for student organizations.

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**ACTIVITY FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	Balance July 1, 2015	Receipts	Disbursements	Balance June 30, 2016
<b>Assets:</b>				
Cash and due from district	\$ 402,225	\$ 510,943	\$ 516,637	\$ 396,531
<b>Liabilities:</b>				
Due to student activity funds:				
Academic Bowl West	2	-	-	2
Advantage East	494	-	-	494
Afro American Club East	20	-	-	20
Afro American Club West	1,688	262	927	1,023
Alumni Hall of Fame West	2,057	-	-	2,057
Anime Club PMSA	741	72	-	813
Art Fundraiser East	3,060	-	111	2,949
Art Scholars West	99	-	-	99
Asian Club West	502	-	-	502
Athletics East	553	670	639	584
Band East	3,009	8,785	8,262	3,532
Band West	(47)	17,458	16,780	631
Bank Redemption Fees	-	(143)	-	(143)
Bowling West/Strikers	826	-	-	826
Boys Baseball East	341	-	-	341
Boys Baseball West	102	-	-	102
Boys Basketball East	196	400	560	36
Boys Soccer	342	-	-	342
Boys Track East	7,826	7,475	13,196	2,105
Boys Track West	347	6,000	-	6,347
Cadet East	113	12,066	12,054	125
Cadets Fund West	8,406	23,850	27,500	4,756
Cap & Gown for Seniors	4,170	-	4,170	-
CC Taggart Memorial	1,000	-	-	1,000
Cheerleaders East	4,147	4,181	8,202	126
Cheerleaders West	2,103	3,601	4,437	1,267
Chess Club East	157	-	-	157
Chess Club West	388	-	-	388
Child Care Career West	985	-	-	985
Choir East	20	511	132	399
Choir West	187	2,115	751	1,551
Chorus PMSA	1,844	1,106	1,836	1,114
Class of 2011 PMSA	719	-	-	719
Class of 2014 East	4,148	-	2,812	1,336
Class of 2014 PMSA	6,436	-	-	6,436
Class of 2015 East	18,761	-	15,860	2,901
Class of 2015 PMSA	7,107	-	250	6,857
Class of 2015 West	27,009	-	27,009	-
Class of 2016 East	938	43,119	36,112	7,945
Class of 2016 West	2,077	93,595	77,558	18,114
Class of 2016 PMSA	2,664	16,546	12,976	6,234
Class of 2017 East	\$ -	\$ 6,611	\$ 1,743	\$ 4,868

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**ACTIVITY FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	Balance July 1, 2015	Receipts	Disbursements	Balance June 30, 2016
Liabilities:				
Due to student activity funds (Continued):				
Class of 2017 PMSA	\$ 1,667	\$ 2,947	\$ 3,618	\$ 996
Class of 2017 West	-	6,473	5,000	1,473
Class of 2018 East	-	1,754	-	1,754
Class of 2018 PMSA	463	912	-	1,375
Class of 2019 East	-	1,000	-	1,000
Class of 2019 PMSA	-	602	7	595
Club Mix	174	-	-	174
Commencement PMSA	26,980	14,053	22,975	18,058
Cosmetology West	1,350	-	-	1,350
County Needy Student Fund West	185	-	-	185
CWT CC West	482	-	-	482
DECA (Marketing) East	1,041	950	1,985	6
Dev off Western Thought	19	-	-	19
Dividend Reinvestment	-	337	-	337
Dr. Baker Scholarship East	600	-	-	600
Drama I East	498	-	395	103
Drama Plays West	3,937	2,460	2,908	3,489
East/West Magnet Program	865	-	-	865
Ecology Club East	271	-	-	271
F & S Recognition East	3,931	17,648	11,270	10,309
F & S Recognition PMSA	3,581	3,687	5,208	2,060
F & S Recognition Superintendent	13,908	3,583	9,983	7,508
F & S Recognition West	38,443	28,620	60,571	6,492
Fashion Merchandising West	353	-	-	353
Field Trip PMSA	-	5,897	3,763	2,134
Fine Arts Festival West	202	-	-	202
Flag & Rifle Corp. West	315	-	-	315
G.R.A.C.E. East	163	-	-	163
Gay Straight Alliance	266	89	-	355
Girl Talk East	221	-	-	221
Girls Basketball Club East	587	1,488	1,416	659
Girls League West	304	302	240	366
Girls Running Club West	302	-	-	302
Girls Soccer Club East	79	-	-	79
Girls Soccer Club West	162	3,815	3,344	633
Girls Track East	7,523	4,500	2,042	9,981
Girls Track West	323	-	108	215
Girls Volleyball Club East	80	-	63	17
Girls Volleyball Club West	2,404	4,316	4,000	2,720
Golf Club West	707	-	657	50
Golf East	49	-	-	49
Government NJROTC West	35	-	-	35
Gridiron East	609	-	-	609
Gridiron/Football Club West	-	563	290	273
HERO East	\$ 604	\$ 119	\$ 157	\$ 566

