
**GRANITE CITY COMMUNITY UNIT
SCHOOL DISTRICT NO. 9
Granite City, Illinois**

**ILLINOIS STATE BOARD OF EDUCATION (ISBE 50-35)
FINANCIAL STATEMENTS, SINGLE AUDIT REPORTS AND
INDEPENDENT AUDITORS' REPORTS
AND SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Due to ROE on Friday, October 14th
Due to ISBE on Tuesday, November 15th
SD/JA17

☒ School District
☐ Joint Agreement

ILLINOIS STATE BOARD OF EDUCATION
School Business Services Division
100 North First Street, Springfield, Illinois 62777-0001
217/785-8779

**Illinois School District/Joint Agreement
Annual Financial Report ***
June 30, 2017

<u>School District/Joint Agreement Information</u> (See instructions on inside of this page.)	<u>Accounting Basis:</u>	<u>Certified Public Accountant Information</u>
School District/Joint Agreement Number: 41-057-0090-26	<input checked="" type="checkbox"/> CASH <input type="checkbox"/> ACCRUAL	Name of Auditing Firm: Schowalter & Jabouri, P.C.
County Name: Madison		Name of Audit Manager: James K. Torti, CPA
Name of School District/Joint Agreement: Granite City Community Unit No. 9		Address: 11878 Gravois Road
Address: 1947 Adams Street		City: St. Louis State: MO Zip Code: 63127
City: Granite City		Phone Number: 314-849-4999 Fax Number: 314-849-3486
Email Address: Zack.Suhre@gcsd9.net		IL License Number (9 digit): 065-023270 Expiration Date: 9/30/2018
Zip Code: 62040		Email Address: Jtorti@sjcpa.com
<u>Annual Financial Report</u> Type of Auditor's Report Issued: <input type="checkbox"/> Qualified <input type="checkbox"/> Unqualified <input checked="" type="checkbox"/> Adverse <input type="checkbox"/> Disclaimer	<u>Filing Status:</u> Submit electronic AFR directly to ISBE Click on the Link to Submit: Send ISBE a File 0	ISBE Use Only
<input type="checkbox"/> Reviewed by District Superintendent/Administrator	<u>Single Audit Status:</u> <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO Are Federal expenditures greater than \$750,000? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO Is all Single Audit Information completed and attached? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO Were any financial statement or federal award findings issued?	<input type="checkbox"/> Reviewed by Regional Superintendent/Cook ISC
District Superintendent/Administrator Name (Type or Print): Jim Greenwald, EdS	Township Treasurer Name (type or print):	Regional Superintendent/Cook ISC Name (Type or Print):
Email Address: Jim.Greenwald@gcsd9.net	Email Address:	Email Address:
Telephone: 618-451-5800 Fax Number: 618-451-6135	Telephone: Fax Number:	Telephone: Fax Number:
Signature & Date:	Signature & Date:	Signature & Date:

* This form is based on 23 Illinois Administrative Code 100, Subtitle A, Chapter I, Subchapter C (Part 100).
ISBE Form SD50-35/JA50-60 (05/17)

This form is based on 23 Illinois Administrative Code, Subtitle A, Chapter I, Subchapter C, Part 100.
In some instances, use of open account codes (cells) may not be authorized by statute or administrative rule.
Each school district or joint agreement is responsible for obtaining the concurring legal opinion and/or other supporting authorization/documentation, as necessary, to use the applicable account code (cell).

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INDEPENDENT AUDITORS' REPORT

To the Members of the Board of Education
Granite City Community Unit
School District No. 9

We have audited the accompanying financial statements of the Granite City Community Unit School District No. 9 (the "District"), which are as listed in the table of contents as of and for the fiscal year ended June 30, 2017, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting practices prescribed or permitted and the financial reporting provisions prescribed or permitted by the Illinois State Board of Education. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion 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 *Governmental 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control 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.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the District has prepared these financial statements using accounting practices prescribed or permitted and the financial reporting provisions prescribed or permitted by the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Illinois State Board of Education.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2017 or changes in financial position for the fiscal year then ended.

Basis for Modified Opinion on Regulatory Basis of Accounting

The District does not maintain a detailed listing (inventory) of fixed assets, which is required under the regulatory provisions prescribed by the Illinois State Board of Education. Therefore, the amounts included in the general fixed assets account group and the information contained on page 27, have not been audited. In addition, the District has omitted disclosures required by Governmental Accounting Standards Board Statement 45, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. The amount by which this disclosure would affect the financial statements is not reasonably determinable.

Modified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matters discussed in the “Basis for Modified Opinion on Regulatory Basis of Accounting” paragraph, the financial statements referred to above present fairly, in all material respects, the assets and liabilities and fund balances of the District as of June 30, 2017, and its revenues and expenditures, and the changes in financial position thereof for the fiscal year then ended in accordance with the accounting practices prescribed or permitted and the financial reporting provisions prescribed or permitted by the Illinois State Board of Education as described in Note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District’s basic financial statements. The information provided on pages 2 through 4, supplementary schedules on pages 24 through 26, statistical section on pages 27 through 29, the report on shared services on page 31, and the itemization schedule on page 33 are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

Such information, except for the average daily attendance figure, included in the computation of operating expense per pupil on page 28 and per capita tuition charges on page 29, and the report on shared services on page 31, 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. This information, except for the report on shared services, 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

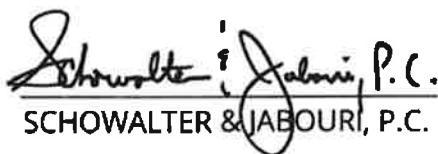
The information on pages 28 through 30 is propagated from information in the audited basic financial statements, but we take no responsibility for the accuracy of those calculations.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The 2016 comparative information shown in the Schedule of Expenditures of Federal Awards was subjected to auditing procedures applied by us and our report dated October 5, 2016, expressed an unmodified opinion that such information was fairly stated in all material respects in relation to the 2016 financial statements taken as a whole.

Other Reporting Required Under Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 20, 2017 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.


SCHOWALTER & JABOURI, P.C.

St. Louis, Missouri
September 20, 2017

AUDITOR'S QUESTIONNAIRE

INSTRUCTIONS: If your review and testing of State, Local, and Federal Programs revealed any of the following statements to be true, then check the box on the left, and attach the appropriate findings/comments.

