

Community Consolidated School District 15

Palatine, Illinois

Annual Financial Report

Year Ended June 30, 2015

Community Consolidated School District 15

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2015

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	1 - 4
Management's Discussion and Analysis	5 - 13
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position - Governmental Activities	14
Statement of Activities	15
Fund Financial Statements	
Balance Sheet - Governmental Funds	16 - 17
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	18
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) - Governmental Funds	19 - 20
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Statement of Fiduciary Assets and Liabilities - Agency Fund	22
Notes to the Financial Statements	23 - 60
Required Supplementary Information (Unaudited)	
Schedules of Changes in Net Pension Liability and Related Ratios - Illinois Municipal Retirement Fund	61
Schedule of Contributions - Illinois Municipal Retirement Fund	62
Schedule of the District's Proportionate Share of the Net Pension Liability - Teachers' Retirement System	63
Schedule of District Contributions - Teachers' Retirement System	64
Schedule of Funding Progress - Other Postemployment Benefits	65
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	66 - 78
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Operations and Maintenance Fund	79 - 80
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Tort Immunity and Judgment Fund	81 - 82

(Continued)

Community Consolidated School District 15

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2015

TABLE OF CONTENTS

	<u>Page</u>
Required Supplementary Information (Unaudited) (Continued)	
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Transportation Fund	83 - 84
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Municipal Retirement/Social Security Fund	85 - 87
Notes to the Required Supplementary Information	88 - 90
 Supplementary Financial Information	
General Fund	
Combining Balance Sheet	91
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	92
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Debt Service Fund	93 - 94
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficit) - Budget and Actual - Capital Projects Fund	95 - 96
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Fire Prevention and Safety Fund	97
Statement of Changes in Assets and Liabilities - Agency Fund - Student Activity Funds	98
General Long-Term Debt - Schedule of General Obligation Bonds Payable	99

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MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education
Community Consolidated School District 15
Palatine, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Community Consolidated School District 15 (the District), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

(Continued)

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, 2015, 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.

Emphasis of a Matter

As discussed in Note N to the audited financial statements, deferred outflows, long-term liabilities, and net position as of July 1, 2014 have been restated as a result of an adjustment due to the implementation of the Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27*, and Statement No. 71, *Pension Transition For Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68*. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 13, Illinois Municipal Retirement Fund pension data on pages 61 through 62, Teachers' Retirement System pension data on pages 63 through 64, the other postemployment benefits data on page 65, and the budgetary comparison schedules and notes to the required supplementary information on pages 66 through 90 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit for the year ended June 30, 2015 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other schedules listed in the table of contents as supplementary financial information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Other Information (Continued)

The supplementary financial information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information for the year ended June 30, 2015 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 supplementary financial information for the year ended June 30, 2015 is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2015.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District, as of and for the year ended June 30, 2014 (not presented herein), and have issued our report thereon dated October 31, 2014, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund, Debt Service Fund, and Fire Prevention and Safety Fund, with comparative actual amounts for the year ended June 30, 2014, 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 2014 financial statements. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund, Debt Service Fund, and Fire Prevention and Safety Fund have been subjected to the auditing procedures applied in the audit of the 2014 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund, Debt Service Fund, and Fire Prevention and Safety Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2014.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 2015 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.

A handwritten signature in black ink that reads "Miller, Cooper & Co., Ltd." The signature is written in a cursive style with a horizontal line underneath the text.

Certified Public Accountants

Deerfield, Illinois
November 4, 2015

Community Consolidated School District 15

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2015

The discussion and analysis of Community Consolidated School District 15's (the "District") financial performance provides an overall review of the District's financial activities, for the year ended June 30, 2015. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- > In total, net position increased by \$5.0. This represents an 8.7% increase from 2014.
- > General revenues accounted for \$130.3 in revenue or 68.4% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$60.0 or 31.6% of total revenues of \$190.3.
- > The District had \$185.3 in expenses related to government activities. However, only \$60.0 of these expenses were offset by program specific charges and grants.
- > The District purchased 11 buses for replacement for the 2014-15 school year for a total cost of \$0.9.
- > The District continued to pay down its long-term debt retiring \$4.6 in fiscal 2015.
- > The 2014-15 Budget was amended on May 13, 2015.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The basic financial statements are comprised of three components:

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

This report also contains required supplementary information and supplementary financial 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 and deferred outflows of resources and liabilities 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.

The statement of activities presents information showing how the government'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.

Community Consolidated School District 15

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2015

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

Fund financial statements

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental 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 maintains eight individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund (included Educational Account and Working Cash Account), Operations and Maintenance Fund, Transportation Fund, Municipal Retirement/Social Security Fund, Debt Service Fund, Tort Immunity and Judgment Fund, Capital Projects Fund, and Fire Prevention and Safety Fund, all of which are considered to be major funds.

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

Fiduciary (agency) funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The Fiduciary (agency) fund statements are reported using the accrual basis of accounting.

Notes to basic financial statements

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

Community Consolidated School District 15

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2015

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide other postemployment benefits, and pension data related to Illinois Municipal Retirement Fund and Teachers' Retirement System.

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68, *Financial Reporting for Pensions* (GASB 68), and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68* (GASB 71), which were adopted by the District as of the fiscal year ended June 30, 2015. GASB 68 established standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and expense/expenditures related to pension liabilities. For defined benefit pensions, this Statement identifies the methods and assumptions that should be used to project benefits payments, discount projected benefit payments to their actuarial present value, and attribute the present value to periods of employee service. GASB 71 established standards for measuring amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

The implementation of GASB 68 and GASB 71 required a net pension liability for IMRF and TRS to be recorded. As a result of this implementation, net position as of July 1, 2014 decreased by \$20,176,502, net pension liability (included in long-term liabilities) increased by \$22,493,073 and deferred outflows increased by \$2,316,571. Please refer to the Notes to the Financial Statements, Note A, Item 2, Note E, and Note N for further information.

District-Wide Financial Analysis

The District's combined net position was higher on June 30, 2015, than it was the year before, increasing to \$63.6.

Community Consolidated School District 15
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2015

<i>Table 1</i>		
<i>Condensed Statements of Net Position</i>		
<i>(in millions of dollars)</i>		
	<u>2015</u>	<u>2014*</u>
Assets:		
Current and other assets	\$ 134.5	\$ 133.1
Capital assets	<u>64.8</u>	<u>63.5</u>
Total assets	<u>199.3</u>	<u>196.6</u>
Deferred outflow of resources:		
Deferred outflows related to pensions	<u>6.6</u>	<u>-</u>
Liabilities:		
Current liabilities	16.3	15.5
Long-term debt outstanding	<u>66.1</u>	<u>45.8</u>
Total liabilities	<u>82.4</u>	<u>61.3</u>
Deferred inflow of resources:		
Deferred inflows related to pensions	3.5	-
Property taxes levied for a future period	<u>56.4</u>	<u>56.5</u>
Total deferred inflow of resources	<u>59.9</u>	<u>56.5</u>
Net position:		
Net investment in capital assets	37.9	45.6
Restricted	17.4	18.4
Unrestricted	<u>8.3</u>	<u>14.8</u>
Total net position	<u>\$ 63.6</u>	<u>\$ 78.8</u>

*Amounts presented are as originally reported and not restated due to the implementation of GASB Statement No. 68 and GASB Statement No. 71.

Community Consolidated School District 15
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2015

Revenues in the governmental activities of the District of \$190.3 exceeded expenditures by \$5.0.

<i>Table 2</i>		
<i>Changes in Net Position</i>		
<i>(in millions of dollars)</i>		
	<u>2015</u>	<u>2014*</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 2.5	\$ 2.9
Operating grants and contributions	57.6	47.6
Capital grants and contributions	0.0	0.1
<i>General revenues:</i>		
Taxes	120.7	118.1
General state aid	8.7	8.3
Other	0.8	1.7
Total revenues	<u>190.3</u>	<u>178.7</u>
Expenses:		
Instruction	123.8	111.9
Pupil and instructional staff services	16.4	16.2
Administration and business	17.8	18.1
Transportation	10.5	10.6
Operations and maintenance	12.8	12.2
Other	4.0	4.0
Total expenses	<u>185.3</u>	<u>173.0</u>
Increase in net position	<u>\$ 5.0</u>	<u>\$ 5.7</u>

*Amounts presented are as originally reported and not restated due to the implementation of GASB Statement No. 68 and GASB Statement No. 71.

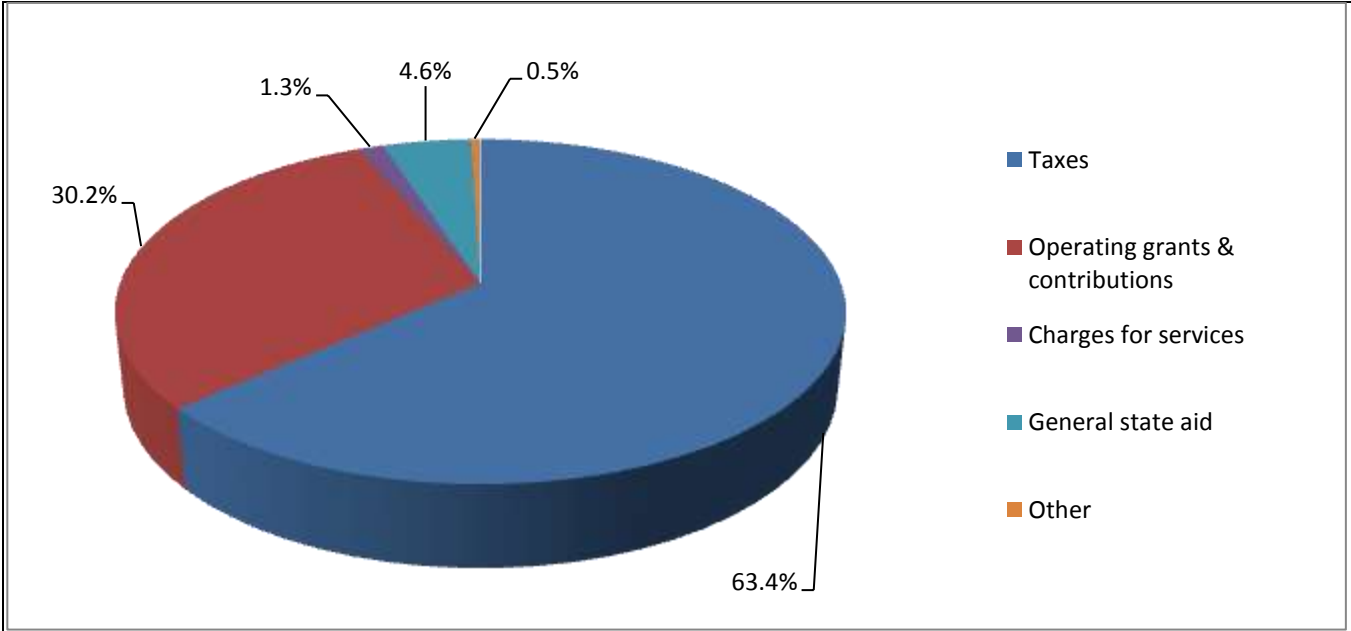
Taxes accounted for the largest portion of the District's revenues, contributing 63.4%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$185.3, mainly related to instructing and caring for the students and student transportation.

The instructional programs of the District account for \$123.8 of all expenditures. This does not include an additional \$16.4 of instructional support.

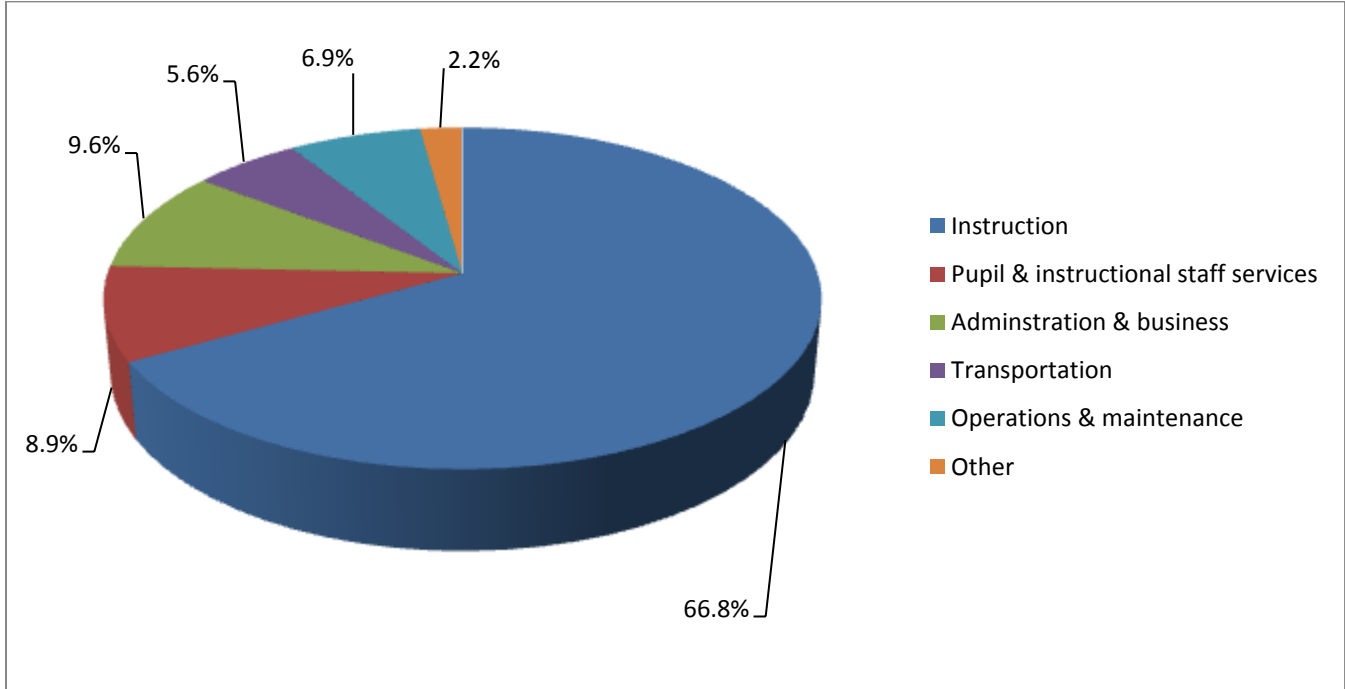
Direct services to students not including operations and maintenance total 93% of the District's expenditures.

**Community Consolidated School District 15
 Management's Discussion and Analysis (Unaudited)
 As of and for the Year Ended June 30, 2015**

Government-Wide Revenues by Source



Government-Wide Expenses by Function



Community Consolidated School District 15

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2015

Financial Analysis of the District's Funds

The District's Governmental Funds balance increased from \$61.11 to \$61.98.

- > The General Fund balance increased to \$44.6, with the Educational Account increasing by \$1.88 and the Working Cash Account staying at a balance of \$0.11.
- > The Operations and Maintenance Fund balance decreased by \$1.24, which included a \$4.4 transfer to the Capital Projects Fund to fund certain approved capital projects.
- > The Debt Service Fund balance increased by \$0.09 from the prior year.
- > The Transportation Fund balance decreased by \$0.22. The decrease in fund balance can be attributed to a budgeted excess of expenditures over revenues.
- > The Illinois Municipal Retirement/Social Security Fund balance increased by \$0.05.
- > The Capital Projects Fund balance increased by \$0.3 and finished with a fund balance of \$0.25. The Fire Prevention and Safety Fund balance remained steady.
- > The Tort Immunity and Judgment Fund balance increased by \$0.03 from the prior year.
- > The combined fund balances, excluding Debt Service, increased by \$0.79 from the prior year.