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**ACTIVITY FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	Balance July 1, 2015	Receipts	Disbursements	Balance June 30, 2016
Liabilities:				
Due to student activity funds (Continued):				
HERO West	\$ 334	\$ -	\$ -	\$ 334
Holiday Tournament West	53,552	66,536	28,578	91,510
Hoop Club West	768	-	639	129
IHSA G&B St. Playoffs West	261	-	-	261
Interact East	313	-	-	313
Key Club PMSA	144	3,637	3,691	90
Key Club West	4,692	100	408	4,384
La Societe Honoraire Francaise	395	-	-	395
Ladies of Integrity	575	-	-	575
Lady Panther Club West	135	4,430	4,487	78
Le Cercle Francais West	342	-	-	342
Madrigal West	1,717	352	1,397	672
Math Club Freshmen/Sophomore	528	756	855	429
Math Club West	149	-	-	149
Math Department PE	54	-	-	54
Men of Opportunity	100	-	100	-
Misc Deposit	3,938	-	1,413	2,525
Multi-Cultural Club West	3,309	-	-	3,309
Mural Yearbook West	3,759	1,700	3,859	1,600
National Honor Society East	246	-	-	246
National Honor Society West	5,314	12,472	12,324	5,462
Needy Student Fund East	22	-	-	22
Needy Student Fund West	144	417	-	561
Newspaper Club PMSA	672	267	200	739
NJROTC East	171	260	431	-
Orchesis West	2,636	-	2,636	-
P.E. Activities East	800	10	200	610
P.E. Activities West	507	-	-	507
P.T.O. West	860	-	826	34
Panther Club West	13,075	31,603	16,715	27,963
Panther Video Club West	5,052	-	-	5,052
Pantherettes	1,221	-	100	1,121
Parent CORP NJROTC West	324	-	-	324
PAWS/Gospel Choir West	2,793	-	2,793	-
Peer Mediation/Peace Team PMSA	95	-	-	95
Photography Club West	441	-	-	441
Physics Club	1,200	-	-	1,200
Pirateers East	558	-	100	458
PMSA Debate	623	-	-	623
PMSA Talent Show 2011	131	-	-	131
Profile West	5,434	-	1,403	4,031
Proviso East Donations	3,000	-	-	3,000
Proviso East Yearbook	1,400	885	1,610	675
Proviso Interpretive PIP West	432	2,736	501	2,667
Proviso Township HS	\$ (3,700)	\$ -	\$ -	\$ (3,700)

(Continued)

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**ACTIVITY FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	Balance July 1, 2015	Receipts	Disbursements	Balance June 30, 2016
Liabilities:				
Due to student activity funds (Continued):				
Proviso West Donations	\$ 3,000	\$ -	\$ -	\$ 3,000
PTHS General	2	-	-	2
PTSA East	305	-	-	305
Raz Unida East	790	548	-	1,338
Readings Incentives Club West	133	-	-	133
Robotics Team PMSA	-	229	-	229
Runners Club East	78	-	-	78
S.E.E.D. Club West	439	31	-	470
SADD West	890	151	-	1,041
School Store Fund West	4,304	-	-	4,304
SHH - Spanish Honor Society West	416	-	-	416
Social Studies Department	339	-	-	339
Softball Club East	283	-	-	283
Softball Club West	1,665	1,722	951	2,436
Spanish Club West	96	-	-	96
Speech Team West	333	-	-	333
Student Council East	5,180	829	1,315	4,694
Student Council PMSA	12,674	7,671	4,458	15,887
Student Council West	5,299	10,014	6,178	9,135
Studio & Art Club	49	-	-	49
Suspense	60	-	-	60
Swim Club West	755	1,085	1,300	540
T.S.T. West	3,662	-	350	3,312
Teen Issues West	374	-	-	374
Tennis Club West	718	-	-	718
Tennis East	52	-	-	52
Time Travelers Club	401	335	-	736
Torch Club	246	225	390	81
Unidos West	611	-	380	231
Uniform/Books NJROTC West	237	-	-	237
WAC West	627	-	-	627
Wall of Fame East	5,563	-	-	5,563
Wrestling Club East	770	800	714	856
Wrestling Club West	75	1,182	1,063	194
Charge Backs	(90)	-	395	(485)
Yearbook Club PMSA	4,153	5,565	-	9,718
<b>TOTAL ACTIVITY FUNDS</b>	<b>\$ 402,225</b>	<b>\$ 510,943</b>	<b>\$ 516,637</b>	<b>\$ 396,531</b>

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## OTHER FINANCIAL INFORMATION

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**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF ASSESSED VALUATIONS, TAX EXTENSIONS**  
**AND COLLECTIONS**  
**YEARS ENDED JUNE 30, 2016, 2015 AND 2014**