PART A - FINDINGS

- ☐ 1. One or more school board members, administrators, certified school business officials, or other qualifying district employees failed to file economic interested statements pursuant to the *Illinois Government Ethics Act* [5 ILCS 420/4A-101]
- ☐ 2. One or more custodians of funds failed to comply with the bonding requirements pursuant to *Illinois School Code* [105 ILCS 5/8-2; 10-20.19; 19-6].
- ☐ 3. One or more contracts were executed or purchases made contrary to the provisions of the *Illinois School Code* [105 ILCS 5/10-20.21].
- ☐ 4. One or more violations of the Public Funds Deposit Act or the Public Funds Investment Act were noted [30 ILCS 225/1 et. seq. and 30 ILCS 235/1 et. seq.].
- ☐ 5. Restricted funds were commingled in the accounting records or used for other than the purpose for which they were restricted.
- ☐ 6. One or more short-term loans or short-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory Authority.
- ☐ 7. One or more long-term loans or long-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory Authority.
- ☐ 8. Corporate Personal Property Replacement Tax monies were deposited and/or used without first satisfying the lien imposed pursuant to the *Illinois State Revenue Sharing Act* [30 ILCS 115/12].
- ☐ 9. One or more interfund loans were made in non-conformity with the applicable authorizing statute or without statutory authorization per *Illinois School Code* [105 ILCS 5/10-22.33, 20-4 and 20-5].
- ☐ 10. One or more interfund loans were outstanding beyond the term provided by statute *Illinois School Code* [105 ILCS 5/10-22.33, 20-4, 20-5].
- ☐ 11. One or more permanent transfers were made in non-conformity with the applicable authorizing statute/regulation or without statutory/regulatory authorization per *Illinois School Code* [105 ILCS 5/17-2A].
- ☐ 12. Substantial, or systematic misclassification of budgetary items such as, but not limited to, revenues, receipts, expenditures, disbursements or expenses were observed.
- ☐ 13. The Chart of Accounts used to define and control budget and accounting records does not conform to the minimum requirements imposed by ISBE rules pursuant to *Illinois School Code* [105 ILCS 5/2-3.27; 2-3.28].
- ☐ 14. At least one of the following forms was filed with ISBE late: The FY16 AFR (ISBE FORM 50-35), FY16 Annual Statement of Affairs (ISBE Form 50-37) and FY17 Budget (ISBE FORM 50-36). Explain in the comments box below in pursuant to *Illinois School Code* [105 ILCS 5/3-15.1; 5/10-17; 5/17-1] .

PART B - FINANCIAL DIFFICULTIES/CERTIFICATION Criteria pursuant to the *Illinois School Code* [105 ILCS 5/1A-8].

- ☐ 15. The district has issued tax anticipation warrants or tax anticipation notes in anticipation of a second year's taxes when warrants or notes in anticipation of current year taxes are still outstanding, as authorized by *Illinois School Code* [105 ILCS 5/17-16 or 34-23 through 34-27].
- ☐ 16. The district has issued short-term debt against two future revenue sources, such as, but not limited to, tax anticipation warrants and General State Aid certificates or tax anticipation warrants and revenue anticipation notes.
- ☐ 17. The district has issued school or teacher orders for wages as permitted in *Illinois School Code* [105 ILCS 5/8-16, 32-7.2 and 34-76] or issued funding bonds for this purpose pursuant to *Illinois School Code* [105 ILCS 5/8-6; 32-7.2; 34-76; and 19-8].
- ☐ 18. The district has for two consecutive years shown an excess of expenditures/other uses over revenues/other sources and beginning fund balances on its annual financial report for the aggregate totals of the Educational, Operations & Maintenance, Transportation, and Working Cash Funds.

PART C - OTHER ISSUES

- ☐ 19. Student Activity Funds, Imprest Funds, or other funds maintained by the district were excluded from the audit.
- ☐ 20. Findings, other than those listed in Part A (above), were reported (e.g. student activity fund findings).
- ☐ 21. Federal Stimulus Funds were not maintained and expended in accordance with the American Recovery and Reinvestment Act (ARRA) of 2009. If checked, an explanation must be provided.
- ☐ 22. Check this box if the district is subject to the Property Tax Extension Limitation Law. Effective Date: _____ (Ex: 00/00/0000)
- ☒ 23. If the type of Auditor Report designated on the cover page is other than an unqualified opinion and is due to reason(s) other than solely Cash Basis Accounting, please check and explain the reason(s) in the box below.

Line 23 - An adverse opinion is issued on U.S. Generally Accepted Accounting Principles because the District has prepared these financial statements using accounting practices prescribed or permitted and the financial reporting provisions prescribed or permitted by the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America to comply with the requirements of the Illinois State Board of Education.

A modified opinion is issued on the regulatory basis of accounting because the District does not maintain a detailed listing (inventory) of fixed assets and the fact that the District has omitted disclosures required by Government Accounting Standards Board Statement No. 45, Accounting and Financial Reporting for Post Employment Benefits Other than Pensions.

PART D - EXPLANATION OF ACCOUNTING PRACTICES FOR LATE MANDATED CATEGORICAL PAYMENTS

(For School Districts who report on an Accrual/Modified Accrual Accounting Basis only)

School districts that report on the accrual/modified accrual basis of accounting must identify where late mandated categorical payments (Acct Codes 3100, 3105, 3110, 3500, and 3510) are recorded. Depending on the accounting procedure these amounts will be used to adjust the Direct Receipts/Revenues in calculation 1 and 2 of the Financial Profile Score. In FY2017, identify those late payments recorded as Intergovernmental Receivables, Other Receivables, or Deferred Revenue & Other Current Liabilities or Direct Receipts/Revenue. Payments should only be listed once.

24. Enter the date that the district used to accrue mandated categorical payments

Date:

25. For the listed mandated categorical (Revenue Code (3110, 3500, 3510, 3100, 3105) that were vouchered prior to June 30th, but not released until after year end as reported in ISBE FRIS system, enter the amounts that were accrued in the chart below.