General Fund Budgetary Highlights

The General Fund had a positive budget variance of \$2.25 for fiscal year 2015. The District's General Fund had a positive revenue variance of \$1.17 (excluding on behalf payments to TRS from the State). The factors contributing to this variance included property taxes in the General Fund were \$0.8 over budget, and federal aid being over budget by \$0.32 primarily due to increased Medicaid receipts. The positive expenditure variance of \$1.08 (excluding on behalf payments to TRS from the State) is due mainly to the budget, department, and grant managers not expending all of their appropriated budgets. This variance was spread across multiple areas and types of expenditures. Amongst the areas and types of expenditures were, the General Fund's total salaries were under budget by \$0.75; data services were under budget by \$0.07; and legal services were under budget by \$0.06. The remaining expenditure variance consists of many small amounts in other areas.

Capital Assets and Debt Administration

Capital assets

By the end of 2015, the District had compiled a total investment of \$157.3 (\$64.8 net of accumulated depreciation) in a broad range of capital assets including buildings, site improvements, land and equipment. Total depreciation expense for the year was \$4.1. More detailed information about capital assets can be found in Note G of the basic financial statements.

Community Consolidated School District 15
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2015

Table 3			
Capital Assets (net of depreciation)			
(in millions of dollars)			
	<u>2015</u>		<u>2014</u>
Land	\$ 7.8	\$	7.8
Construction in progress	0.9		1.3
Buildings	48.3		46.8
Site improvements	1.7		1.3
Equipment	1.9		2.0
Vehicles	4.1		4.2
Food service equipment	0.1		0.1
Total	<u>\$ 64.8</u>	<u>\$</u>	<u>63.5</u>

Long-term debt

The District retired \$4.6 in bonds and accreted \$1.3 in bonds in 2015. Also, the District refunded the Series 2006 bonds to save on future interest costs. At the end of fiscal 2015, the District had a debt margin of \$196.0. More detailed information on long-term debt can be found in Note H of the basic financial statements.

Table 4			
Outstanding Long-Term Debt			
(in millions of dollars)			
	<u>2015</u>		<u>2014*</u>
General Obligation Bonds	\$ 32.6	\$	35.3
Other	33.5		33.0
Total	<u>\$ 66.1</u>	<u>\$</u>	<u>68.3</u>

* As restated due to implementation of GASB Statement No. 68 and GASB Statement No. 71.

Factors Bearing on the District's Future

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

Revenues from local property taxes account for 62.5% of total revenue. As taxpayers continue to be negatively impacted by the economy, the District can expect to continue to see tax collection rates less than 100%. The District experienced a tax collection rate of 98.5% for this fiscal year, many factors such as when the county sends out tax bills, changes in property values and home foreclosures will continue to affect future tax collection rates. District expects future tax collections to be consistent with its historical collection average of between 96% and 99%.

In addition, the District continues to refund property tax collections for previous years due to tax rate objections, Property Tax Appeal Board (PTAB) decisions, or Circuit Court decisions. The District paid out \$2.9 in fiscal year 2015 for property tax refunds. For comparison purposes, the District paid out \$2.6 in fiscal year 2014; \$2.3 in fiscal year 2013; \$2.4 in fiscal year 2012; \$4.9 in fiscal year 2011 and \$5.1 in fiscal year 2010.

Community Consolidated School District 15

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2015

The Property Tax Extension Limitation Act (PTELA) continues to limit the growth of tax revenue, the major source of revenue for the district. The 2014 levy, which will be collected during 2015-16 fiscal year was based on a 1.5% Consumer Price Index (CPI) for 2013. The 2015 levy which will be used to fund operations in the 2016-17 fiscal year will be based on the 2014 CPI of 0.8%.

State funding in the General Fund is approximately 12.3%. Budget deficiencies for the state of Illinois continue to be a concern for future time periods as program funding levels and timely payments from the state are in question.

The Board of Education has committed to spend \$3.0 annually on capital improvement projects. However, the Board approved nearly \$3.4 to be completed during the summer of 2015. The projects include \$2.26 for plumbing and asbestos projects at Lincoln, Carl Sandburg, and Plum Grove and \$.21 for paving projects at Plum Grove and Lake Louise. Fire alarm systems were replaced at five schools, Frank C. Whiteley, Gray M. Sanborn, Marion Jordan, Pleasant Hill, and Thomas Jefferson for a cost of \$.53. The HVAC system was replaced at the District's Education Service Center (ESC) at a cost of \$0.38. The Board will continue to consider appropriate facility improvement projects as specified in the District's Life Safety Facility Audit, which was received during the previous year.

The District's most recent demographics study which was completed in July 2008 indicated decreasing enrollment for the last few fiscal years. However, the District's actual enrollment increased for three straight fiscal years ending with fiscal year 2013. Enrollment for this fall is showing a slight decrease in students which follows the decrease in enrollment for 2014 and 2015. The possibility of future increased student enrollment and the accompanying costs associated with educating a larger student body have the potential to negatively affect the future financial position of the District.

The District has a collective bargaining agreement with the Classroom Teachers' Council (CTC) that will expire August 31, 2016, in addition to the agreement reached with the District Transportation Union (DTU) that expires June 30, 2020. The District's collective bargaining agreement with the Educational Support Personnel Association (ESPA) will expire June 30, 2017. The District also has an agreement with the Service Employees International Union (SEIU) that will expire June 30, 2017. These agreements will help the District to remain in a strong financial position. Although the district is forecasting small deficits for the next couple of years, it expects the deficits to be eliminated prior to the end of the contract expiration dates.

The administration in collaboration with the Board of Education will continue to review, study, and analyze all financial operations while maintaining high quality educational programs.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

Michael Adamczyk
Community Consolidated School District 15
580 N. First Bank Drive
Palatine, Illinois 60067

BASIC FINANCIAL STATEMENTS

Community Consolidated School District 15
 STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2015

ASSETS

Cash and investments	\$	68,945,779
Receivables (net of allowance for uncollectibles):		
Property taxes		58,248,127
Replacement taxes		288,733
Accounts		27,881
Intergovernmental		5,510,002
Tuition		167,290
Inventory		75,871
Prepaid items		1,295,181
Capital assets:		
Land		7,827,932
Construction in progress		900,623
Depreciable buildings, property, and equipment, net		<u>56,028,437</u>
Total assets		<u>199,315,856</u>

DEFERRED OUTFLOW OF RESOURCES

Deferred outflows related to pensions		<u>6,590,611</u>
Total deferred outflows		<u>6,590,611</u>

LIABILITIES

Accounts payable		1,954,463
Salaries and wages payable		12,280,286
Claims payable		1,837,725
Payroll deductions payable		177,295
Interest payable		24,992
Long-term liabilities:		
Due within one year		7,676,706
Due after one year		<u>58,442,826</u>
Total liabilities		<u>82,394,293</u>

DEFERRED INFLOW OF RESOURCES

Property taxes levied for a future period		56,327,286
Deferred inflows related to pensions		<u>3,521,061</u>
Total deferred inflows		<u>59,848,347</u>

NET POSITION

Net investment in capital assets		37,946,056
Restricted For:		
Operations and maintenance		2,756,896
Debt service		5,057,388
Student transportation		6,010,659
Retirement benefits		2,473,716
Capital projects		270,847
Tort immunity		803,836
Unrestricted		<u>8,344,429</u>
Total net position	\$	<u>63,663,827</u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 15

STATEMENT OF ACTIVITIES For the Year Ended June 30, 2015

Functions / Programs	Expenses	PROGRAM REVENUES		Net (Expenses)
		Charges for	Operating	Revenue and
		Services	Grants and	Changes in
			Contributions	Net Position
Governmental activities				
Instruction:				
Regular programs	\$ 55,554,730	\$ 862,532	\$ 2,417,155	\$ (52,275,043)
Special programs	19,232,350	165,592	9,325,418	(9,741,340)
Other instructional programs	12,304,928	-	1,234,492	(11,070,436)
State retirement contributions	36,677,254	-	36,677,254	-
Support services:				
Pupils	9,692,032	-	-	(9,692,032)
Instructional staff	6,757,135	-	560,121	(6,197,014)
General administration	5,058,998	-	-	(5,058,998)
School administration	6,907,551	-	-	(6,907,551)
Business	5,860,190	1,213,533	2,738,707	(1,907,950)
Transportation	10,475,569	189,894	4,626,634	(5,659,041)
Operations and maintenance	12,764,197	60,121	-	(12,704,076)
Central	1,720,286	-	-	(1,720,286)
Community services	347,597	-	-	(347,597)
Nonprogrammed charges - excluding special education	271,403	-	-	(271,403)
Interest and fees	<u>1,721,264</u>	<u>-</u>	<u>-</u>	<u>(1,721,264)</u>
 Total governmental activities	 <u>\$ 185,345,484</u>	 <u>\$ 2,491,672</u>	 <u>\$ 57,579,781</u>	 <u>\$ (125,274,031)</u>
 General revenues:				
Taxes:				
				91,630,066
				22,368,742
				4,912,224
				1,758,911
				8,746,553
				141,352
				738,548
				<u>130,296,396</u>
				5,022,365
				<u>58,641,462</u>
				<u>\$ 63,663,827</u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 15

Governmental Funds
BALANCE SHEET
June 30, 2015

	General	Operations and Maintenance	Tort Immunity and Judgment	Transportation
ASSETS				
Cash and investments	\$ 52,107,972	\$ 2,643,644	\$ 798,675	\$ 4,910,460
Receivables (net of allowance for uncollectibles):				
Property taxes	44,744,057	6,036,155	487,952	2,018,075
Replacement taxes	-	288,733	-	-
Accounts	-	16,360	-	-
Intergovernmental	4,389,854	-	-	1,120,148
Tuition	161,013	-	-	6,277
Inventory	25,309	50,562	-	-
Prepaid Items	1,295,181	-	-	-
	<u>1,295,181</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 102,723,386</u>	<u>\$ 9,035,454</u>	<u>\$ 1,286,627</u>	<u>\$ 8,054,960</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 745,561	\$ 441,499	\$ 10,404	\$ 90,045
Salaries and wages payable	12,280,286	-	-	-
Claims payable	1,837,725	-	-	-
Payroll deductions payable	7,064	1,385	-	2,869
	<u>7,064</u>	<u>1,385</u>	<u>-</u>	<u>2,869</u>
Total liabilities	<u>14,870,636</u>	<u>442,884</u>	<u>10,404</u>	<u>92,914</u>
DEFERRED INFLOWS				
Property taxes levied for a future period	<u>43,269,275</u>	<u>5,835,674</u>	<u>472,387</u>	<u>1,951,387</u>
Total deferred inflows	<u>43,269,275</u>	<u>5,835,674</u>	<u>472,387</u>	<u>1,951,387</u>
FUND BALANCES				
Nonspendable	1,320,490	50,562	-	-
Restricted	-	2,706,334	803,836	6,010,659
Assigned	6,735,469	-	-	-
Unassigned	36,527,516	-	-	-
	<u>36,527,516</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>44,583,475</u>	<u>2,756,896</u>	<u>803,836</u>	<u>6,010,659</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 102,723,386</u>	<u>\$ 9,035,454</u>	<u>\$ 1,286,627</u>	<u>\$ 8,054,960</u>

The accompanying notes are an integral part of this statement.

Municipal Retirement / Soc. Sec.	Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 2,554,205	\$ 5,004,543	\$ 907,576	\$ 18,704	\$ 68,945,779
2,593,376	2,368,512	-	-	58,248,127
-	-	-	-	288,733
-	-	11,521	-	27,881
-	-	-	-	5,510,002
-	-	-	-	167,290
-	-	-	-	75,871
-	-	-	-	1,295,181
<u>\$ 5,147,581</u>	<u>\$ 7,373,055</u>	<u>\$ 919,097</u>	<u>\$ 18,704</u>	<u>\$ 134,558,864</u>
\$ -	\$ -	\$ 666,954	\$ -	\$ 1,954,463
-	-	-	-	12,280,286
-	-	-	-	1,837,725
165,977	-	-	-	177,295
<u>165,977</u>	<u>-</u>	<u>666,954</u>	<u>-</u>	<u>16,249,769</u>
<u>2,507,888</u>	<u>2,290,675</u>	<u>-</u>	<u>-</u>	<u>56,327,286</u>
<u>2,507,888</u>	<u>2,290,675</u>	<u>-</u>	<u>-</u>	<u>56,327,286</u>
-	-	-	-	1,371,052
2,473,716	5,082,380	252,143	18,704	17,347,772
-	-	-	-	6,735,469
-	-	-	-	36,527,516
<u>2,473,716</u>	<u>5,082,380</u>	<u>252,143</u>	<u>18,704</u>	<u>61,981,809</u>
<u>\$ 5,147,581</u>	<u>\$ 7,373,055</u>	<u>\$ 919,097</u>	<u>\$ 18,704</u>	<u>\$ 134,558,864</u>

Community Consolidated School District 15
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
For the Year Ended June 30, 2015

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

Total fund balances - governmental funds	\$	61,981,809
Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.		64,756,992
Deferred outflows and inflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:		
Deferred outflows of resources related to pensions	\$ 4,304,871	
Deferred outflows of 2015 employer contributions related to pensions	<u>2,285,740</u>	6,590,611
Deferred inflows of resources related to pensions		(3,521,061)
Interest on long-term liabilities accrued in the statement of net position will not be paid with current financial resources and, accordingly, is not recognized in the governmental funds balance sheet.		(24,992)
Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not reported in the governmental funds balance sheet.		<u>(66,119,532)</u>
Net position of governmental activities	\$	<u><u>63,663,827</u></u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 15

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT)