	TAX LEVY YEAR		
	2015	2014	2013
ASSESSED VALUATION	\$ 2,044,478,289	\$ 2,105,670,969	\$ 2,170,754,782
TAX EXTENSIONS BY LEVY:			
Educational	\$ 44,132,108	\$ 42,810,396	\$ 41,444,050
Operations and maintenance	9,316,687	8,561,658	8,133,818
Debt services	5,600,910	5,203,800	5,200,650
Transportation	1,568,114	1,728,755	1,549,918
Municipal retirement	392,539	1,284,459	1,269,891
Working cash	10,222	31,585	10,853
Tort immunity	10,222	10,528	10,853
Fire prevention and safety	343,472	414,817	191,026
Social security	1,177,619	1,284,459	1,269,891
TOTAL	\$ 62,551,893	\$ 61,330,457	\$ 59,080,950
TAX COLLECTIONS:			
Year Ended June 30:			
2014	\$ -	\$ -	\$ 28,542,670
2015	-	28,997,001	28,391,111
2016	30,597,261	30,536,462	712,216
TOTAL	\$ 30,597,261	\$ 59,533,463	\$ 57,645,997
Percent of Total Levy Collected To June 30, 2016	48.92%	97.07%	97.57%

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF BONDED DEBT MATURITIES AND INTEREST**  
**JUNE 30, 2016**

Due Year Ended June 30,	Series 2004 General Obligation Bonds		Series 2008A Capital Appreciation Bonds		Series 2015A General Obligation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2017	3,905,000	952,375	-	-	-	379,200
2018	4,100,000	752,250	-	-	-	379,200
2019	4,305,000	542,125	-	-	-	379,200
2020	4,520,000	321,500	-	-	-	379,200
2021	4,170,000	104,250	580,000	-	-	379,200
2022	-	-	4,960,000	-	-	379,200
2023	-	-	4,960,000	-	-	379,200
2024	-	-	4,960,000	-	-	379,200
2025	-	-	4,960,000	-	-	379,200
2026	-	-	4,960,000	-	-	379,200
2027	-	-	4,960,000	-	-	379,200
2028	-	-	4,960,000	-	-	379,200
2029	-	-	-	-	1,750,000	344,200
2030	-	-	-	-	1,825,000	272,700
2031	-	-	-	-	1,900,000	198,200
2032	-	-	-	-	1,975,000	120,700
2033	-	-	-	-	2,030,000	40,600
2034	-	-	-	-	-	-
2035	-	-	-	-	-	-
2036	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$ 21,000,000</b>	<b>\$ 2,672,500</b>	<b>\$ 35,300,000</b>	<b>\$ -</b>	<b>\$ 9,480,000</b>	<b>\$ 5,526,800</b>

Series 2016 General Obligation Bonds		Total		
Principal	Interest	Principal	Interest	Total
-	299,885	3,905,000	1,631,460	5,536,460
-	324,200	4,100,000	1,455,650	5,555,650
-	324,200	4,305,000	1,245,525	5,550,525
-	324,200	4,520,000	1,024,900	5,544,900
-	324,200	4,750,000	807,650	5,557,650
-	324,200	4,960,000	703,400	5,663,400
-	324,200	4,960,000	703,400	5,663,400
-	324,200	4,960,000	703,400	5,663,400
-	324,200	4,960,000	703,400	5,663,400
-	324,200	4,960,000	703,400	5,663,400
-	324,200	4,960,000	703,400	5,663,400
-	324,200	4,960,000	703,400	5,663,400
750,000	311,075	2,500,000	655,275	3,155,275
1,000,000	277,950	2,825,000	550,650	3,375,650
1,000,000	237,950	2,900,000	436,150	3,336,150
1,125,000	195,450	3,100,000	316,150	3,416,150
1,300,000	153,450	3,330,000	194,050	3,524,050
1,450,000	112,200	1,450,000	112,200	1,562,200
1,475,000	68,325	1,475,000	68,325	1,543,325
1,540,000	23,100	1,540,000	23,100	1,563,100
<u>\$ 9,640,000</u>	<u>\$ 5,245,585</u>	<u>\$ 75,420,000</u>	<u>\$ 13,444,885</u>	<u>\$ 88,864,885</u>

**PROVISO TOWNSHIP HIGH SCHOOLS DISTRICT 209**  
**SCHEDULE OF PER CAPITA TUITION CHARGE**  
**AND AVERAGE DAILY ATTENDANCE**

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	Year Ended June 30,		
	2016	2015	2014
Allowable Expenses	<u>\$ 58,860,712</u>	<u>\$ 53,549,554</u>	<u>\$ 51,409,427</u>
Average Daily Attendance	<u>3,930.37</u>	<u>3,844.79</u>	<u>3,908.95</u>
Per Capita Tuition Charge	<u>\$ 14,975.87</u>	<u>\$ 13,927.82</u>	<u>\$ 13,151.72</u>