Account Name	3110	3500	3510	3100	3105	Total
Deferred Revenues (490)						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)						0
Direct Receipts/Revenue						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)						0
Total						0

* Revenue Code (3110-Sp Ed Personnel, 3510-Sp Ed Transportation, 3500-Regular/Vocational Transportation, 3105-Sp Ed Funding for Children Requiring Services, 3100-Sp Ed Private Facilities)

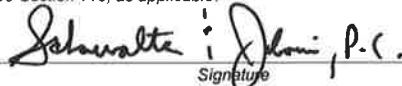
PART E - QUALIFICATIONS OF AUDITING FIRM

- * School District/Joint Agreement entities must verify the qualifications of the auditing firm by requesting the most current peer review report and the corresponding acceptance letter from the approved peer review program for the current peer review.
- * A school district/joint agreement who engages with an auditing firm who is not licensed and qualified will be required to complete a new audit by a qualified auditing firm at the school district's/joint agreement's expense.

Comments Applicable to the Auditor's Questionnaire:**Schowalter & Jabouri, P.C.**

Name of Audit Firm (print)

The undersigned affirms that this audit was conducted by a qualified auditing firm and in accordance with the applicable standards [23 Illinois Administrative Code Part 100] and the scope of the audit conformed to the requirements of subsection (a) or (b) of 23 Illinois Administrative Code Part 100 Section 110, as applicable.



Signature

09/20/2017

mm/dd/yyyy

	A	B	C	D	E	F	G	H	I	J	K	L	M	
1	FINANCIAL PROFILE INFORMATION													
2														
3	<i>Required to be completed for School Districts only.</i>													
4														
5	A. Tax Rates (Enter the tax rate - ex: .0150 for \$1.50)													
6														
7	Tax Year <u>2016</u>				Equalized Assessed Valuation (EAV):				492,856,720					
8														
9	Educational		Operations & Maintenance		Transportation		Combined Total		Working Cash					
10	Rate(s):		0.025500		+		0.005000		+		0.002000		=	0.032500
11														
12														
13	B. Results of Operations *													
14														
15	Receipts/Revenues		Disbursements/Expenditures		Excess/ (Deficiency)		Fund Balance							
16	59,503,768		59,558,412		(54,644)		14,216,415							
17	* The numbers shown are the sum of entries on Pages 7 & 8, lines 8, 17, 20, and 81 for the Educational, Operations & Maintenance, Transportation and Working Cash Funds.													
18														
19														
20	C. Short-Term Debt **													
21	CPPRT Notes		TAWs		TANs		TO/EMP. Orders		GSA Certificates					
22	0		+		0		+		0		+		0	
23	Other		Total											
24	0		=		0									
25	** The numbers shown are the sum of entries on page 25.													
26														
27														
28	D. Long-Term Debt													
29	Check the applicable box for long-term debt allowance by type of district.													
30														
31	<input type="checkbox"/> a. 6.9% for elementary and high school districts,		68,014,227											
32	<input checked="" type="checkbox"/> b. 13.8% for unit districts.													
33														
34	Long-Term Debt Outstanding:													
35														
36	c. Long-Term Debt (Principal only)		Acct											
37	Outstanding:.....		511		17,969,886									
38														
39														
40	E. Material Impact on Financial Position													
41	If applicable, check any of the following items that may have a material impact on the entity's financial position during future reporting periods.													
42	Attach sheets as needed explaining each item checked.													
43														
44	<input type="checkbox"/> Pending Litigation													
45	<input type="checkbox"/> Material Decrease in EAV													
46	<input type="checkbox"/> Material Increase/Decrease in Enrollment													
47	<input type="checkbox"/> Adverse Arbitration Ruling													
48	<input type="checkbox"/> Passage of Referendum													
49	<input type="checkbox"/> Taxes Filed Under Protest													
50	<input type="checkbox"/> Decisions By Local Board of Review or Illinois Property Tax Appeal Board (PTAB)													
51	<input type="checkbox"/> Other Ongoing Concerns (Describe & Itemize)													
52														
53	Comments:													
54														
55														
56														
57														
58														
59														
60														
61														

	A	B	C	D	E	F	G	H	I	K	L	M	N	O	P	Q	R
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ESTIMATED FINANCIAL PROFILE SUMMARY
 (Go to the following website for reference to the Financial Profile)
<https://www.isbe.net/Pages/School-District-Financial-Profile.aspx>

District Name: Granite City Community Unit No. 9
District Code: 41-057-0090-26
County Name: Madison

1. Fund Balance to Revenue Ratio:		Total	Ratio	Score	3
Total Sum of Fund Balance (P8, Cells C81, D81, F81 & I81)	Funds 10, 20, 40, 70 + (50 & 80 if negative)	14,216,415.00	0.240	Weight	0.35
Total Sum of Direct Revenues (P7, Cell C8, D8, F8 & I8)	Funds 10, 20, 40, & 70,	59,347,980.00		Value	1.05
Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74) (Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)	Minus Funds 10 & 20	(155,788.00)			
2. Expenditures to Revenue Ratio:		Total	Ratio	Score	3
Total Sum of Direct Expenditures (P7, Cell C17, D17, F17, I17)	Funds 10, 20 & 40	59,558,412.00	1.004	Adjustment	0
Total Sum of Direct Revenues (P7, Cell C8, D8, F8, & I8)	Funds 10, 20, 40 & 70,	59,347,980.00		Weight	0.35
Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74) (Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)	Minus Funds 10 & 20	(155,788.00)		Value	1.05
Possible Adjustment:					
3. Days Cash on Hand:		Total	Days	Score	2
Total Sum of Cash & Investments (P5, Cell C4, D4, F4, I4 & C5, D5, F5 & I5)	Funds 10, 20 40 & 70	14,169,773.00	85.64	Weight	0.10
Total Sum of Direct Expenditures (P7, Cell C17, D17, F17 & I17)	Funds 10, 20, 40 divided by 360	165,440.03		Value	0.20
4. Percent of Short-Term Borrowing Maximum Remaining:		Total	Percent	Score	4
Tax Anticipation Warrants Borrowed (P25, Cell F6-7 & F11)	Funds 10, 20 & 40	0.00	100.00	Weight	0.10
EAV x 85% x Combined Tax Rates (P3, Cell J7 and J10)	(.85 x EAV) x Sum of Combined Tax Rates	13,615,166.89		Value	0.40
5. Percent of Long-Term Debt Margin Remaining:		Total	Percent	Score	3
Long-Term Debt Outstanding (P3, Cell H37)		17,969,886.00	73.57	Weight	0.10
Total Long-Term Debt Allowed (P3, Cell H31)		68,014,227.36		Value	0.30

Total Profile Score: 3.00 *

Estimated 2018 Financial Profile Designation: WARNING

* Total Profile Score may change based on data provided on the Financial Profile Information, page 3 and by the timing of mandated categorical payments. Final score will be calculated by ISBE.