For the Year Ended June 30, 2015

	General	Operations and Maintenance	Tort Immunity and Judgment	Transportation	Municipal Retirement / Soc. Sec.
Revenues					
Property taxes	\$ 91,630,066	\$ 11,833,350	\$ 1,133,504	\$ 4,092,236	\$ 5,309,652
Replacement taxes	802,683	831,228	-	-	125,000
State aid	51,410,951	-	-	4,626,634	-
Federal aid	10,288,749	-	-	-	-
Interest	104,122	8,177	1,531	11,129	6,053
Other	2,656,914	287,722	642	189,894	-
Total revenues	156,893,485	12,960,477	1,135,677	8,919,893	5,440,705
Expenditures					
Current:					
Instruction:					
Regular programs	53,078,263	-	-	-	1,027,146
Special programs	18,514,899	-	-	-	733,356
Other instructional programs	12,061,859	-	-	-	268,647
State retirement contributions	36,677,254	-	-	-	-
Support services:					
Pupils	9,308,793	-	-	-	353,571
Instructional staff	6,496,964	-	-	-	179,556
General administration	2,922,174	-	1,109,952	-	146,249
School administration	6,626,732	-	-	-	294,006
Business	4,929,670	2,877	-	-	329,994
Transportation	24,245	-	-	8,197,168	903,056
Operations and maintenance	-	11,260,502	-	-	1,002,649
Central	1,545,031	-	-	-	140,464
Community services	327,560	-	-	-	13,997
Nonprogrammed charges	271,251	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other	-	-	-	-	-
Capital outlay	231,480	541,275	-	940,964	-
Total expenditures	153,016,327	11,804,654	1,109,952	9,138,132	5,392,691
Excess (deficiency) of revenues over expenditures	3,877,158	1,155,823	25,725	(218,239)	48,014
Other financing sources (uses)					
Transfers in	-	2,000,000	-	-	-
Transfers (out)	(2,000,000)	(4,400,000)	-	-	-
Deposit with escrow agent	-	-	-	-	-
Bond issuance	-	-	-	-	-
Premium on bonds sold	-	-	-	-	-
Total other financing sources (uses)	(2,000,000)	(2,400,000)	-	-	-
Net change in fund balance	1,877,158	(1,244,177)	25,725	(218,239)	48,014
Fund balance, beginning of year	42,706,317	4,001,073	778,111	6,228,898	2,425,702
Fund balance, end of year	\$ 44,583,475	\$ 2,756,896	\$ 803,836	\$ 6,010,659	\$ 2,473,716

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 4,912,224	\$ -	\$ -	\$ 118,911,032
-	-	-	1,758,911
-	-	-	56,037,585
-	-	-	10,288,749
10,249	51	40	141,352
543	94,505	-	3,230,220
<u>4,923,016</u>	<u>94,556</u>	<u>40</u>	<u>190,367,849</u>
-	-	-	54,105,409
-	-	-	19,248,255
-	-	-	12,330,506
-	-	-	36,677,254
-	-	-	9,662,364
-	-	-	6,676,520
-	-	-	4,178,375
-	-	-	6,920,738
-	1,214,008	-	6,476,549
-	-	-	9,124,469
-	-	-	12,263,151
-	-	-	1,685,495
-	-	-	341,557
-	-	-	271,251
4,625,000	-	-	4,625,000
341,996	-	-	341,996
-	2,980,935	-	4,694,654
<u>4,966,996</u>	<u>4,194,943</u>	<u>-</u>	<u>189,623,695</u>
<u>(43,980)</u>	<u>(4,100,387)</u>	<u>40</u>	<u>744,154</u>
-	4,400,000	-	6,400,000
-	-	-	(6,400,000)
(9,718,271)	-	-	(9,718,271)
9,060,000	-	-	9,060,000
788,627	-	-	788,627
<u>130,356</u>	<u>4,400,000</u>	<u>-</u>	<u>130,356</u>
86,376	299,613	40	874,510
4,996,004	(47,470)	18,664	61,107,299
<u>\$ 5,082,380</u>	<u>\$ 252,143</u>	<u>\$ 18,704</u>	<u>\$ 61,981,809</u>

Community Consolidated School District 15

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2015

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

Net change in fund balances - total governmental funds	\$ 874,510
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.	1,311,405
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The net effect of various miscellaneous transactions involving capital assets is to decrease net position.	(56,988)
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Changes in deferred outflows and inflows of resources related to pensions are reported only in the statement of activities:

Deferred outflow and inflows of resources related to IMRF pension	4,121,138
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Deferred outflow and inflows of resources related to TRS pension	(3,368,159)
--	-------------

Interest on long-term liabilities accrued in the statement of net position will not be paid with current financial resources and, accordingly, is not recognized in the governmental funds balance sheet.	7,578
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.	<u>2,132,881</u>
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Change in net position of governmental activities	<u><u>\$ 5,022,365</u></u>
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The accompanying notes are an integral part of this statement.

Community Consolidated School District 15
Agency Fund
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2015

	<u>Student Activity Fund</u>
ASSETS	
Cash and investments	<u>\$ 1,157,253</u>
LIABILITIES	
Due to student groups	<u>\$ 1,157,253</u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Community Consolidated School District 15 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

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

1. Reporting Entity

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

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

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

2. New Accounting Pronouncement

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68, *Accounting and Financial Reporting for Pensions*, which was implemented by the District during the fiscal year ended June 30, 2015. This Statement established standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and expense on the government-wide financial statements related to pension liabilities. For defined benefit pensions, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute the present value to periods of employee service.

The Governmental Accounting Standards Board (GASB) has issued Statement No. 71, *Pension Transition For Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68*, and was implemented by the District during the fiscal year ended June 30, 2015. This Statement established standards for measuring amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

Specific changes to the District's financial statements relate to the recognition of net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense. See Note E and Note N for the effects of this restatement.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting

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

Funds are classified into the following categories: governmental and fiduciary.

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

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

4. Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

a. General Fund

The General Fund includes the Educational Account and the Working Cash Account. The Educational Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Working Cash Account is for the financial resources, held by the District, to be used as temporary interfund loans for working capital requirements. Money loaned by the Working Cash Account to other funds must be repaid within one year. As allowed by the School Code of Illinois, this Fund may be permanently abolished and become part of the Educational Account or it may be partially abated to any fund in need, as long as the District maintains a balance in the Working Cash Account of at least .05% of the District's current Equalized Assessed Valuation.

b. Special Revenue Funds

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

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

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

Tort Immunity and Judgment Fund - accounts for all revenues derived from a specific property tax levy and state reimbursement grants and expenditures of these monies for risk management activities. Revenues consist primarily of local property taxes.

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

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

c. Debt Service

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

d. Capital Projects Funds

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

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

e. Fiduciary Funds

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

The *Agency Funds* includes Student Activity Funds. These funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. These funds account for assets held by the District which are owned, operated, and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational, or cultural purposes. It accounts for activities such as student yearbook, student clubs and council, and scholarships.

Convenience accounts - account for assets that are normally maintained by a local education agency as a convenience for its faculty, staff, or other programs within the District.

5. Fund Balance

The governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash, such as prepaid items or inventories.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Fund Balance (Continued)

- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, or laws and regulations of other governments, or are imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision-making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any other purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. As of June 30, 2015, the District has no committed fund balances.
- d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the Board of Education or the individual to which the Board of Education delegates the authority to assign amounts to be used for specific purposes. The Board of Education delegated this authority to the Chief School Business Official.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

Governmental fund balances reported on the fund financial statements, at June 30, 2015, are as follows:

The nonspendable fund balance in the General Fund consists of \$1,320,490 for prepaid items and inventory. The nonspendable fund balance in the Operations and Maintenance Fund consists of \$50,562 for inventory. The assigned fund balance in the General Fund is comprised of \$6,735,469 for self insurance. The remaining restricted fund balances are for the purpose of the restricted funds as described above.

6. Measurement Focus, Basis of Accounting, and Basis of Presentation

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

Governmental funds are used to account for the District's general governmental activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers most revenues available if they are collected within 60 days after year-end. Revenues that are paid to the District by the Illinois State Board of Education are considered available if vouchered by year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences, claims, and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

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

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

7. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net position/fund balance that applies to a future period(s). At June 30, 2015, the District has deferred outflows of resources related to pensions. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting period(s). At June 30, 2015, the District has deferred inflows of resources related to property taxes levied for a future period and pensions.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

9. Deposits and Investments

Investments are stated at fair value. Due to the nature of the District's investments, fair value approximates cost. No amortization is made to interest income for discounted federal securities. Gains and losses on the sale of investments are recorded as interest income at the date of sale or maturity.

10. Personal Property Replacement Taxes

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

11. Inventory

Inventory of governmental funds are recorded at cost on a first-in, first-out basis. Inventory consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure, in the governmental funds, when purchased.

12. Prepaid Items

Prepaid items are recorded at cost and recorded over the term of the underlying agreements. Reported prepaid expenditures are equally offset by fund balance reserves, which indicate that they do not constitute "available spendable resources" even though these items are a component of current net position.

13. Capital Assets

Capital assets, which include land, construction in progress, buildings, site improvements, machinery and equipment, vehicles and food service equipment are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Capital Assets (Continued)

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

<u>Assets</u>	<u>Years</u>
Buildings and site improvements	20 - 50
Machinery, equipment, vehicles, and food service equipment	3 - 10

14. Accumulated Unpaid Vacation and Sick Pay

Employees who work a twelve-month year are entitled to be compensated for vacation time. Vacations are usually taken within the calendar year. Any remaining, unused vacation is forfeited October 1st following the end of the fiscal year. At June 30, 2015, accumulated unpaid vacation pay was \$156,443.

All certified employees receive a specified number of sick days per year depending on the years of service, in accordance with the agreement between the Board of Education and the District. Employees do not receive payment for unused sick days, except for the 12-month custodial staff, who upon retirement are paid for any days in excess of 240 days, at a rate of \$25.00 per day. Accrued but unpaid sick days at June 30, 2015 were insignificant and have not been reflected as a liability.

15. Long-Term Obligations

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, losses on refunding, and bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Losses on refunding are reported as debt service expenditures.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

16. Pensions

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

17. Use of Estimates

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

18. Restricted Net Position

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

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

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

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

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

General obligation bonds	\$ 31,902,795
Bond premium	705,613
Compensated absences	156,443
IMRF net pension liability	8,304,373
TRS net pension liability	15,485,492
Other postemployment benefits	5,891,553
Health claims payable	2,513,013
Retirement incentive program	<u>1,160,250</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net position of governmental activities	\$ <u><u>66,119,532</u></u>

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

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

Capital outlay	\$ 5,432,650
Depreciation expense	<u>(4,121,245)</u>
Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position of governmental activities	\$ <u><u>1,311,405</u></u>

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

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

(Continued)

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

Another element of that reconciliation states that "The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds." The details of this difference are as follows:

Principal repayments	
General obligation bonds	\$ 4,625,000
Equipment loan	390,994
Bond issue	(9,060,000)
Premiums on bond issue, net	(705,613)
Bond refunding	9,415,000
Accretion on general obligation bonds	(1,349,696)
IMRF pension expense, net	(4,638,443)
TRS pension expense, net	3,782,055
Other postemployment benefits, net	177,288
Compensated absences, net	12,116
Health claims payable, net	(281,683)
Retirement incentive program, net	(26,250)
Unamortized discount	<u>(207,887)</u>
 Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position of governmental activities.	 \$ <u><u>2,132,881</u></u>

NOTE C - DEPOSITS AND INVESTMENTS

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

At June 30, 2015, the District's cash and investments consisted of the following:

	<u>Governmental</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and investments	\$ <u><u>68,945,779</u></u>	\$ <u><u>1,157,253</u></u>	\$ <u><u>70,103,032</u></u>

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

For disclosure purposes, this amount is segregated into the following components as follows:

	<u>Total</u>
Cash on hand	\$ 4,275
Deposits with financial institutions	68,324,282
Illinois School District Liquid Asset Fund	43,751
Illinois Funds	<u>1,730,724</u>
	<u>\$ 70,103,032</u>

1. Interest Rate Risk

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

2. Credit Risk

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is an unrated, not-for-profit investment trust formed pursuant to the Illinois School Code and managed by a Board of Trustees elected from participating members. It is not registered with the SEC as an investment company, but operates in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments are valued at share price, which is the price for which the investment could be sold.

The Illinois Funds, a state investment pool, was rated AAAM by Standard & Poor's. The State Treasurer is the regulatory oversight agency for the pool and the State Treasurer is audited by the Illinois Auditor General, to ensure that all state statutes are being followed. Each member owns a prorated share of each investment or deposit, which is held in the name of the fund. The fair value of the position in the external investment pool is the same as the value of the pool shares.

3. Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At June 30, 2015, the bank balances of the District's deposits with financial institutions total \$70,840,311 and the District had no uninsured cash balances.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE D - PROPERTY TAXES RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board on December 10, 2014. The District's property tax is levied each year on all taxable real property located in the District and becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date), in any year, is liable for taxes of that year.

The Cook County Assessor is responsible for the assessment of all taxable real property within Cook County except for certain railroad property, which is assessed directly by the state. One-third of the County is reassessed every year by the Assessor.

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the state. Each year, the Illinois Department of Revenue furnishes the county clerks with an adjustment factor to equalize the level of assessment between counties at one-third of market value. This factor (the equalization factor) is then applied to the assessed valuation to compute the valuation of property to which tax rate will be applied (the equalized assessed valuation). The equalization factor for Cook County was 2.7253 for 2014.

The County Clerk adds the equalized assessed valuation of all real property in the County to the valuation of property assessed directly by the state (to which the equalization factor is not applied) to arrive at the base amount (the assessment base) used to calculate the annual tax rates, as described above. The equalized assessed valuation for the District's extension of the 2014 tax levy, was \$3,141,029,415.

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

The portion of the 2014 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectibles of 1%. The net receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, are recognized as revenue. Net taxes receivable less the amount expected to be collected within 60 days is reflected as deferred inflows of resources - property taxes levied for a future period in the accompanying financial statements.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES

1. Teachers' Retirement System of the State of Illinois

Plan Description

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

TRS issues a publicly available financial report that can be obtained at <http://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 percent of final average salary up to a maximum of 75 percent with 34 years of service. Disability and death benefits are also provided.

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

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2015, was 9.4 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-behalf Contributions to TRS

The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2015, 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 \$35,892,774 in pension contributions from the state of Illinois.

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2015, were \$446,077, and are deferred because they were paid after the June 30, 2014 measurement date.

Federal and Special Trust Fund Contributions

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

For the year ended June 30, 2015, the employer pension contribution was 33.00 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2015, salaries totaling \$1,637,584 were paid from federal and special trust funds that required employer contributions of \$540,403. These contributions are deferred because they were paid after the June 30, 2014 measurement date.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

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

Contributions (Continued)

Early Retirement Cost Contributions

Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the current program is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2015, the District paid \$260,840 to TRS for employer ERO contributions.

The District is also required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2015, the District paid \$33,066 to TRS for employer contributions due on salary increases in excess of 6 percent and \$10,061 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, 2015, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ 15,485,492
State's proportionate share of the net pension liability associated with the District	<u>445,814,176</u>
Total	<u>\$ 461,299,668</u>

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013, and rolled forward to June 30, 2014. 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, 2014, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2014, the District's proportion was 0.0254451721 percent.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

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

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

The net pension liability as of the beginning of this first measurement period under GASB Statement No. 68 was measured as of June 30, 2013, and the total pension liability was based on the June 30, 2013, actuarial valuation without any roll-up. The District's proportion of the net pension liability as of June 30, 2013, was based on the District's share of contributions to TRS for the measurement year ended June 30, 2013, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2013, the District's proportion was 0.0307546856 percent.

For the year ended June 30, 2015, the District recognized pension expense of \$36,465,358 and revenue of \$35,892,774 for support provided by the state. At June 30, 2015, 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	\$ 8,180	\$ -
Net difference between projected and actual earnings on pension plan investments	-	778,264
Changes in proportion and differences between District contributions and proportionate share of contributions	-	2,676,684
Total deferred amounts to be recognized in pension expense in the future periods	8,180	3,454,948
District contributions subsequent to the measurement date	986,480	-
Total deferred amounts related to pensions	\$ 994,660	\$ 3,454,948

The District reported \$986,480 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, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

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

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

<u>Year ended June 30:</u>	<u>Net Deferred Inflows of Resources</u>
2016	\$ 842,261
2017	842,261
2018	842,261
2019	842,261
2020	77,724
Thereafter	<u>-</u>
Total	<u>\$ 3,446,768</u>

Actuarial Assumptions

The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00 percent
Salary increases	5.75 percent, average, including inflation
Investment rate of return	7.50 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 White Collar Table with projections using scale AA that vary by member group.

For GASB disclosure purposes, the actuarial assumptions for the years ended June 30, 2014 and 2013 were assumed to be the same. However, for funding purposes, the actuarial valuations for those two years were different. 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. The actuarial assumptions used in the June 30, 2013 valuation were based on the 2012 actuarial experience analysis and first adopted in the June 30, 2012 valuation. The investment return assumption was lowered from 8.5 percent to 8.0 percent and the salary increase and inflation assumptions were also lowered. Mortality assumptions were adjusted to anticipate continued improvement in mortality.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

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

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

Actuarial Assumptions (Continued)

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. large cap	18 %	8.23 %
Global equity (excluding U.S.)	18	8.58
Aggregate bonds	16	2.27
U.S. TIPS	2	3.52
NCREIF	11	5.81
Opportunistic real estate	4	9.79
ARS	8	3.27
Risk parity	8	5.57
Diversified inflation strategy	1	3.96
Private equity	14	13.03
Total	100 %	

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

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

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

Discount Rate

The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position was 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. Therefore, the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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 7.5 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	<u>1% Decrease</u> (6.50%)	<u>Current</u> Discount (7.50%)	<u>1% Increase</u> (8.50%)
District's proportionate share of the net pension liability	\$ <u>19,123,823</u>	\$ <u>15,485,492</u>	\$ <u>12,472,540</u>

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2014 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund

Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed with the Illinois Municipal Retirement Fund (IMRF), the administer 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. That report is available for download at www.imrf.org.

Benefits Provided

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

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

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Employees Covered by Benefit Terms

As of December 31, 2014, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	713
Inactive plan members entitled to but not yet receiving benefits	1,080
Active plan members	<u>832</u>
Total	<u><u>2,625</u></u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2014 was 12.51%. For the fiscal year ended June 30, 2015, the District contributed \$2,628,910 to the plan. The District contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2014. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2014:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Inflation Rate	3.50%
Salary Increases	3.75% to 14.50% including inflation
Investment Rate of Return	7.49%
Projected Retirement Age	Experience-based table of rates, specific to the type of eligibility condition, last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (continued)

Mortality

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

Long-term Expected Rate of Return

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

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	38%	7.60%
International Equity	17	7.80%
Fixed Income	27	3.00%
Real Estate	8	6.15%
Alternative Investments	9	5.25-8.50%
Cash Equivalents	1	2.25%
Total	100%	

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Single Discount Rate

A Single Discount Rate of 7.49% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

- a. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
- b. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.56%, and the resulting single discount rate is 7.49%.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

2. **Illinois Municipal Retirement Fund** (Continued)

Changes in Net Pension Liability

The following table shows the components of the change in the District's net pension liability for the calendar year ended December 31, 2014:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
	<u> </u>	<u> </u>	<u> </u>
Balances at December 31, 2013	\$ 106,602,605	\$ 102,936,675	\$ 3,665,930
Changes for the year:			
Service cost	2,592,705	-	2,592,705
Interest on the total pension liability	7,902,341	-	7,902,341
Difference between expected and actual experience of the total pension liability	(104,887)	-	(104,887)
Changes of assumptions	4,959,313	-	4,959,313
Contributions - Employer	-	2,609,683	(2,609,683)
Contributions - Employees	-	1,000,950	(1,000,950)
Net Investment Income	-	6,234,662	(6,234,662)
Benefit payments, including refunds of employee contributions	(5,068,822)	(5,068,822)	-
Other (net transfer)	-	865,734	(865,734)
Net changes	<u>10,280,650</u>	<u>5,642,207</u>	<u>4,638,443</u>
 Balances at December 31, 2014	 <u>\$ 116,883,255</u>	 <u>\$ 108,578,882</u>	 <u>\$ 8,304,373</u>

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

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.49%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	1% Lower (6.49%)	Current Discount Rate (7.49%)	1% Higher (8.49%)
	<u> </u>	<u> </u>	<u> </u>
Net pension liability (asset)	\$ 22,777,502	\$ 8,304,373	\$ (3,659,938)

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

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

For the year ended June 30, 2015, the District recognized pension expense of \$3,017,548. At June 30, 2015, the District reported deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ -	\$ 66,113
Change of assumptions	3,125,993	-
Net difference between projected and actual earnings on pension plan investments	<u>1,170,698</u>	<u>-</u>
 Total deferred amounts to be recognized in pension expense in the future periods	 <u>4,296,691</u>	 <u>66,113</u>
 Pension contributions made subsequent to the measurement date	 <u>1,299,260</u>	 <u>-</u>
 Total deferred amounts related to pensions	 <u>\$ 5,595,951</u>	 <u>\$ 66,113</u>

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

<u>Year Ended June 30,</u>	<u>Net Deferred Outflows of Resources</u>
2016	\$ 2,087,220
2017	1,558,009
2018	292,674
2019	292,675
2020	-
Thereafter	<u>-</u>
 Total	 <u>\$ 4,230,578</u>

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE E - PENSION LIABILITIES (Continued)

3. Social Security/Medicare

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

NOTE F - OTHER POSTEMPLOYMENT BENEFITS

1. Teachers' Health Insurance Security (THIS)

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

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

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

On behalf contributions to the THIS Fund

The state of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members which were 1.02 percent of pay during the year ended June 30, 2015. State of Illinois contributions were \$784,480, and the District recognized revenue and expenditures of this amount during the year.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE F - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.76 percent during the year ended June 30, 2015. For the year ended June 30, 2015, the District paid \$584,514 to the THIS Fund, which was 100 percent of the required contribution.

Further Information on the THIS Fund

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

2. Retiree Health Plan

Plan Description

The District administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement, provided they are on the group health insurance plan at the time of retirement, until the age of 65. Retirees may be responsible to contribute a portion of the premium toward the cost of their insurance. Retirees may also access dental benefits on a "direct pay" basis. For 2014 (most recent date available), a total of 1,875 former employees or spouses accessed a postemployment benefit through the District.

Funding Policy - Retirement Incentive Option Plan ("RIOP") Retirees

Retirees under RIOP shall not be eligible to remain on the District's insurance plan. In consideration thereof, the District shall make four year cash payments as a contribution toward the Teachers' Retirement Incentive Program or other non-District insurance following retirement in the amount of \$375/month for single and an additional \$250/month for a teacher's spouse. In lieu of monthly insurance contributions, the retiree may elect a cash payment made in a lump sum payment within 30 days following retirement, in the amounts of \$11,250 for single and \$7,500 for a teacher's spouse. This agreement covers employees who retire through June 30, 2016.

Funding Policy - Voluntary Separation Option Plan ("VSOP") Retirees

Retirees under this plan have the option to continue insurance coverage at 50% of full cost for health and dental coverage. Under the Classroom Teachers' Council negotiated agreement in 2006, staff retiring under VSOP also had the option to receive the entire district contribution in one lump sum for 5 years or age 65 or to take a monthly stipend for 5 years or age 65 in lieu of district insurance coverage. This agreement was in full effect until June 2009.

A subset of VSOP retirees receive 100% subsidy for medical, dental, and vision coverage. These employees were identified accordingly, on the census.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE F - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Funding Policy - Regular Retirees

Retirees not eligible for RIOP or VSOP coverage must pay the full cost for medical, dental, and vision

Annual OPEB Cost and Net OPEB Obligation

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

Annual OPEB Cost and Net OPEB Obligation (Continued)

		<u>June 30, 2015</u>
Annual required contribution	\$	414,565
Interest on net OPEB obligation		242,754
Adjustment to annual required contribution		<u>(202,295)</u>
Annual OPEB cost		455,024
Contributions made		<u>632,312</u>
Decrease in net OPEB obligation		(177,288)
Net OPEB obligation, beginning of year		<u>6,068,841</u>
Net OPEB obligation, end of year	\$	<u><u>5,891,553</u></u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2015 and the two preceding fiscal years were as follows:

Actuarial Valuation Date	Annual OPEB Cost	Percentage Annual OPEB Cost Contributed	Net OPEB Obligation
<u> </u>	<u> </u>	<u> </u>	<u> </u>
7/1/14	\$ 455,024	139.0%	\$ 5,891,553
7/1/13	665,546	131.0%	6,068,841
7/1/12	1,146,028	76.0%	6,274,525

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE F - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Funding Status and Funding Progress

As of July 1, 2014, the actuarial accrued liability for benefits was \$4,537,995, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) and the ratio of the unfunded actuarial accrued liability to the covered payroll were not available.

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

Methods and Assumptions

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

The following simplifying assumptions were made:

Contribution rates:	
District	N/A
Plan members	0.00%
Actuarial valuation date	July 1, 2013
Actuarial cost method	Entry age
Amortization period	Level percentage of pay, open
Remaining amortization period	30 years
Asset valuation method	Market

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE F - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Methods and Assumptions (Continued)

Actuarial assumptions:

Investment rate of return*	4.00%
Projected salary increases	4.00%
Healthcare inflation rate	8.00% initial 6.00% ultimate (0.5% reduction per year)
Mortality, Turnover, Disability, Retirement Ages	Similar rates utilized for IMRF
Retirement ages	
Percentage of active employees assumed to elect benefit	100%
Employer provided benefit	Explicit: \$4,765/year to age 65 Implicit: 40% of premium to age 65. (50% of 5,016/year + 50% of \$9,720/month)

*Includes inflation at 3.00%

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE G - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015 was as follows:

	Balance July 1, 2014	Increases	Decreases	Balance June 30, 2015
Capital assets, not being depreciated				
Land	\$ 7,827,932	\$ -	\$ -	\$ 7,827,932
Construction in progress	1,287,044	3,401,386	3,787,807	900,623
 Total capital assets not being depreciated	 9,114,976	 3,401,386	 3,787,807	 8,728,555
 Capital assets, being depreciated				
Site improvements	4,049,998	599,985	-	4,649,983
Buildings	107,999,139	4,046,639	-	112,045,778
Machinery and equipment	18,800,127	170,291	-	18,970,418
Vehicles	12,025,879	1,002,156	569,870	12,458,165
Food service equipment	377,189	-	-	377,189
 Total capital assets being depreciated	 143,252,332	 5,819,071	 569,870	 148,501,533
 Less accumulated depreciation for:				
Site improvements	2,795,175	134,103	-	2,929,278
Buildings	61,188,655	2,586,141	-	63,774,796
Machinery and equipment	16,779,366	295,042	-	17,074,408
Vehicles	7,820,380	1,091,521	512,882	8,399,019
Food service equipment	281,157	14,438	-	295,595
 Total accumulated depreciation	 88,864,733	 4,121,245	 512,882	 92,473,096
 Total capital assets being depreciated, net	 54,387,599	 1,697,826	 56,988	 56,028,437
Governmental activities capital assets, net	\$ 63,502,575	\$ 5,099,212	\$ 3,844,795	\$ 64,756,992

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE G - CAPITAL ASSETS (Continued)

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

Governmental activities		
General Government		
Instructional staff		
Regular programs	\$	1,728,710
Support services		
Pupils		864,355
Operations and maintenance		278,162
Transportation		1,177,956
Food service		<u>72,062</u>
Total depreciation from governmental activities	\$	<u><u>4,121,245</u></u>

NOTE H - LONG-TERM LIABILITIES

1. Changes in General Long-term Liabilities

During the year ended June 30, 2015, the following is the long-term liability activity for the District:

	Balance July 1, 2014	Additions/ Accretion	Reductions	Balance June 30, 2015
Bonds payable:				
General obligation bonds	\$ 35,533,099	\$ 10,409,696	\$ 14,040,000	\$ 31,902,795
Deferred charges - 2006 Bonds	(169,792)	-	(169,792)	-
Bond discount - 2006 Bonds	(38,095)	-	(38,095)	-
Bond premium - 2014 Bonds	-	788,626	83,013	705,613
Total Bonds Payable	<u>35,325,212</u>	<u>11,198,322</u>	<u>13,915,126</u>	<u>32,608,408</u>
Equipment loan	390,994	-	390,994	-
Health claims payable	2,231,330	17,530,473	17,248,790	2,513,013
Retirement incentive program	1,134,000	524,250	498,000	1,160,250
Other postemployment benefits	6,068,841	455,024	632,312	5,891,553
Compensated absences	168,559	775,122	787,238	156,443
IMRF net pension liability**	3,665,930	15,454,359	10,815,916	8,304,373
TRS net pension liability**	<u>19,267,547</u>	<u>580,764</u>	<u>4,362,819</u>	<u>15,485,492</u>
Total long-term liabilities - governmental activities	<u>\$ 68,252,413</u>	<u>\$ 46,518,314</u>	<u>\$ 48,651,195</u>	<u>\$ 66,119,532</u>

**Beginning balance is shown as restated. See Note E and Note N.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE H - LONG-TERM LIABILITIES (Continued)

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

The obligations for future health claims, retirement incentive program, retiree health plan, and compensated absences will be repaid from the General Fund.

At June 30, 2015, amounts due within one year on the outstanding long-term liabilities were as follows:

Bonds payable:	
General obligation bonds	\$ 4,495,000
Reserve for future health claims	2,513,013
Retirement incentive programs	512,250
Compensated absences	<u>156,443</u>
Total long-term liabilities due within one year - governmental activities	<u>\$ 7,676,706</u>

2. General Obligation Bonds Payable

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

<u>Purpose</u>	<u>Interest Rates</u>	<u>Carrying Amount</u>	<u>Face Amount</u>
2001 Limited Tax Capital Appreciation Bonds	4.99% - 5.69%	\$ 22,972,795	\$ 26,970,000
2014 Refunding Series Bonds	3.00%	<u>8,930,000</u>	<u>8,930,000</u>
		<u>\$ 31,902,795</u>	<u>\$ 35,900,000</u>

During the fiscal year ended June 30, 2015, the District issued \$9,060,000 of General Obligation Bonds, Series 2014. This bond issuance was used to refund the principal and interest maturities on the District's Series 2006 bonds. This transaction resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$1,084,810.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE H - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds Payable (Continued)

The District defeased the debt by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2015, a total of \$11,785,000 of bonds outstanding is considered defeased.

At June 30, 2015, the District's future cash flow requirements for retirement of bond principal and interest were as follows:

Year Ending June 30	Principal	Interest	Total
2016	\$ 4,495,000	\$ 299,900	\$ 4,794,900
2017	4,495,000	299,900	4,794,900
2018	4,495,000	299,900	4,794,900
2019	4,495,000	299,900	4,794,900
2020	4,495,000	299,900	4,794,900
2021-2025	<u>13,425,000</u>	<u>722,250</u>	<u>14,147,250</u>
Total	<u>\$ 35,900,000</u>	<u>\$ 2,221,750</u>	<u>\$ 38,121,750</u>

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$5,082,380 in the Debt Service Fund to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2015, the statutory debt limit for the District was \$216,731,030 of which \$196,031,656 is potentially available.