BASIC FINANCIAL STATEMENTS
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
STATEMENT OF POSITION AS OF JUNE 30, 2017

	A	B	C	D	E	F	G	H	I	J	K
1			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
2	ASSETS (Enter Whole Dollars)	Acct. #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
3	CURRENT ASSETS (100)										
4	Cash (Accounts 111 through 115) [†]		5,628,333	378,289	1,886,937	1,095,665	1,362,428		7,067,486	2,108,789	636,769
5	Investments	120									
6	Taxes Receivable	130									
7	Interfund Receivables	140	1,000,000								
8	Intergovernmental Accounts Receivable	150									
9	Other Receivables	160	42,073	4,569							
10	Inventory	170									
11	Prepaid Items	180									
12	Other Current Assets (Describe & Itemize)	190									
13	Total Current Assets		6,670,406	382,858	1,886,937	1,095,665	1,362,428	0	7,067,486	2,108,789	636,769
14	CAPITAL ASSETS (200)										
15	Works of Art & Historical Treasures	210									
16	Land	220									
17	Building & Building Improvements	230									
18	Site Improvements & Infrastructure	240									
19	Capitalized Equipment	250									
20	Construction in Progress	260									
21	Amount Available in Debt Service Funds	340									
22	Amount to be Provided for Payment on Long-Term Debt	350									
23	Total Capital Assets										
24	CURRENT LIABILITIES (400)										
25	Interfund Payables	410				1,000,000					
26	Intergovernmental Accounts Payable	420									
27	Other Payables	430									
28	Contracts Payable	440									
29	Loans Payable	460									
30	Salaries & Benefits Payable	470									
31	Payroll Deductions & Withholdings	480									
32	Deferred Revenues & Other Current Liabilities	490									
33	Due to Activity Fund Organizations	493									
34	Total Current Liabilities		0	0	0	1,000,000	0	0	0	0	0
35	LONG-TERM LIABILITIES (500)										
36	Long-Term Debt Payable (General Obligation, Revenue, Other)	511									
37	Total Long-Term Liabilities										
38	Reserved Fund Balance	714	282,605								
39	Unreserved Fund Balance	730	6,387,801	382,858	1,886,937	95,665	1,362,428		7,067,486	2,108,789	636,769
40	Investment in General Fixed Assets										
41	Total Liabilities and Fund Balance		6,670,406	382,858	1,886,937	1,095,665	1,362,428	0	7,067,486	2,108,789	636,769

BASIC FINANCIAL STATEMENTS
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
STATEMENT OF POSITION AS OF JUNE 30, 2017

	A	B	L	M	N
1	ASSETS (Enter Whole Dollars)	Acct. #	Agency Fund	Account Groups	
2				General Fixed Assets	General Long-Term Debt
3	CURRENT ASSETS (100)				
4	Cash (Accounts 111 through 115) ¹		719,262		
5	Investments	120			
6	Taxes Receivable	130			
7	Interfund Receivables	140			
8	Intergovernmental Accounts Receivable	150			
9	Other Receivables	160			
10	Inventory	170			
11	Prepaid Items	180			
12	Other Current Assets (Describe & Itemize)	190			
13	Total Current Assets		719,262		
14	CAPITAL ASSETS (200)				
15	Works of Art & Historical Treasures	210			
16	Land	220		388,387	
17	Building & Building Improvements	230		59,159,913	
18	Site Improvements & Infrastructure	240			
19	Capitalized Equipment	250		21,293,560	
20	Construction in Progress	260			
21	Amount Available in Debt Service Funds	340			1,886,937
22	Amount to be Provided for Payment on Long-Term Debt	350			16,082,949
23	Total Capital Assets			80,841,860	17,969,886
24	CURRENT LIABILITIES (400)				
25	Interfund Payables	410			
26	Intergovernmental Accounts Payable	420			
27	Other Payables	430			
28	Contracts Payable	440			
29	Loans Payable	460			
30	Salaries & Benefits Payable	470			
31	Payroll Deductions & Withholdings	480			
32	Deferred Revenues & Other Current Liabilities	490			
33	Due to Activity Fund Organizations	493	719,262		
34	Total Current Liabilities		719,262		
35	LONG-TERM LIABILITIES (500)				
36	Long-Term Debt Payable (General Obligation, Revenue, Other)	511			17,969,886
37	Total Long-Term Liabilities				17,969,886
38	Reserved Fund Balance	714			
39	Unreserved Fund Balance	730			
40	Investment in General Fixed Assets			80,841,860	
41	Total Liabilities and Fund Balance		719,262	80,841,860	17,969,886

BASIC FINANCIAL STATEMENT
STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER
SOURCES (USES) AND CHANGES IN FUND BALANCE
ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2017