3. Equipment Loan

The District had a financing agreement for various computer equipment. Annual payments of principal and interest at a rate of 0.90% were required through June 2015.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE H - LONG-TERM LIABILITIES (Continued)

4. Early Retirement Incentive Benefits

As described in Note F, the District participates in a Retirement Incentive Option Plan ("RIOP") and Voluntary Separation Option Plan ("VSOP") (see Note F). Annual benefits payable are as follows:

Year Ending June 30	Total
2016	\$ 512,250
2017	334,500
2018	208,500
2019	105,000
Total	<u>\$ 1,160,250</u>

NOTE I - OPERATING LEASES

The District leases equipment under noncancelable operating leases. The total costs for such leases were \$166,968 for the year ended June 30, 2015. At June 30, 2015, future minimum lease payments for these leases were as follows:

Year Ending June 30	Total
2016	\$ 171,444
2017	168,004
2018	168,004
2019	168,004
2020	9,921
Total	<u>\$ 685,377</u>

NOTE J - INTERFUND TRANSFERS

The District transferred \$4,400,000 from the Operations and Maintenance Fund to the Capital Projects Fund. The amount transferred represents funding for capital projects.

The District transferred \$2,000,000 from the General (Educational Account) Fund to the Operations and Maintenance Fund. The amount transferred represents funding for the transfer to the Capital Projects Fund.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE K - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destructions of assets, errors and omissions, injuries to employees, and natural disasters. The District purchases insurance from private insurance companies for general liability and other coverages not included below. Premiums have been recorded as expenditures in the appropriate funds. The District is self-insured for medical and dental, workers' compensation, and unemployment compensation coverage that is provided to District personnel. A third party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third party administrator for payment of employee health, worker's compensation, and unemployment compensation claims and administration fees. The District's liability will not exceed \$240,000 per employee for medical coverage, as provided by stop-loss provisions incorporated into the plan. There is no aggregate stop-loss provision incorporated in the plan. The District's liability will not exceed \$300,000 per employee and \$1,000,000 in the aggregate for workers' compensation coverage, as provided by stop-loss provisions incorporated into the plan.

At June 30, 2015, total unpaid claims, including an estimate of claims that have been incurred but not reported to the administrative agent, totaled \$4,350,738. The estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability. For the two years ended June 30, 2015 and 2014, changes in the liability for unpaid claims are summarized as follows:

	Claims Payable Beginning of Year	Current Year Claims and Changes in Estimates	Claims Payments	Claims Payable End of Year
Fiscal Year 2015	\$ 3,462,069	\$ 18,137,459	\$ 17,248,790	\$ 4,350,738
Fiscal Year 2014	\$ 3,322,762	\$ 14,578,754	\$ 14,439,447	\$ 3,462,069

At June 30, 2015, this includes \$2,513,013 of estimated incurred but not reported claims and \$1,837,725 of known reported claims.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. Settled claims have not exceeded commercial insurance coverage for the past three fiscal years.

NOTE L - CONTINGENCIES

1. Litigation

The District is a defendant in various tax protest lawsuits and other litigation. Although the outcome of these lawsuits is not presently determinable, it is possible that the outcome could have an adverse effect on the financial condition of the District. With regard to other pending matters, the eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2015

NOTE L - CONTINGENCIES (Continued)

2. Grants

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

NOTE M - CONSTRUCTION COMMITMENTS

The District has entered into certain contracts for construction in the next fiscal year. Commitments under these contracts approximate \$2,300,000, at June 30, 2015.

NOTE N - RESTATEMENT

The implementation of GASB 68 and GASB 71 (Note E) required the District to record the net pension liability for TRS and IMRF. As a result of this implementation, net position as of July 1, 2014 decreased by \$20,176,502, net pension liability (included in long-term liabilities) increased by \$22,493,073 and deferred outflows increased by \$2,316,571.

NOTE O - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 4, 2015, the date these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the balance sheet date that require disclosure in the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Community Consolidated School District 15
SCHEDULES OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
 Illinois Municipal Retirement Fund
June 30, 2015

Calendar year ended December 31, 2014

Total pension liability	
Service cost	\$ 2,592,705
Interest on the total pension liability	7,902,341
Difference between expected and actual experience of the total pension liability	(104,887)
Assumption changes	4,959,313
Benefit payments and refunds	<u>(5,068,822)</u>
Net change in total pension liability	10,280,650
Total pension liability, beginning	<u>106,602,605</u>
Total pension liability, ending	<u><u>\$ 116,883,255</u></u>
Plan fiduciary net position	
Contributions, employer	\$ 2,609,683
Contributions, employee	1,000,950
Net investment income	6,234,662
Benefit payments, including refunds of employee contributions	(5,068,822)
Other (net transfer)	<u>865,734</u>
Net change in plan fiduciary net position	5,642,207
Plan fiduciary net position, beginning	<u>102,936,675</u>
Plan fiduciary net position, ending	<u><u>\$ 108,578,882</u></u>
Net pension liability	<u><u>\$ 8,304,373</u></u>
Plan fiduciary net position as a percentage of the total pension liability	92.90 %
Covered Valuation Payroll	\$ 21,864,600
Net pension liability as a percentage of covered valuation payroll	37.98 %

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

Community Consolidated School District 15

SCHEDULE OF CONTRIBUTIONS

Illinois Municipal Retirement Fund

June 30, 2015

<u>Calendar Year</u> Ending <u>December 31,</u>	<u>Actuarially</u> <u>Determined</u> <u>Contribution</u>	<u>Actual</u> <u>Contribution</u>	<u>Contribution</u> <u>Deficiency</u> <u>(Excess)</u>	<u>Covered</u> <u>Valuation</u> <u>Payroll</u>	<u>Actual Contribution</u> <u>as a % of</u> <u>Covered Valuation Payroll</u>
2014	\$ 2,599,701	* \$ 2,609,683	\$ (9,982)	\$ 21,864,600	11.94 %

* Estimated based on contribution rate of 11.89% and covered valuation payroll of \$21,864,600.

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

Community Consolidated School District 15
SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
Teachers' Retirement System of the State of Illinois
June 30, 2015

District's proportion of the net pension liability	0.0254451721 %
District's proportionate share of the net pension liability	\$ 15,485,492
State's proportionate share of the net pension liability associated with the District	<u>445,814,176</u>
Total	<u><u>\$ 461,299,668</u></u>
District's covered-employee payroll	\$ 74,922,034
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.206688089 %
Plan fiduciary net position as a percentage of the total pension liability	43.00 %

Note 1: The amounts presented were determined as of the prior fiscal-year end.

Note 2: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015 and, therefore, 10 years of information is not available.

Community Consolidated School District 15
SCHEDULE OF DISTRICT CONTRIBUTIONS
Teachers' Retirement System of the State of Illinois
June 30, 2015

Contractually required contribution	\$ 925,806
Contributions in relation to the contractually required contribution	<u>907,871</u>
Contribution deficiency	<u>\$ 17,935</u>
District's covered-employee payroll	\$ 74,922,034
Contributions as a percentage of covered-employee payroll	1.21 %

Note 2: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015 and, therefore, 10 years of information is not available.

Community Consolidated School District 15
SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFITS
June 30, 2015

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll [(2)-(1)]/(5)
7/1/14	\$ -	\$ 4,537,995	0.00 %	\$ 4,537,995	\$ 95,138,345	4.8 %
7/1/13	-	4,537,995	0.00	4,537,995	95,138,345	4.8
7/1/12	-	25,986,689	0.00	25,986,689	82,656,237	31.4

Note: A skip valuation was performed for the fiscal year ended June 30, 2015.

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Revenues					
Local sources					
General levy	\$ 89,501,593	\$ 89,915,312	\$ 90,716,677	\$ 801,365	\$ 89,189,963
Special education levy	905,206	916,678	913,389	(3,289)	901,704
Corporate personal property replacement taxes	803,839	802,683	802,683	-	803,839
Regular tuition from pupils or parents	-	-	4,811	4,811	5,217
Regular tuition from other sources (out of state)	38,000	38,000	25,930	(12,070)	36,517
Special education tuition from other districts	140,000	140,000	165,592	25,592	271,953
Interest on investments	125,250	125,250	104,122	(21,128)	107,045
Sales to pupils - lunch	820,050	820,050	565,748	(254,302)	797,890
Sales to pupils - breakfast	18,000	18,000	12,482	(5,518)	17,483
Sales to pupils - a la carte	460,000	330,000	568,101	238,101	459,084
Sales to adults	20,000	20,000	11,541	(8,459)	19,875
Other food service	22,000	22,000	55,661	33,661	21,672
Admissions - athletic	75,000	75,000	70,306	(4,694)	65,702
Admissions - other	500	500	1,238	738	1,225
Rentals - regular textbook	850,000	740,000	755,408	15,408	811,285
Rentals	9,000	10,187	9,641	(546)	10,188
Contributions and donations from private sources	-	-	-	-	20,000
Refund of prior years' expenditures	5,000	5,000	9,157	4,157	19,692
Proceeds from vendors' contracts	215,000	215,000	224,512	9,512	232,904
Local fees	25,000	25,000	4,839	(20,161)	29,072
Other	<u>175,000</u>	<u>179,500</u>	<u>171,947</u>	<u>(7,553)</u>	<u>228,440</u>
Total local sources	<u>94,208,438</u>	<u>94,398,160</u>	<u>95,193,785</u>	<u>795,625</u>	<u>94,050,750</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
State sources					
General State Aid	\$ 8,914,746	\$ 8,864,711	\$ 8,746,553	\$ (118,158)	\$ 8,346,920
Special Education - Private					
Facility Tuition	400,677	413,427	405,555	(7,872)	400,677
Special Education - Extraordinary	1,587,085	1,594,893	1,564,496	(30,397)	1,587,084
Special Education - Personnel	2,466,811	2,591,698	2,546,179	(45,519)	2,466,811
Special Education - Orphanage - Individual	274,714	209,289	209,361	72	200,147
Special Education - Orphanage - Summer Individual	5,000	14,225	14,275	50	2,994
Special Education - Summer School	16,517	13,088	13,134	46	16,517
Bilingual Ed. - Downstate - T.P.I. and T.P.E.	970,000	910,686	879,510	(31,176)	1,069,212
State Free Lunch and Breakfast	48,500	48,330	31,020	(17,310)	46,524
Other state sources	20,558	20,558	323,614	303,056	12,252
On Behalf Payments to TRS from the State	<u>25,816,538</u>	<u>25,816,538</u>	<u>36,677,254</u>	<u>10,860,716</u>	<u>26,765,378</u>
Total state sources	<u>40,521,146</u>	<u>40,497,443</u>	<u>51,410,951</u>	<u>10,913,508</u>	<u>40,914,516</u>
Federal sources					
National School Lunch Program	2,200,000	2,200,000	2,278,178	78,178	2,227,480
Special Milk Program	1,100	1,100	1,053	(47)	1,050
Special Breakfast Program	387,500	387,500	397,080	9,580	386,445
Summer Food Service Program	15,000	15,000	21,664	6,664	14,954
Title I - Low Income	2,154,273	2,454,778	2,417,155	(37,623)	2,559,466
Federal - Special Education - Pre-School Flow Through	103,310	103,310	96,161	(7,149)	106,999
Federal - Special Education - I.D.E.A. - Flow Through	2,746,089	2,758,026	2,616,542	(141,484)	2,988,157