	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
	Description (Enter Whole Dollars)	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
3	RECEIPTS/REVENUES										
4	LOCAL SOURCES	1000	21,037,629	3,339,200	4,446,986	1,781,702	2,414,446	0	249,754	1,500,641	243,312
5	FLOW-THROUGH RECEIPTS/REVENUES FROM ONE DISTRICT TO ANOTHER DISTRICT	2000	0	0		0	0				
6	STATE SOURCES	3000	21,319,284	2,875,072	0	1,509,606	0	0	0	0	0
7	FEDERAL SOURCES	4000	7,391,521	0	0	0	0	0	0	0	0
8	Total Direct Receipts/Revenues		49,748,434	6,214,272	4,446,986	3,291,308	2,414,446	0	249,754	1,500,641	243,312
9	Receipts/Revenues for "On Behalf" Payments ²	3998	0								
10	Total Receipts/Revenues		49,748,434	6,214,272	4,446,986	3,291,308	2,414,446	0	249,754	1,500,641	243,312
11	DISBURSEMENTS/EXPENDITURES										
12	Instruction	1000	34,763,249				593,537				
13	Support Services	2000	13,107,128	6,181,068		4,415,875	1,587,924	0		947,748	120,878
14	Community Services	3000	178,035	0		0	7,977				
15	Payments to Other Districts & Governmental Units	4000	913,057	0	0	0	0	0			0
16	Debt Service	5000	0	0	4,585,171	0	0			0	0
17	Total Direct Disbursements/Expenditures		48,961,469	6,181,068	4,585,171	4,415,875	2,189,438	0		947,748	120,878
18	Disbursements/Expenditures for "On Behalf" Payments ²	4180	0	0	0	0	0	0		0	0
19	Total Disbursements/Expenditures		48,961,469	6,181,068	4,585,171	4,415,875	2,189,438	0		947,748	120,878
20	Excess of Direct Receipts/Revenues Over (Under) Direct Disbursements/Expenditures ³		786,965	33,204	(138,185)	(1,124,567)	225,008	0	249,754	552,893	122,434
21	OTHER SOURCES/USES OF FUNDS										
22	OTHER SOURCES OF FUNDS (7000)										
23	PERMANENT TRANSFER FROM VARIOUS FUNDS										
24	Abolishment of the Working Cash Fund ¹²	7110									
25	Abatement of the Working Cash Fund ¹²	7110									
26	Transfer of Working Cash Fund Interest	7120									
27	Transfer Among Funds	7130									
28	Transfer of Interest	7140									
29	Transfer from Capital Project Fund to O&M Fund	7150									
30	Transfer of Excess Fire Prevention & Safety Tax and Interest Proceeds to O&M Fund ⁴	7160									
31	Transfer to Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund ⁵	7170									
32	SALE OF BONDS (7200)										
33	Principal on Bonds Sold	7210									
34	Premium on Bonds Sold	7220									
35	Accrued Interest on Bonds Sold	7230									
36	Sale or Compensation for Fixed Assets ⁶	7300		27,965							
37	Transfer to Debt Service to Pay Principal on Capital Leases	7400			0						
38	Transfer to Debt Service to Pay Interest on Capital Leases	7500			0						
39	Transfer to Debt Service to Pay Principal on Revenue Bonds	7600			155,788						
40	Transfer to Debt Service Fund to Pay Interest on Revenue Bonds	7700			0						
41	Transfer to Capital Projects Fund	7800						0			
42	ISBE Loan Proceeds	7900									
43	Other Sources Not Classified Elsewhere	7990									
44	Total Other Sources of Funds		0	27,965	155,788	0	0	0	0	0	0
45	OTHER USES OF FUNDS (8000)										

BASIC FINANCIAL STATEMENT
STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER
SOURCES (USES) AND CHANGES IN FUND BALANCE
ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2017

	A	B	C	D	E	F	G	H	I	J	K
1			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
2	Description (Enter Whole Dollars)	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
46	PERMANENT TRANSFER TO VARIOUS OTHER FUNDS (8100)										
47	Abolishment or Abatement of the Working Cash Fund ¹²	8110							0		
48	Transfer of Working Cash Fund Interest ¹²	8120							0		
49	Transfer Among Funds	8130									
50	Transfer of Interest	8140									
51	Transfer from Capital Project Fund to O&M Fund	8150						0			
52	Transfer of Excess Fire Prevention & Safety Tax & Interest Proceeds to O&M Fund ⁴	8160									0
53	Transfer of Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund ⁵	8170									0
54	Taxes Pledged to Pay Principal on Capital Leases	8410									
55	Grants/Reimbursements Pledged to Pay Principal on Capital Leases	8420									
56	Other Revenues Pledged to Pay Principal on Capital Leases	8430									
57	Fund Balance Transfers Pledged to Pay Principal on Capital Leases	8440									
58	Taxes Pledged to Pay Interest on Capital Leases	8510									
59	Grants/Reimbursements Pledged to Pay Interest on Capital Leases	8520									
60	Other Revenues Pledged to Pay Interest on Capital Leases	8530									
61	Fund Balance Transfers Pledged to Pay Interest on Capital Leases	8540									
62	Taxes Pledged to Pay Principal on Revenue Bonds	8610		155,788							
63	Grants/Reimbursements Pledged to Pay Principal on Revenue Bonds	8620									
64	Other Revenues Pledged to Pay Principal on Revenue Bonds	8630									
65	Fund Balance Transfers Pledged to Pay Principal on Revenue Bonds	8640									
66	Taxes Pledged to Pay Interest on Revenue Bonds	8710									
67	Grants/Reimbursements Pledged to Pay Interest on Revenue Bonds	8720									
68	Other Revenues Pledged to Pay Interest on Revenue Bonds	8730									
69	Fund Balance Transfers Pledged to Pay Interest on Revenue Bonds	8740									
70	Taxes Transferred to Pay for Capital Projects	8810									
71	Grants/Reimbursements Pledged to Pay for Capital Projects	8820									
72	Other Revenues Pledged to Pay for Capital Projects	8830									
73	Fund Balance Transfers Pledged to Pay for Capital Projects	8840									
74	Transfer to Debt Service Fund to Pay Principal on ISBE Loans	8910									
75	Other Uses Not Classified Elsewhere	8990									
76	Total Other Uses of Funds		0	155,788	0	0	0	0	0	0	0
77	Total Other Sources/Uses of Funds		0	(127,823)	155,788	0	0	0	0	0	0
78	Excess of Receipts/Revenues and Other Sources of Funds (Over/Under) Expenditures/Disbursements and Other Uses of Funds		786,965	(94,619)	17,603	(1,124,567)	225,008	0	249,754	552,893	122,434
79	Fund Balances - July 1, 2016		5,883,441	477,477	1,869,334	1,220,232	1,137,420		6,817,732	1,555,896	514,335
80	Other Changes in Fund Balances - Increases (Decreases) (Describe & Itemize)										
81	Fund Balances - June 30, 2017		6,670,406	382,858	1,886,937	95,665	1,362,428	0	7,067,486	2,108,789	636,769

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K
1	Description		(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
2	(Enter Whole Dollars)	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
3	RECEIPTS/REVENUES FROM LOCAL SOURCES (1000)										
4	AD VALOREM TAXES LEVIED BY LOCAL EDUCATION AGENCY	1100									
5	Designated Purposes Levies (1110-1120) ⁷		12,251,224	2,402,197	4,436,883	960,870	840,414		240,217	1,482,652	240,217
6	Leasing Purposes Levy ⁸	1130	240,217								
7	Special Education Purposes Levy	1140	192,179								
8	FICA/Medicare Only Purposes Levies	1150					812,621				
9	Area Vocational Construction Purposes Levy	1160									
10	Summer School Purposes Levy	1170									
11	Other Tax Levies (Describe & Itemize)	1190									
12	Total Ad Valorem Taxes Levied By District		12,683,620	2,402,197	4,436,883	960,870	1,653,035	0	240,217	1,482,652	240,217
13	PAYMENTS IN LIEU OF TAXES	1200									
14	Mobile Home Privilege Tax	1210	23,207	4,395	8,123	1,758	3,024		430	2,715	439
15	Payments from Local Housing Authorities	1220	20,889	3,956		1,582	2,722		396	2,444	396
16	Corporate Personal Property Replacement Taxes ⁹	1230	6,603,832	800,000		606,462	742,529		7		
17	Other Payments in Lieu of Taxes (Describe & Itemize)	1290	393	74	138	30	51			46	7
18	Total Payments in Lieu of Taxes		6,648,321	808,425	8,261	609,832	748,326	0	833	5,205	842
19	TUITION	1300									
20	Regular - Tuition from Pupils or Parents (In State)	1311									
21	Regular - Tuition from Other Districts (In State)	1312									
22	Regular - Tuition from Other Sources (In State)	1313									
23	Regular - Tuition from Other Sources (Out of State)	1314									
24	Summer Sch - Tuition from Pupils or Parents (In State)	1321	30,935								
25	Summer Sch - Tuition from Other Districts (In State)	1322									
26	Summer Sch - Tuition from Other Sources (In State)	1323									
27	Summer Sch - Tuition from Other Sources (Out of State)	1324									
28	CTE - Tuition from Pupils or Parents (In State)	1331									
29	CTE - Tuition from Other Districts (In State)	1332									
30	CTE - Tuition from Other Sources (In State)	1333									
31	CTE - Tuition from Other Sources (Out of State)	1334									
32	Special Ed - Tuition from Pupils or Parents (In State)	1341									
33	Special Ed - Tuition from Other Districts (In State)	1342	246,759								
34	Special Ed - Tuition from Other Sources (In State)	1343									
35	Special Ed - Tuition from Other Sources (Out of State)	1344									
36	Adult - Tuition from Pupils or Parents (In State)	1351									
37	Adult - Tuition from Other Districts (In State)	1352									
38	Adult - Tuition from Other Sources (In State)	1353									
39	Adult - Tuition from Other Sources (Out of State)	1354									
40	Total Tuition		277,694								
41	TRANSPORTATION FEES	1400									
42	Regular - Transp Fees from Pupils or Parents (In State)	1411									
43	Regular - Transp Fees from Other Districts (In State)	1412				936					
44	Regular - Transp Fees from Other Sources (In State)	1413									
45	Regular - Transp Fees from Co-curricular Activities (In State)	1415				19,665					
46	Regular Transp Fees from Other Sources (Out of State)	1416									
47	Summer Sch - Transp. Fees from Pupils or Parents (In State)	1421									
48	Summer Sch - Transp. Fees from Other Districts (In State)	1422									
49	Summer Sch - Transp. Fees from Other Sources (In State)	1423									
50	Summer Sch - Transp. Fees from Other Sources (Out of State)	1424									
51	CTE - Transp Fees from Pupils or Parents (In State)	1431									

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2017**

1	A	B	C	D	E	F	G	H	I	J	K
	Description (Enter Whole Dollars)	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
2											
52	CTE - Transp Fees from Other Districts (In State)	1432									
53	CTE - Transp Fees from Other Sources (In State)	1433									
54	CTE - Transp Fees from Other Sources (Out of State)	1434									
55	Special Ed - Transp Fees from Pupils or Parents (In State)	1441									
56	Special Ed - Transp Fees from Other Districts (In State)	1442				181,754					
57	Special Ed - Transp Fees from Other Sources (In State)	1443									
58	Special Ed - Transp Fees from Other Sources (Out of State)	1444									
59	Adult - Transp Fees from Pupils or Parents (In State)	1451									
60	Adult - Transp Fees from Other Districts (In State)	1452									
61	Adult - Transp Fees from Other Sources (In State)	1453									
62	Adult - Transp Fees from Other Sources (Out of State)	1454									
63	Total Transportation Fees					202,355					
64	EARNINGS ON INVESTMENTS	1500									
65	Interest on Investments	1510	11,427	1,126	1,842	853	1,609		7,036	2,479	585
66	Gain or Loss on Sale of Investments	1520									
67	Total Earnings on Investments		11,427	1,126	1,842	853	1,609	0	7,036	2,479	585
68	FOOD SERVICE	1600									
69	Sales to Pupils - Lunch	1611	389,827								
70	Sales to Pupils - Breakfast	1612	22,882								
71	Sales to Pupils - A la Carte	1613									
72	Sales to Pupils - Other (Describe & Itemize)	1614	11,132								
73	Sales to Adults	1620									
74	Other Food Service (Describe & Itemize)	1690	27,987								
75	Total Food Service		451,828								
76	DISTRICT/SCHOOL ACTIVITY INCOME	1700									
77	Admissions - Athletic	1711	36,651								
78	Admissions - Other (Describe & Itemize)	1719									
79	Fees	1720	41,336								
80	Book Store Sales	1730									
81	Other District/School Activity Revenue (Describe & Itemize)	1790	6,086								
82	Total District/School Activity Income		84,073	0							
83	TEXTBOOK INCOME	1800									
84	Rentals - Regular Textbooks	1811	63,351								
85	Rentals - Summer School Textbooks	1812									
86	Rentals - Adult/Continuing Education Textbooks	1813									
87	Rentals - Other (Describe & Itemize)	1819									
88	Sales - Regular Textbooks	1821									
89	Sales - Summer School Textbooks	1822									
90	Sales - Adult/Continuing Education Textbooks	1823									
91	Sales - Other (Describe & Itemize)	1829									
92	Other (Describe & Itemize)	1890	6,379								
93	Total Textbook Income		69,730								
94	OTHER REVENUE FROM LOCAL SOURCES	1900									
95	Rentals	1910		77,290							
96	Contributions and Donations from Private Sources	1920	436			1,120					
97	Impact Fees from Municipal or County Governments	1930									
98	Services Provided Other Districts	1940									
99	Refund of Prior Years' Expenditures	1950									
100	Payments of Surplus Moneys from TIF Districts	1960	88,069	16,680		6,672	11,476		1,668	10,305	1,668
101	Drivers' Education Fees	1970	28,813								
102	Proceeds from Vendors' Contracts	1980									