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Emergency Immigrant Assistance	\$ 19,092	\$ 21,795	\$ 17,599	\$ (4,196)	\$ 15,297
Title III - English Language Acquisition	370,592	457,551	337,383	(120,168)	282,585
Title II - Teacher Quality	260,205	260,205	236,507	(23,698)	325,303
Medicaid Matching Funds - Administrative Outreach	250,000	250,000	329,944	79,944	355,278
Medicaid Matching Funds - Fee-For-Service-Program	750,000	750,000	1,529,771	779,771	894,741
Other federal sources	<u>9,968</u>	<u>309,968</u>	<u>9,712</u>	<u>(300,256)</u>	<u>312,822</u>
Total federal sources	<u>9,267,129</u>	<u>9,969,233</u>	<u>10,288,749</u>	<u>319,516</u>	<u>10,470,577</u>
Total revenues	<u>143,996,713</u>	<u>144,864,836</u>	<u>156,893,485</u>	<u>12,028,649</u>	<u>145,435,843</u>
 Expenditures					
Instruction					
Regular programs					
Salaries	44,820,070	44,946,712	44,628,055	318,657	44,149,650
Employee benefits	7,171,262	6,584,624	6,767,437	(182,813)	6,679,604
On-behalf payments to TRS from the state	25,816,538	25,816,538	36,677,254	(10,860,716)	26,765,378
Purchased services	45,748	45,748	33,294	12,454	22,120
Supplies and materials	1,453,775	1,378,690	1,424,484	(45,794)	1,190,742
Capital outlay	1,147	1,147	26,065	(24,918)	-
Other objects	10,993	10,993	10,532	461	10,682
Non-capitalized equipment	<u>290,284</u>	<u>290,284</u>	<u>209,441</u>	<u>80,843</u>	<u>121,511</u>
Total	<u>79,609,817</u>	<u>79,074,736</u>	<u>89,776,562</u>	<u>(10,701,826)</u>	<u>78,939,687</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Special education programs					
Salaries	\$ 12,616,494	\$ 12,619,101	\$ 12,606,356	\$ 12,745	\$ 12,242,254
Employee benefits	3,023,475	2,871,066	2,843,250	27,816	2,808,764
Purchased services	156,471	156,471	185,592	(29,121)	142,329
Supplies and materials	103,883	103,883	89,046	14,837	106,798
Capital outlay	-	-	-	-	4,301
Other objects	1,071,000	1,071,000	1,073,401	(2,401)	1,014,496
Non-capitalized equipment	<u>27,064</u>	<u>27,064</u>	<u>20,640</u>	<u>6,424</u>	<u>24,851</u>
Total	<u>16,998,387</u>	<u>16,848,585</u>	<u>16,818,285</u>	<u>30,300</u>	<u>16,343,793</u>
Remedial and Supplemental programs K-12					
Salaries	895,167	1,083,493	1,073,647	9,846	888,575
Employee benefits	433,007	466,424	488,894	(22,470)	412,423
Purchased services	580	580	129	451	99
Supplies and materials	<u>60,206</u>	<u>103,633</u>	<u>133,944</u>	<u>(30,311)</u>	<u>128,892</u>
Total	<u>1,388,960</u>	<u>1,654,130</u>	<u>1,696,614</u>	<u>(42,484)</u>	<u>1,429,989</u>
Interscholastic programs					
Salaries	640,894	640,894	588,824	52,070	550,218
Employee benefits	6,812	6,812	7,852	(1,040)	6,788
Purchased services	17,115	17,115	18,831	(1,716)	14,502
Supplies and materials	35,968	35,968	24,405	11,563	25,818
Other objects	<u>1,900</u>	<u>1,900</u>	<u>1,085</u>	<u>815</u>	<u>725</u>
Total	<u>702,689</u>	<u>702,689</u>	<u>640,997</u>	<u>61,692</u>	<u>598,051</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Summer school programs					
Salaries	\$ 170,010	\$ 170,010	\$ 174,930	\$ (4,920)	\$ 168,689
Employee benefits	1,153	1,153	1,238	(85)	1,038
Supplies and materials	<u>4,034</u>	<u>4,034</u>	<u>1,295</u>	<u>2,739</u>	<u>1,460</u>
Total	<u>175,197</u>	<u>175,197</u>	<u>177,463</u>	<u>(2,266)</u>	<u>171,187</u>
Gifted programs					
Salaries	1,107,868	1,107,868	1,107,867	1	1,072,611
Employee benefits	184,297	167,577	170,634	(3,057)	169,806
Supplies and materials	<u>5,826</u>	<u>5,826</u>	<u>4,895</u>	<u>931</u>	<u>10,824</u>
Total	<u>1,297,991</u>	<u>1,281,271</u>	<u>1,283,396</u>	<u>(2,125)</u>	<u>1,253,241</u>
Bilingual programs					
Salaries	8,381,180	8,269,181	8,013,294	255,887	7,919,293
Employee benefits	1,589,405	1,446,907	1,403,335	43,572	1,338,899
Purchased services	105,000	105,000	107,835	(2,835)	18,973
Supplies and materials	<u>369,136</u>	<u>470,341</u>	<u>435,539</u>	<u>34,802</u>	<u>312,361</u>
Total	<u>10,444,721</u>	<u>10,291,429</u>	<u>9,960,003</u>	<u>331,426</u>	<u>9,589,526</u>
Total instruction	<u>110,617,762</u>	<u>110,028,037</u>	<u>120,353,320</u>	<u>(10,325,283)</u>	<u>108,325,474</u>
Support services					
Pupils					
Attendance and social work services					
Salaries	2,506,824	2,506,824	2,420,912	85,912	2,474,954
Employee benefits	376,986	346,708	361,618	(14,910)	363,708
Purchased services	750	750	396	354	633
Supplies and materials	<u>4,033</u>	<u>4,033</u>	<u>1,670</u>	<u>2,363</u>	<u>4,935</u>
Total	<u>2,888,593</u>	<u>2,858,315</u>	<u>2,784,596</u>	<u>73,719</u>	<u>2,844,230</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Guidance services					
Salaries	\$ 355,593	\$ 355,593	\$ 367,964	\$ (12,371)	\$ 312,772
Employee benefits	<u>37,168</u>	<u>33,995</u>	<u>42,489</u>	<u>(8,494)</u>	<u>45,925</u>
Total	<u>392,761</u>	<u>389,588</u>	<u>410,453</u>	<u>(20,865)</u>	<u>358,697</u>
Health services					
Salaries	1,459,626	1,459,626	1,427,309	32,317	1,456,678
Employee benefits	292,615	263,968	242,737	21,231	255,091
Purchased services	413,313	413,313	450,335	(37,022)	419,009
Supplies and materials	31,212	31,212	25,578	5,634	32,096
Capital outlay	6,242	6,242	-	6,242	231
Non-capitalized equipment	<u>7,283</u>	<u>7,283</u>	<u>8,281</u>	<u>(998)</u>	<u>8,278</u>
Total	<u>2,210,291</u>	<u>2,181,644</u>	<u>2,154,240</u>	<u>27,404</u>	<u>2,171,383</u>
Psychological services					
Salaries	1,114,957	1,114,957	1,222,030	(107,073)	1,130,815
Employee benefits	159,158	144,901	180,455	(35,554)	159,988
Purchased services	18,880	18,880	19,965	(1,085)	17,729
Supplies and materials	3,000	3,000	2,970	30	1,105
Non-capitalized equipment	<u>1,040</u>	<u>1,040</u>	<u>-</u>	<u>1,040</u>	<u>5,000</u>
Total	<u>1,297,035</u>	<u>1,282,778</u>	<u>1,425,420</u>	<u>(142,642)</u>	<u>1,314,637</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Speech pathology and audiology services					
Salaries	\$ 2,299,801	\$ 2,295,936	\$ 2,163,861	\$ 132,075	\$ 2,391,483
Employee benefits	285,215	260,492	276,726	(16,234)	294,593
Purchased services	4,912	4,912	75,956	(71,044)	3,776
Supplies and materials	12,485	12,485	9,765	2,720	11,473
Capital outlay	-	-	-	-	1,454
Non-capitalized equipment	<u>17,687</u>	<u>17,687</u>	<u>7,776</u>	<u>9,911</u>	<u>20,059</u>
Total	<u>2,620,100</u>	<u>2,591,512</u>	<u>2,534,084</u>	<u>57,428</u>	<u>2,722,838</u>
Total pupils	<u>9,408,780</u>	<u>9,303,837</u>	<u>9,308,793</u>	<u>(4,956)</u>	<u>9,411,785</u>
Instructional staff					
Improvement of instruction services					
Salaries	1,168,557	1,115,407	1,050,957	64,450	796,650
Employee benefits	342,023	313,101	293,018	20,083	223,010
Purchased services	264,761	337,506	225,826	111,680	463,372
Supplies and materials	131,399	156,399	174,787	(18,388)	225,910
Capital outlay	1,415	1,415	-	1,415	-
Non-capitalized equipment	<u>5,000</u>	<u>5,000</u>	<u>7,674</u>	<u>(2,674)</u>	<u>-</u>
Total	<u>1,913,155</u>	<u>1,928,828</u>	<u>1,752,262</u>	<u>176,566</u>	<u>1,708,942</u>
Educational media services					
Salaries	2,701,724	2,701,724	2,671,929	29,795	2,496,210
Employee benefits	344,290	313,055	348,544	(35,489)	311,262
Purchased services	719,107	709,107	569,444	139,663	557,999
Supplies and materials	250,253	253,253	236,026	17,227	240,603
Capital outlay	62,877	62,877	3,453	59,424	582
Non-capitalized equipment	<u>1,109,100</u>	<u>409,100</u>	<u>571,308</u>	<u>(162,208)</u>	<u>733,493</u>
Total	<u>5,187,351</u>	<u>4,449,116</u>	<u>4,400,704</u>	<u>48,412</u>	<u>4,340,149</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Assessment and testing					
Salaries	\$ 182,000	\$ 182,000	\$ 146,650	\$ 35,350	\$ 22,067
Employee benefits	21,469	20,035	17,977	2,058	250
Purchased services	120,851	120,851	119,000	1,851	116,256
Supplies and materials	<u>62,000</u>	<u>65,178</u>	<u>60,371</u>	<u>4,807</u>	<u>66,971</u>
Total	<u>386,320</u>	<u>388,064</u>	<u>343,998</u>	<u>44,066</u>	<u>205,544</u>
Total instructional staff	<u>7,486,826</u>	<u>6,766,008</u>	<u>6,496,964</u>	<u>269,044</u>	<u>6,254,635</u>
General administration					
Board of education services					
Salaries	509,339	509,339	565,776	(56,437)	628,998
Employee benefits	310,813	310,081	391,425	(81,344)	84,937
Purchased services	307,510	307,510	218,120	89,390	523,133
Supplies and materials	8,065	8,065	3,970	4,095	4,147
Other objects	4,500	4,500	19,491	(14,991)	4,287
Non-capitalized equipment	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>4,000</u>	<u>3,094</u>
Total	<u>1,144,227</u>	<u>1,143,495</u>	<u>1,198,782</u>	<u>(55,287)</u>	<u>1,248,596</u>
Executive administration services					
Salaries	779,338	779,338	839,143	(59,805)	977,924
Employee benefits	116,206	106,565	109,104	(2,539)	148,303
Purchased services	21,671	21,671	32,910	(11,239)	9,376
Supplies and materials	58,271	58,271	25,208	33,063	11,362
Other objects	4,682	4,682	6,361	(1,679)	7,730
Non-capitalized equipment	<u>2,000</u>	<u>2,000</u>	<u>5,020</u>	<u>(3,020)</u>	<u>-</u>
Total	<u>982,168</u>	<u>972,527</u>	<u>1,017,746</u>	<u>(45,219)</u>	<u>1,154,695</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Special area administrative services					
Salaries	\$ 645,054	\$ 645,054	\$ 627,733	\$ 17,321	\$ 652,306
Employee benefits	96,069	92,360	82,213	10,147	97,876
Other objects	-	-	720	(720)	1,205
	<u>741,123</u>	<u>737,414</u>	<u>710,666</u>	<u>26,748</u>	<u>751,387</u>
Total					
	<u>2,867,518</u>	<u>2,853,436</u>	<u>2,927,194</u>	<u>(73,758)</u>	<u>3,154,678</u>
School administration					
Office of the principal services					
Salaries	5,545,838	5,545,838	5,633,126	(87,288)	5,507,266
Employee benefits	1,007,432	863,771	910,945	(47,174)	1,050,411
Purchased services	97,965	97,965	67,745	30,220	196,444
Supplies and materials	12,474	12,474	14,916	(2,442)	7,925
Capital outlay	-	-	-	-	67,456
Non-capitalized equipment	500	500	-	500	-
	<u>6,664,209</u>	<u>6,520,548</u>	<u>6,626,732</u>	<u>(106,184)</u>	<u>6,829,502</u>
Total school administration					

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Business					
Fiscal services					
Salaries	\$ 720,948	\$ 720,948	\$ 758,198	\$ (37,250)	\$ 704,728
Employee benefits	108,481	98,901	109,640	(10,739)	100,403
Purchased services	219,557	219,557	194,421	25,136	82,895
Supplies and materials	106,779	106,779	108,935	(2,156)	100,169
Capital outlay	2,000	2,000	-	2,000	-
Other objects	2,000	2,000	1,591	409	1,321
Non-capitalized equipment	-	-	298	(298)	2,359
Total	<u>1,159,765</u>	<u>1,150,185</u>	<u>1,173,083</u>	<u>(22,898)</u>	<u>991,875</u>
Pupil transportation services					
Salaries	40,000	40,000	24,137	15,863	21,379
Employee benefits	-	-	108	(108)	180
Purchased services	-	2,758	-	2,758	23,776
Total	<u>40,000</u>	<u>42,758</u>	<u>24,245</u>	<u>18,513</u>	<u>45,335</u>
Food services					
Salaries	1,041,354	1,041,354	1,043,875	(2,521)	1,027,830
Employee benefits	458,849	413,340	428,867	(15,527)	433,948
Purchased services	52,836	52,836	62,526	(9,690)	65,844
Supplies and materials	1,798,600	1,998,600	1,644,867	353,733	1,912,535
Capital outlay	115,000	115,000	-	115,000	22,708
Other objects	1,000	1,000	995	5	626
Non-capitalized equipment	12,000	12,000	52,386	(40,386)	28,989
Total	<u>3,479,639</u>	<u>3,634,130</u>	<u>3,233,516</u>	<u>400,614</u>	<u>3,492,480</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Internal services					
Salaries	\$ 271,305	\$ 276,305	\$ 280,882	\$ (4,577)	\$ 276,708
Employee benefits	61,637	55,599	57,905	(2,306)	59,134
Purchased services	187,798	187,798	134,311	53,487	26,700
Supplies and materials	68,389	68,389	49,803	18,586	54,755
Capital outlay	86,975	86,975	203,565	(116,590)	108,823
Non-capitalized equipment	<u>5,930</u>	<u>5,930</u>	<u>170</u>	<u>5,760</u>	<u>587</u>
Total	<u>682,034</u>	<u>680,996</u>	<u>726,636</u>	<u>(45,640)</u>	<u>526,707</u>
Total business	<u>5,361,438</u>	<u>5,508,069</u>	<u>5,157,480</u>	<u>350,589</u>	<u>5,056,397</u>
Central					
Planning, research, development and evaluation services					
Salaries	7,000	7,000	5,020	1,980	1,895
Purchased services	<u>9,884</u>	<u>9,884</u>	<u>7,575</u>	<u>2,309</u>	<u>-</u>
Total	<u>16,884</u>	<u>16,884</u>	<u>12,595</u>	<u>4,289</u>	<u>1,895</u>
Information services					
Salaries	170,047	170,047	162,554	7,493	162,537
Employee benefits	16,109	14,584	14,739	(155)	15,834
Purchased services	52,463	52,463	59,855	(7,392)	64,093
Supplies and materials	5,000	5,000	721	4,279	1,020
Other objects	1,020	1,020	425	595	725
Non-capitalized equipment	<u>2,500</u>	<u>2,500</u>	<u>5,051</u>	<u>(2,551)</u>	<u>-</u>
Total	<u>247,139</u>	<u>245,614</u>	<u>243,345</u>	<u>2,269</u>	<u>244,209</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Staff services					
Salaries	\$ 655,147	\$ 655,147	\$ 631,081	\$ 24,066	\$ 511,665
Employee benefits	112,610	103,701	102,694	1,007	103,382
Purchased services	87,851	87,851	109,932	(22,081)	69,956
Supplies and materials	22,180	22,180	26,033	(3,853)	21,941
Capital outlay	7,446	7,446	1,850	5,596	1,160
Other objects	4,080	4,080	1,892	2,188	700
Non-capitalized equipment	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>	<u>-</u>
Total	<u>909,314</u>	<u>900,405</u>	<u>873,482</u>	<u>26,923</u>	<u>708,804</u>
Data processing services					
Salaries	258,352	258,352	258,351	1	215,499
Employee benefits	36,693	33,093	34,813	(1,720)	30,586
Purchased services	53,229	53,229	84,272	(31,043)	22,235
Supplies and materials	<u>140,042</u>	<u>140,042</u>	<u>40,023</u>	<u>100,019</u>	<u>40,286</u>
Total	<u>488,316</u>	<u>484,716</u>	<u>417,459</u>	<u>67,257</u>	<u>308,606</u>
Total central	<u>1,661,653</u>	<u>1,647,619</u>	<u>1,546,881</u>	<u>100,738</u>	<u>1,263,514</u>
Other supporting services					
Purchased services	<u>500</u>	<u>350</u>	<u>-</u>	<u>350</u>	<u>325,963</u>
Total	<u>500</u>	<u>350</u>	<u>-</u>	<u>350</u>	<u>325,963</u>
Total support services	<u>33,450,924</u>	<u>32,599,867</u>	<u>32,064,044</u>	<u>535,823</u>	<u>32,296,474</u>

(Continued)

Community Consolidated School District 15

General Fund

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

For the Year Ended June 30, 2015

With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Community services					
Salaries	\$ 173,885	\$ 189,550	\$ 161,719	\$ 27,831	\$ 275,085
Employee benefits	30,649	34,011	26,390	7,621	39,442
Purchased services	113,714	100,145	114,583	(14,438)	70,839
Supplies and materials	38,200	38,814	24,055	14,759	30,442
Non-capitalized equipment	-	900	813	87	-
Total community services	<u>356,448</u>	<u>363,420</u>	<u>327,560</u>	<u>35,860</u>	<u>415,808</u>
Payments to other districts and government units					
Payments for other programs - transfers					
Purchased services	<u>250,000</u>	<u>250,000</u>	<u>271,403</u>	<u>(21,403)</u>	<u>270,764</u>
Total payments to other districts and other government units	<u>250,000</u>	<u>250,000</u>	<u>271,403</u>	<u>(21,403)</u>	<u>270,764</u>
Total expenditures	<u>144,675,134</u>	<u>143,241,324</u>	<u>153,016,327</u>	<u>(9,775,003)</u>	<u>141,308,520</u>
Excess (deficiency) of revenues over expenditures	<u>(678,421)</u>	<u>1,623,512</u>	<u>3,877,158</u>	<u>2,253,646</u>	<u>4,127,323</u>
Other financing uses					
Permanent transfer to Operations and Maintenance Fund	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>-</u>	<u>(3,250,000)</u>
Total other financing uses	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>-</u>	<u>(3,250,000)</u>
Net change to fund balance	<u>\$ (2,678,421)</u>	<u>\$ (376,488)</u>	1,877,158	<u>\$ 2,253,646</u>	877,323
Fund balance, beginning of year			<u>42,706,317</u>		<u>41,828,994</u>
Fund balance, end of year			<u>\$44,583,475</u>		<u>\$42,706,317</u>