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2017**

1	A	B	C	D	E	F	G	H	I	J	K
2	Description (Enter Whole Dollars)	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
103	School Facility Occupation Tax Proceeds	1983									
104	Payment from Other Districts	1991									
105	Sale of Vocational Projects	1992	152,820								
106	Other Local Fees (Describe & Itemize)	1993									
107	Other Local Revenues (Describe & Itemize)	1999	540,798	33,482							
108	Total Other Revenue from Local Sources		810,936	127,452	0	7,792	11,476	0	1,668	10,305	1,668
109	Total Receipts/Revenues from Local Sources	1000	21,037,629	3,339,200	4,446,986	1,781,702	2,414,446	0	249,754	1,500,641	243,312
110	FLOW-THROUGH RECEIPTS/REVENUES FROM ONE DISTRICT TO ANOTHER DISTRICT (2000)										
111	Flow-through Revenue from State Sources	2100									
112	Flow-through Revenue from Federal Sources	2200									
113	Other Flow-Through (Describe & Itemize)	2300									
114	Total Flow-Through Receipts/Revenues from One District to Another District	2000	0	0		0	0				
115	RECEIPTS/REVENUES FROM STATE SOURCES (3000)										
116	UNRESTRICTED GRANTS-IN-AID (3001-3099)										
117	General State Aid- Sec. 18-8.05	3001	17,661,154	2,875,072							
118	General State Aid - Hold Harmless/Supplemental	3002									
119	Reorganization Incentives (Accounts 3005-3021)	3005									
120	Other Unrestricted Grants-In-Aid from State Sources (Describe & Itemize)	3099									
121	Total Unrestricted Grants-In-Aid		17,661,154	2,875,072	0	0	0	0		0	0
122	RESTRICTED GRANTS-IN-AID (3100 - 3900)										
123	SPECIAL EDUCATION										
124	Special Education - Private Facility Tuition	3100	1,266,146								
125	Special Education - Funding for Children Requiring Sp ED Services	3105	657,862								
126	Special Education - Personnel	3110	620,007								
127	Special Education - Orphanage - Individual	3120	276,129								
128	Special Education - Orphanage - Summer Individual	3130									
129	Special Education - Summer School	3145									
130	Special Education - Other (Describe & Itemize)	3199									
131	Total Special Education		2,820,144	0		0					
132	CAREER AND TECHNICAL EDUCATION (CTE)										
133	CTE - Technical Education - Tech Prep	3200									
134	CTE - Secondary Program Improvement (CTEI)	3220	672								
135	CTE - WECEP	3225									
136	CTE - Agriculture Education	3235									
137	CTE - Instructor Practicum	3240									
138	CTE - Student Organizations	3270									
139	CTE - Other (Describe & Itemize)	3299	43,767								
140	Total Career and Technical Education		44,439	0			0				
141	BILINGUAL EDUCATION										
142	Bilingual Ed - Downstate - TPI and TBE	3305	1,514								
143	Bilingual Education Downstate - Transitional Bilingual Education	3310									
144	Total Bilingual Ed		1,514				0				

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K
1			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
2	Description (Enter Whole Dollars)	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
145	State Free Lunch & Breakfast	3360	11,884								
146	School Breakfast Initiative	3365									
147	Driver Education	3370	45,551								
148	Adult Ed (from ICCB)	3410									
149	Adult Ed - Other (Describe & Itemize)	3499									
150	TRANSPORTATION										
151	Transportation - Regular and Vocational	3500				443,575					
152	Transportation - Special Education	3510				1,066,031					
153	Transportation - Other (Describe & Itemize)	3599									
154	Total Transportation		0	0		1,509,606	0				
155	Learning Improvement - Change Grants	3610									
156	Scientific Literacy	3660									
157	Truant Alternative/Optional Education	3695									
158	Early Childhood - Block Grant	3705	734,598								
159	Reading Improvement Block Grant	3715									
160	Reading Improvement Block Grant - Reading Recovery	3720									
161	Continued Reading Improvement Block Grant	3725									
162	Continued Reading Improvement Block Grant (2% Set Aside)	3726									
163	Chicago General Education Block Grant	3766									
164	Chicago Educational Services Block Grant	3767									
165	School Safety & Educational Improvement Block Grant	3775									
166	Technology - Technology for Success	3780									
167	State Charter Schools	3815									
168	Extended Learning Opportunities - Summer Bridges	3825									
169	Infrastructure Improvements - Planning/Construction	3920									
170	School Infrastructure - Maintenance Projects	3925									
171	Other Restricted Revenue from State Sources (Describe & Itemize)	3999									
172	Total Restricted Grants-In-Aid		3,658,130	0	0	1,509,606	0	0	0	0	0
173	Total Receipts from State Sources	3000	21,319,284	2,875,072	0	1,509,606	0	0	0	0	0
174	RECEIPTS/REVENUES FROM FEDERAL SOURCES (4000)										
175	UNRESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT (4001-4009)										
176	Federal Impact Aid	4001									
177	Other Unrestricted Grants-In-Aid Received Directly from the Fed Govt (Describe & Itemize)	4009									
178	Total Unrestricted Grants-In-Aid Received Directly from the Federal Govt		0	0	0	0	0	0	0	0	0
179	RESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT (4045-4090)										
180	Head Start	4045									
181	Construction (Impact Aid)	4050									
182	MAGNET	4060									
183	Other Restricted Grants-In-Aid Received Directly from the Federal Govt (Describe & Itemize)	4090									
184	Total Restricted Grants-In-Aid Received Directly from Federal Govt		0	0		0	0	0			0
185	RESTRICTED GRANTS-IN-AID RECEIVED FROM FEDERAL GOVT THRU THE STATE (4100-4999)										
186	TITLE VI										
187	Title VI - Innovation and Flexibility Formula	4100									
188	Title VI - District Projects	4105									