(Concluded)

Community Consolidated School District 15
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Revenues					
Local sources					
General levy	\$ 11,063,575	\$ 11,892,088	\$ 11,833,350	\$ (58,738)	\$ 10,919,627
Corporate personal property replacement taxes	803,839	802,683	831,228	28,545	707,329
Interest on investments	22,500	22,500	8,177	(14,323)	12,918
Rentals	85,000	85,000	50,480	(34,520)	84,537
Impact fees from municipal or county governments	1,103	1,103	-	(1,103)	-
Proceeds from vendors' contracts	150,000	150,000	153,070	3,070	120,276
Other	<u>90,000</u>	<u>90,000</u>	<u>84,172</u>	<u>(5,828)</u>	<u>90,989</u>
Total local sources	<u>12,216,017</u>	<u>13,043,374</u>	<u>12,960,477</u>	<u>(82,897)</u>	<u>11,935,676</u>
State sources					
Other	<u>157,080</u>	<u>157,080</u>	<u>-</u>	<u>(157,080)</u>	<u>-</u>
Total state sources	<u>157,080</u>	<u>157,080</u>	<u>-</u>	<u>(157,080)</u>	<u>-</u>
Total revenues	<u>12,373,097</u>	<u>13,200,454</u>	<u>12,960,477</u>	<u>(239,977)</u>	<u>11,935,676</u>
Expenditures					
Support services					
Facilities acquisition and construction services					
Purchased services	<u>2,100</u>	<u>2,100</u>	<u>2,877</u>	<u>(777)</u>	<u>2,269</u>
Total	<u>2,100</u>	<u>2,100</u>	<u>2,877</u>	<u>(777)</u>	<u>2,269</u>

(Continued)

Community Consolidated School District 15
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015		Actual	Variance	2014 Actual
	Original Budget	Final Budget		From Final Budget	
Operation and maintenance of plant services					
Salaries	\$ 4,780,092	\$ 5,133,167	\$ 5,186,284	\$ (53,117)	\$ 5,013,155
Employee benefits	889,987	889,987	893,809	(3,822)	895,830
Purchased services	1,662,768	1,687,768	1,785,118	(97,350)	1,569,161
Supplies and materials	2,955,128	2,905,336	3,324,899	(419,563)	3,285,577
Capital outlay	577,395	577,395	541,275	36,120	265,826
Non-capitalized equipment	<u>97,504</u>	<u>97,504</u>	<u>70,392</u>	<u>27,112</u>	<u>67,108</u>
 Total	<u>10,962,874</u>	<u>11,291,157</u>	<u>11,801,777</u>	<u>(510,620)</u>	<u>11,096,657</u>
 Total support services	<u>10,964,974</u>	<u>11,293,257</u>	<u>11,804,654</u>	<u>(511,397)</u>	<u>11,098,926</u>
 Total expenditures	<u>10,964,974</u>	<u>11,293,257</u>	<u>11,804,654</u>	<u>(511,397)</u>	<u>11,098,926</u>
 Excess of revenues over expenditures	<u>1,408,123</u>	<u>1,907,197</u>	<u>1,155,823</u>	<u>(751,374)</u>	<u>836,750</u>
 Other financing sources (uses)					
Permanent transfer from General Fund	2,000,000	2,000,000	2,000,000	-	3,250,000
Transfer to Capital Projects Fund	<u>(4,400,000)</u>	<u>(4,400,000)</u>	<u>(4,400,000)</u>	-	<u>(5,650,000)</u>
 Total other financing sources (uses)	<u>(2,400,000)</u>	<u>(2,400,000)</u>	<u>(2,400,000)</u>	<u>-</u>	<u>(2,400,000)</u>
 Net change in fund balance	<u>\$ (991,877)</u>	<u>\$ (492,803)</u>	(1,244,177)	<u>\$ (751,374)</u>	(1,563,250)
 Fund balance, beginning of year			<u>4,001,073</u>		<u>5,564,323</u>
 Fund balance, end of year			<u>\$ 2,756,896</u>		<u>\$ 4,001,073</u>

(Concluded)

Community Consolidated School District 15
Tort Immunity and Judgment Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Revenues					
Local sources					
General levy	\$ 1,278,978	\$ 1,294,896	\$ 1,133,504	\$ (161,392)	\$ 1,373,458
Interest on investments	1,300	1,300	1,531	231	1,620
Refund of prior years' expenditures	-	-	-	-	1,167
Other	-	-	642	642	318
Total local sources	<u>1,280,278</u>	<u>1,296,196</u>	<u>1,135,677</u>	<u>(160,519)</u>	<u>1,376,563</u>
Total revenues	<u>1,280,278</u>	<u>1,296,196</u>	<u>1,135,677</u>	<u>(160,519)</u>	<u>1,376,563</u>
Expenditures					
Support services - general administration					
Workers' compensation or workers' occupational disability payments					
Purchased services	<u>600,000</u>	<u>600,000</u>	<u>550,897</u>	<u>49,103</u>	<u>646,001</u>
Total	<u>600,000</u>	<u>600,000</u>	<u>550,897</u>	<u>49,103</u>	<u>646,001</u>
Unemployment insurance payments					
Purchased services	<u>75,000</u>	<u>75,000</u>	<u>39,943</u>	<u>35,057</u>	<u>52,170</u>
Total	<u>75,000</u>	<u>75,000</u>	<u>39,943</u>	<u>35,057</u>	<u>52,170</u>
Insurance payments (regular or self-insured)					
Purchased services	<u>492,295</u>	<u>492,295</u>	<u>516,757</u>	<u>(24,462)</u>	<u>521,879</u>
Total	<u>492,295</u>	<u>492,295</u>	<u>516,757</u>	<u>(24,462)</u>	<u>521,879</u>

(Continued)

Community Consolidated School District 15
Tort Immunity and Judgment Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015		Actual	Variance	2014 Actual
	Original Budget	Final Budget		From Final Budget	
Risk management and claims services payments					
Purchased services	\$ 5,000	\$ 5,000	\$ 2,355	\$ 2,645	\$ 2,200
Total	<u>5,000</u>	<u>5,000</u>	<u>2,355</u>	<u>2,645</u>	<u>2,200</u>
Total support services	<u>1,172,295</u>	<u>1,172,295</u>	<u>1,109,952</u>	<u>62,343</u>	<u>1,222,250</u>
Total expenditures	<u>1,172,295</u>	<u>1,172,295</u>	<u>1,109,952</u>	<u>62,343</u>	<u>1,222,250</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 107,983</u>	<u>\$ 123,901</u>	25,725	<u>\$ (98,176)</u>	154,313
Fund balance, beginning of year			<u>778,111</u>		<u>623,798</u>
Fund balance, end of year			<u>\$ 803,836</u>		<u>\$ 778,111</u>

(Concluded)

Community Consolidated School District 15
Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2014 Actual
Revenues					
Local sources					
General levy	\$ 3,988,549	\$ 4,163,367	\$ 4,092,236	\$ (71,131)	\$ 3,936,541
Regular transportation fees					
from pupils or parents	125,000	125,000	142,477	17,477	128,300
Regular transportation fees					
from other sources - in state	45,000	45,000	41,140	(3,860)	72,628
Regular transportation fees					
from other sources - out of state	5,000	5,000	-	(5,000)	-
Special education transportation fees					
from other districts	-	-	6,277	6,277	5,648
Interest on investments	17,500	17,500	11,129	(6,371)	14,935
Other	25,000	25,000	-	(25,000)	22,216
	<u>4,206,049</u>	<u>4,380,867</u>	<u>4,293,259</u>	<u>(87,608)</u>	<u>4,180,268</u>
State sources					
Transportation - Regular/Vocational	2,317,162	2,245,938	2,195,836	(50,102)	2,258,450
Transportation - Special Education	2,469,286	2,454,107	2,406,948	(47,159)	2,251,139
Transportation - Other	23,850	23,850	23,850	-	42,815
	<u>4,810,298</u>	<u>4,723,895</u>	<u>4,626,634</u>	<u>(97,261)</u>	<u>4,552,404</u>
	<u>9,016,347</u>	<u>9,104,762</u>	<u>8,919,893</u>	<u>(184,869)</u>	<u>8,732,672</u>

(Continued)

Community Consolidated School District 15
Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015		Actual	Variance	2014 Actual
	Original Budget	Final Budget		From Final Budget	
Expenditures					
Support services					
Pupil transportation services					
Salaries	\$ 4,912,641	\$ 4,949,862	\$ 4,663,760	\$ 286,102	\$ 4,719,049
Employee benefits	1,782,019	1,782,019	1,753,115	28,904	1,727,149
Purchased services	554,237	554,237	669,872	(115,635)	744,811
Supplies and materials	1,327,692	1,162,267	1,110,421	51,846	1,339,609
Capital outlay	863,795	949,979	940,964	9,015	868,584
Non-capitalized equipment	-	-	-	-	488
Total expenditures	<u>9,440,384</u>	<u>9,398,364</u>	<u>9,138,132</u>	<u>260,232</u>	<u>9,399,690</u>
Deficiency of revenues over expenditures	<u>\$ (424,037)</u>	<u>\$ (293,602)</u>	(218,239)	<u>\$ 75,363</u>	(667,018)
Fund balance, beginning of year			<u>6,228,898</u>		<u>6,895,916</u>
Fund balance, end of year			<u>\$ 6,010,659</u>		<u>\$ 6,228,898</u>

(Concluded)

Community Consolidated School District 15
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015		Actual	Variance	2014 Actual
	Original Budget	Final Budget		From Final Budget	
Revenues					
Local sources					
General levy	\$ 2,260,103	\$ 2,290,270	\$ 2,286,227	\$ (4,043)	\$ 2,250,102
Social security/medicare only levy	2,976,967	3,017,373	3,023,425	6,052	2,965,285
Corporate personal property replacement taxes	125,000	125,000	125,000	-	125,000
Interest on investments	<u>7,500</u>	<u>7,500</u>	<u>6,053</u>	<u>(1,447)</u>	<u>6,715</u>
Total local sources	<u>5,369,570</u>	<u>5,440,143</u>	<u>5,440,705</u>	<u>562</u>	<u>5,347,102</u>
Total revenues	<u>5,369,570</u>	<u>5,440,143</u>	<u>5,440,705</u>	<u>562</u>	<u>5,347,102</u>
Expenditures					
Instruction					
Regular programs	1,081,738	1,081,738	1,027,146	54,592	1,020,777
Special education programs	768,599	768,599	709,451	59,148	715,480
Remedial and supplemental programs K-12	22,343	22,343	23,905	(1,562)	19,946
Interscholastic programs	8,231	8,231	10,054	(1,823)	12,194
Summer school programs	17,913	17,913	17,101	812	18,529
Gifted programs	16,032	16,032	15,147	885	14,598
Bilingual programs	<u>232,261</u>	<u>232,261</u>	<u>226,345</u>	<u>5,916</u>	<u>226,642</u>
Total instruction	<u>2,147,117</u>	<u>2,147,117</u>	<u>2,029,149</u>	<u>117,968</u>	<u>2,028,166</u>

(Continued)

Community Consolidated School District 15
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2014 Actual
Support services					
Pupils					
Attendance and social work services	\$ 43,598	\$ 43,598	\$ 37,999	\$ 5,599	\$ 39,554
Guidance services	5,156	5,156	5,396	(240)	4,613
Health services	262,278	262,278	259,010	3,268	266,782
Psychological services	15,581	15,581	20,790	(5,209)	18,934
Speech pathology and audiology services	<u>34,173</u>	<u>34,173</u>	<u>30,376</u>	<u>3,797</u>	<u>33,558</u>
Total pupils	<u>360,786</u>	<u>360,786</u>	<u>353,571</u>	<u>7,215</u>	<u>363,441</u>
Instructional staff					
Improvement of instruction services	17,521	17,521	22,700	(5,179)	19,756
Educational media services	155,858	155,858	154,826	1,032	153,789
Assessment and testing	<u>363</u>	<u>363</u>	<u>2,030</u>	<u>(1,667)</u>	<u>350</u>
Total instructional staff	<u>173,742</u>	<u>173,742</u>	<u>179,556</u>	<u>(5,814)</u>	<u>173,895</u>
General administration					
Board of education services	30,938	30,938	28,919	2,019	26,997
Executive administration services	81,861	81,861	80,243	1,618	82,222
Special area administrative services	<u>44,056</u>	<u>44,056</u>	<u>37,087</u>	<u>6,969</u>	<u>37,027</u>
Total general administration	<u>156,855</u>	<u>156,855</u>	<u>146,249</u>	<u>10,606</u>	<u>146,246</u>
School administration					
Office of the principal services	<u>301,200</u>	<u>301,200</u>	<u>294,006</u>	<u>7,194</u>	<u>293,305</u>
Total school administration	<u>301,200</u>	<u>301,200</u>	<u>294,006</u>	<u>7,194</u>	<u>293,305</u>

(Continued)

Community Consolidated School District 15
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2014 Actual
Business					
Fiscal services	\$ 90,045	\$ 90,045	\$ 89,262	\$ 783	\$ 105,017
Operation and maintenance of plant services	980,768	946,542	1,002,649	(56,107)	1,009,921
Pupil transportation services	186,311	980,768	903,056	77,712	923,522
Food services	53,719	186,311	187,496	(1,185)	188,304
Internal services	<u>-</u>	<u>53,719</u>	<u>53,236</u>	<u>483</u>	<u>53,235</u>
Total business	<u>2,257,385</u>	<u>2,257,385</u>	<u>2,235,699</u>	<u>21,686</u>	<u>2,279,999</u>
Central					
Planning, research, development and evaluation services	102	102	372	(270)	370
Information services	33,027	33,027	31,502	1,525	32,106
Staff services	67,743	67,743	63,855	3,888	63,434
Data processing services	<u>49,768</u>	<u>49,768</u>	<u>44,735</u>	<u>5,033</u>	<u>39,344</u>
Total central	<u>150,640</u>	<u>150,640</u>	<u>140,464</u>	<u>10,176</u>	<u>135,254</u>
Total support services	<u>3,400,608</u>	<u>3,400,608</u>	<u>3,349,545</u>	<u>51,063</u>	<u>3,392,140</u>
Community services	<u>12,982</u>	<u>12,982</u>	<u>13,997</u>	<u>(1,015)</u>	<u>31,137</u>
Total expenditures	<u>5,560,707</u>	<u>5,560,707</u>	<u>5,392,691</u>	<u>168,016</u>	<u>5,451,443</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (191,137)</u>	<u>\$ (120,564)</u>	48,014	<u>\$ 168,578</u>	(104,341)
Fund balance, beginning of year			<u>2,425,702</u>		<u>2,530,043</u>
Fund balance, end of year			<u>\$ 2,473,716</u>		<u>\$ 2,425,702</u>

(Concluded)

Community Consolidated School District 15
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2015

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level.

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

- a) The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, of each year, a tax levy resolution is filed with the County Clerk to obtain tax revenues.
- d) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- e) Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- f) The budget amounts shown in the financial statements were originally adopted by the Board of Education on September 10, 2014 and amended on May 13, 2015.
- g) All budget appropriations lapse at the end of the fiscal year.

2. EXPENDITURES IN EXCESS OF BUDGETS

The following funds had excess of expenditures over budget as follows:

<u>Fund</u>	<u>Variance</u>
General	\$ 9,775,003
Operations and Maintenance	511,397

The District had expenditures in excess of the budget in the General fund as a result of higher than anticipated on-behalf payments to TRS from the State of Illinois.

Community Consolidated School District 15
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2015

3. TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Changes of Assumptions

Amounts reported in 2014 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 a salary increase assumption of 5.75 percent. In 2013, assumptions used were an investment rate of return of 8.0 percent, an inflation rate of 3.25 percent and real return of 4.75 percent, and salary increases of 6.00 percent. However, the total pension liability at the beginning and end of the year was calculated using the same assumptions, so the difference due to actuarial assumptions was not calculated or allocated.

Community Consolidated School District 15
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2015

4. SUMMARY OF ACUTARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2014 IMRF CONTRIBUTION RATE*

Valuation Date:

Notes 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.

Methods and Assumptions Used to Determine the 2014 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular members): 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 calculation 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.

Other Information:

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2012 actuarial valuation.

SUPPLEMENTARY FINANCIAL INFORMATION

Community Consolidated School District 15

General Fund

COMBINING BALANCE SHEET

June 30, 2015

	Educational Account	Working Cash Account	Total
ASSETS			
Cash and investments	\$ 51,997,210	\$ 110,762	\$ 52,107,972
Receivables (net of allowance for uncollectibles):			
Property taxes	44,744,057	-	44,744,057
Intergovernmental	4,389,854	-	4,389,854
Tuition	161,013	-	161,013
Inventory	25,309	-	25,309
Prepaid Items	1,295,181	-	1,295,181
	<u>\$ 102,612,624</u>	<u>\$ 110,762</u>	<u>\$ 102,723,386</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 745,561	\$ -	\$ 745,561
Salaries and wages payable	12,280,286	-	12,280,286
Claims payable	1,837,725	-	1,837,725
Payroll deductions payable	7,064	-	7,064
	<u>14,870,636</u>	<u>-</u>	<u>14,870,636</u>
DEFERRED INFLOWS			
Property taxes levied for a future period	43,269,275	-	43,269,275
	<u>43,269,275</u>	<u>-</u>	<u>43,269,275</u>
FUND BALANCES			
Nonspendable	1,320,490	-	1,320,490
Assigned	6,735,469	-	6,735,469
Unassigned	36,416,754	110,762	36,527,516
	<u>44,472,713</u>	<u>110,762</u>	<u>44,583,475</u>
Total fund balance	<u>44,472,713</u>	<u>110,762</u>	<u>44,583,475</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 102,612,624</u>	<u>\$ 110,762</u>	<u>\$ 102,723,386</u>

Community Consolidated School District 15

General Fund

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2015

	Educational Account	Working Cash Account	Total
Revenues			
Property taxes	\$ 91,630,066	\$ -	\$ 91,630,066
Replacement taxes	802,683	-	802,683
State aid	51,410,951	-	51,410,951
Federal aid	10,288,749	-	10,288,749
Interest	103,885	237	104,122
Other	2,656,914	-	2,656,914
Total revenues	<u>156,893,248</u>	<u>237</u>	<u>156,893,485</u>
Expenditures			
Current:			
Instruction:			
Regular programs	53,078,263	-	53,078,263
Special programs	18,514,899	-	18,514,899
Other instructional programs	12,061,859	-	12,061,859
State retirement contributions	36,677,254	-	36,677,254
Support services:			
Pupils	9,308,793	-	9,308,793
Instructional staff	6,496,964	-	6,496,964
General administration	2,922,174	-	2,922,174
School administration	6,626,732	-	6,626,732
Business	4,929,670	-	4,929,670
Transportation	24,245	-	24,245
Central	1,545,031	-	1,545,031
Community services	327,560	-	327,560
Nonprogrammed charges	271,251	-	271,251
Capital outlay	231,480	-	231,480
Total expenditures	<u>153,016,327</u>	<u>-</u>	<u>153,016,327</u>
Excess of revenues over expenditures	<u>3,876,921</u>	<u>237</u>	<u>3,877,158</u>
Other financing uses			
Transfers out	(2,000,000)	-	(2,000,000)
Total other financing uses	<u>(2,000,000)</u>	<u>-</u>	<u>(2,000,000)</u>
Net change in fund balance	1,876,921	237	1,877,158
Fund balance, beginning of year	<u>42,595,792</u>	<u>110,525</u>	<u>42,706,317</u>
Fund balance, end of year	<u>\$ 44,472,713</u>	<u>\$ 110,762</u>	<u>\$ 44,583,475</u>

Community Consolidated School District 15
Debt Service Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Revenues					
Local sources					
General levy	\$ 4,885,850	\$ 4,885,850	\$ 4,912,224	\$ 26,374	\$ 4,919,257
Interest on investments	17,000	17,000	10,249	(6,751)	10,922
Other	-	-	543	543	4,700
Total revenues	<u>4,902,850</u>	<u>4,902,850</u>	<u>4,923,016</u>	<u>20,166</u>	<u>4,934,879</u>
Expenditures					
Bonds - interest	<u>391,200</u>	<u>341,640</u>	<u>211,290</u>	<u>130,350</u>	<u>390,850</u>
Total debt service - interest	<u>391,200</u>	<u>341,640</u>	<u>211,290</u>	<u>130,350</u>	<u>390,850</u>
Principal payments on long-term debt	<u>4,495,000</u>	<u>4,625,000</u>	<u>4,625,000</u>	<u>-</u>	<u>4,495,000</u>
Other debt service					
Other objects	<u>-</u>	<u>90,493</u>	<u>130,706</u>	<u>(40,213)</u>	<u>350</u>
Total	<u>-</u>	<u>90,493</u>	<u>130,706</u>	<u>(40,213)</u>	<u>350</u>
Total debt service	<u>4,886,200</u>	<u>5,057,133</u>	<u>4,966,996</u>	<u>90,137</u>	<u>4,886,200</u>
Total expenditures	<u>4,886,200</u>	<u>5,057,133</u>	<u>4,966,996</u>	<u>90,137</u>	<u>4,886,200</u>
Excess (deficiency) of revenues over expenditures	<u>16,650</u>	<u>(154,283)</u>	<u>(43,980)</u>	<u>110,303</u>	<u>48,679</u>

(Continued)

Community Consolidated School District 15
Debt Service Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2015
With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015		Actual	Variance	2014 Actual
	Original Budget	Final Budget		From Final Budget	
Other financing sources (uses)					
Bond issuance	\$ -	\$ 9,060,000	\$ 9,060,000	\$ -	\$ -
Premium on bonds sold	-	788,627	788,627	-	-
Deposit with escrow agent	-	(9,758,134)	(9,718,271)	39,863	-
Total other financing sources (uses)	-	90,493	130,356	39,863	-
Net change in fund balance	<u>\$ 16,650</u>	<u>\$ (63,790)</u>	86,376	<u>\$ 150,166</u>	48,679
Fund balance, beginning of year			<u>4,996,004</u>		<u>4,947,325</u>
Fund balance, end of year			<u>\$ 5,082,380</u>		<u>\$ 4,996,004</u>

(Concluded)

Community Consolidated School District 15
 Capital Projects Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
 For the Year Ended June 30, 2015
 With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2014 Actual
Revenues					
Local sources					
Interest on investments	\$ 100	\$ 100	\$ 51	\$ (49)	\$ 159
Contributions and donations from private sources	-	-	-	-	50,000
Impact fees from municipal or county governments	20,000	20,000	94,034	74,034	130,885
Payments of surplus moneys from TIF districts	<u>491,250</u>	<u>491,250</u>	<u>471</u>	<u>(490,779)</u>	<u>733,096</u>
Total local sources	<u>511,350</u>	<u>511,350</u>	<u>94,556</u>	<u>(416,794)</u>	<u>914,140</u>
State sources					
Infrastructure Improvements - Maintenance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,000</u>
Total state sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,000</u>
Total revenues	<u>511,350</u>	<u>511,350</u>	<u>94,556</u>	<u>(416,794)</u>	<u>964,140</u>
Expenditures					
Support services					
Facilities acquisition and construction services					
Purchased services	674,000	784,472	1,004,157	(219,685)	4,802,656
Supplies and materials	172,000	212,535	209,851	2,684	87,310
Capital outlay	<u>3,744,049</u>	<u>2,741,078</u>	<u>2,980,935</u>	<u>(239,857)</u>	<u>1,393,982</u>
Total	<u>4,590,049</u>	<u>3,738,085</u>	<u>4,194,943</u>	<u>(456,858)</u>	<u>6,283,948</u>
Total support services	<u>4,590,049</u>	<u>3,738,085</u>	<u>4,194,943</u>	<u>(456,858)</u>	<u>6,283,948</u>

(Continued)

Community Consolidated School District 15
 Capital Projects Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
 For the Year Ended June 30, 2015
 With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015			Variance From Final Budget	2014 Actual
	Original Budget	Final Budget	Actual		
Provision for contingencies	\$ 174,316	\$ 1,000,000	\$ -	\$ 1,000,000	\$ -
Total expenditures	<u>4,764,365</u>	<u>4,738,085</u>	<u>4,194,943</u>	<u>543,142</u>	<u>6,283,948</u>
Deficiency of revenues over expenditures	<u>(4,253,015)</u>	<u>(4,226,735)</u>	<u>(4,100,387)</u>	<u>126,348</u>	<u>(5,319,808)</u>
Other financing sources					
Transfer in from Operations and Maintenance	<u>4,400,000</u>	<u>4,400,000</u>	<u>4,400,000</u>	<u>-</u>	<u>5,650,000</u>
Total other financing sources	<u>4,400,000</u>	<u>4,400,000</u>	<u>4,400,000</u>	<u>-</u>	<u>5,650,000</u>
Net change in fund balance	<u>\$ 146,985</u>	<u>\$ 173,265</u>	299,613	<u>\$ 126,348</u>	330,192
Fund balance (deficit), beginning of year			<u>(47,470)</u>		<u>(377,662)</u>
Fund balance (deficit), end of year			<u>\$ 252,143</u>		<u>\$ (47,470)</u>

(Concluded)

Community Consolidated School District 15
 Fire Prevention and Safety Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2015
 With Comparative Actual Amounts for the Year Ended June 30, 2014

	2015				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2014 Actual
Revenues					
Local sources					
Interest on investments	\$ 50	\$ 50	\$ 40	\$ (10)	\$ 40
Total local sources	<u>50</u>	<u>50</u>	<u>40</u>	<u>(10)</u>	<u>40</u>
Total revenues	<u>50</u>	<u>50</u>	<u>40</u>	<u>(10)</u>	<u>40</u>
Excess of revenues over expenditures	<u>\$ 50</u>	<u>\$ 50</u>	40	<u>\$ (10)</u>	40
Fund balance, beginning of year			<u>18,664</u>		<u>18,624</u>
Fund balance, end of year			<u>\$ 18,704</u>		<u>\$ 18,664</u>

Community Consolidated School District 15
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2015

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Assets				
Cash and investments	\$ 1,052,563	\$ 1,319,534	\$ 1,214,844	\$ 1,157,253
Liabilities				
Due to student groups				
Schools				
Jane Addams	\$ 16,358	\$ 11,012	\$ 12,656	\$ 14,714
Central Road	18,315	29,875	20,043	28,147
Winston Churchill	23,772	40,404	48,315	15,861
Kimball Hill	1,475	10,096	5,000	6,571
Hunting Ridge	10,986	23,694	19,635	15,045
Thomas Jefferson	35,807	39,429	30,901	44,335
Marion Jordan	14,203	32,139	30,833	15,509
Lake Louise	17,860	14,378	19,954	12,284
Lincoln	8,105	28,860	28,429	8,536
Stuart R. Paddock	18,924	62,583	58,508	22,999
Pleasant Hill	12,258	32,474	18,406	26,326
Plum Grove Jr. High	20,445	94,196	119,275	(4,634)
Gray M. Sanborn	21,207	45,665	39,523	27,349
Carl Sandburg Jr. High	43,740	61,182	64,381	40,541
W. R. Sundling Jr. High	46,316	183,489	194,062	35,743
Virginia Lake	12,828	32,891	29,660	16,059
F. C. Whiteley	22,948	15,572	13,846	24,674
Willow Bend	29,429	20,356	24,514	25,271
Winston Park Jr. High	39,228	51,587	50,169	40,646
Special Olympics	29,948	22,017	23,393	28,572
Transportation	662	2,483	1,266	1,879
The Learning Academy	4,388	1,751	1,216	4,923
Total schools	449,202	856,133	853,985	451,350
General				
Interest on Savings	60,383	524	-	60,907
Alan E. Hoover Memorial				
Student Health Fund	38,775	1,080	1,003	38,852
CARE program	493,718	461,022	359,093	595,647
Other	10,485	775	763	10,497
Total general	603,361	463,401	360,859	705,903
Total liabilities	\$ 1,052,563	\$ 1,319,534	\$ 1,214,844	\$ 1,157,253

Community Consolidated School District 15
GENERAL LONG-TERM DEBT
SCHEDULE OF GENERAL OBLIGATION BONDS PAYABLE
Year Ended June 30, 2015

Maturity as follows for the Year Ended June 30	Working Cash, Series 2001 Capital <u>Appreciation Bonds</u>			General Obligation, Refunding Series 2014 Bonds			Total
	Principal	Interest	Total	Principal	Interest	Total	
2016	\$ 4,495,000	\$ -	\$ 4,495,000	\$ -	\$ 299,900	\$ 299,900	\$ 4,794,900
2017	4,495,000	-	4,495,000	-	299,900	299,900	4,794,900
2018	4,495,000	-	4,495,000	-	299,900	299,900	4,794,900
2019	4,495,000	-	4,495,000	-	299,900	299,900	4,794,900
2020	4,495,000	-	4,495,000	-	299,900	299,900	4,794,900
2021	4,495,000	-	4,495,000	-	299,900	299,900	4,794,900
2022	-	-	-	2,865,000	240,025	3,105,025	3,105,025
2023	-	-	-	2,990,000	136,200	3,126,200	3,126,200
2024	-	-	-	3,075,000	46,125	3,121,125	3,121,125
	<u>\$ 26,970,000</u>	<u>\$ -</u>	<u>\$ 26,970,000</u>	<u>\$ 8,930,000</u>	<u>\$ 2,221,750</u>	<u>\$ 11,151,750</u>	<u>\$ 38,121,750</u>