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2017**

1	A	B	C	D	E	F	G	H	I	J	K
2	Description (Enter Whole Dollars)	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
189	Title VI - Rural Education Initiative (REI)	4107									
190	Title VI - Other (Describe & Itemize)	4199									
191	Total Title VI		0	0		0	0				
192	FOOD SERVICE										
193	Breakfast Start-Up Expansion	4200									
194	National School Lunch Program	4210	1,895,693								
195	Special Milk Program	4215									
196	School Breakfast Program	4220	639,310								
197	Summer Food Service Program	4225	17,103								
198	Child Adult Care Food Program	4226									
199	Fresh Fruits & Vegetables	4240									
200	Food Service - Other (Describe & Itemize)	4299									
201	Total Food Service		2,552,106				0				
202	TITLE I										
203	Title I - Low Income	4300	1,952,885								
204	Title I - Low Income - Neglected, Private	4305									
205	Title I - Comprehensive School Reform	4332									
206	Title I - Reading First	4334									
207	Title I - Even Start	4335									
208	Title I - Reading First SEA Funds	4337									
209	Title I - Migrant Education	4340									
210	Title I - Other (Describe & Itemize)	4399									
211	Total Title I		1,952,885	0		0	0				
212	TITLE IV										
213	Title IV - Safe & Drug Free Schools - Formula	4400									
214	Title IV - 21st Century Comm Learning Centers	4421									
215	Title IV - Other (Describe & Itemize)	4499									
216	Total Title IV		0	0		0	0				
217	FEDERAL - SPECIAL EDUCATION										
218	Fed - Spec Education - Preschool Flow-Through	4600	50,823								
219	Fed - Spec Education - Preschool Discretionary	4605									
220	Fed - Spec Education - IDEA - Flow Through	4620	1,390,875								
221	Fed - Spec Education - IDEA - Room & Board	4625	118,766								
222	Fed - Spec Education - IDEA - Discretionary	4630									
223	Fed - Spec Education - IDEA - Other (Describe & Itemize)	4699									
224	Total Federal - Special Education		1,560,464	0		0	0				
225	CTE - PERKINS										
226	CTE - Perkins - Title III E - Tech Prep	4770									
227	CTE - Other (Describe & Itemize)	4799	52,282								
228	Total CTE - Perkins		52,282	0			0				
229	Federal - Adult Education	4810									
230	ARRA - General State Aid - Education Stabilization	4850									
231	ARRA - Title I - Low Income	4851									
232	ARRA - Title I - Neglected, Private	4852									
233	ARRA - Title I - Delinquent, Private	4853									
234	ARRA - Title I - School Improvement (Part A)	4854									
235	ARRA - Title I - School Improvement (Section 1003g)	4855									
236	ARRA - IDEA - Part B - Preschool	4856									
237	ARRA - IDEA - Part B - Flow-Through	4857									
238	ARRA - Title IID - Technology-Formula	4860									
239	ARRA - Title IID - Technology-Competitive	4861									
240	ARRA - McKinney - Vento Homeless Education	4862									

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2017**

1	A	B	C	D	E	F	G	H	I	J	K
2	Description (Enter Whole Dollars)	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
241	ARRA - Child Nutrition Equipment Assistance	4863									
242	Impact Aid Formula Grants	4864									
243	Impact Aid Competitive Grants	4865									
244	Qualified Zone Academy Bond Tax Credits	4866									
245	Qualified School Construction Bond Credits	4867									
246	Build America Bond Tax Credits	4868									
247	Build America Bond Interest Reimbursement	4869									
248	ARRA - General State Aid - Other Govt Services Stabilization	4870									
249	Other ARRA Funds - II	4871									
250	Other ARRA Funds - III	4872									
251	Other ARRA Funds - IV	4873									
252	Other ARRA Funds - V	4874									
253	ARRA - Early Childhood	4875									
254	Other ARRA Funds VII	4876									
255	Other ARRA Funds VIII	4877									
256	Other ARRA Funds IX	4878									
257	Other ARRA Funds X	4879									
258	Other ARRA Funds Ed Job Fund Program	4880									
259	Total Stimulus Programs		0	0	0	0	0	0		0	0
260	Race to the Top Program	4901									
261	Race to the Top - Preschool Expansion Grant	4902									
262	Advanced Placement Fee/International Baccalaureate	4904									
263	Title III - Immigrant Education Program (IEP)	4905									
264	Title III - Language Inst Program - Limited Eng (LIPLEP)	4909									
265	Learn & Serve America	4910									
266	McKinney Education for Homeless Children	4920									
267	Title II - Eisenhower Professional Development Formula	4930									
268	Title II - Teacher Quality	4932	297,683								
269	Federal Charter Schools	4960									
270	Medicaid Matching Funds - Administrative Outreach	4991	133,266								
271	Medicaid Matching Funds - Fee-for-Service Program	4992	350,761								
272	Other Restricted Revenue from Federal Sources (Describe & Itemize)	4999	492,074								
273	Total Restricted Grants-In-Aid Received from the Federal Govt Thru the State		7,391,521	0	0	0	0	0		0	0
274	Total Receipts/Revenues from Federal Sources	4000	7,391,521	0	0	0	0	0	0	0	0
275	Total Direct Receipts/Revenues		49,748,434	6,214,272	4,446,986	3,291,308	2,414,446	0	249,754	1,500,641	243,312

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description		(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
2	(Enter Whole Dollars)	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
3	10 - EDUCATIONAL FUND (ED)											
4	INSTRUCTION (ED)	1000										
5	Regular Programs	1100	15,071,677	4,835,404	18,333	105,311		3,143			20,033,868	20,032,847
6	Tuition Payment to Charter Schools	1115									0	
7	Pre-K Programs	1125									0	
8	Special Education Programs (Functions 1200-1220)	1200	4,529,925	1,428,119	220,344	76,993		540	36,886		6,292,807	6,428,113
9	Special Education Programs Pre-K	1225	276,247	69,639	25	2,530			562		349,003	351,712
10	Remedial and Supplemental Programs K-12	1250	923,897	590,525	88,970	68,725					1,672,117	1,685,255
11	Remedial and Supplemental Programs Pre-K	1275	537,483	190,329	2,396	30,217	70,502		6,607		837,534	808,348
12	Adult/Continuing Education Programs	1300									0	
13	CTE Programs	1400	344,227	83,186	56,329	180,802	25,475	8,086	70,364		768,469	865,333
14	Interscholastic Programs	1500	550,567	56,396	124,682	100,823		42,164	10,049		884,681	901,951
15	Summer School Programs	1600	56,938	15,159	1,200						73,297	79,524
16	Gifted Programs	1650	4,208			918		750			6,358	1,300
17	Driver's Education Programs	1700	178,992	54,513	1,101	69					234,675	217,167
18	Bilingual Programs	1800	131,309	62,047	1,214						194,570	194,269
19	Truant Alternative & Optional Programs	1900	6,525		2,590						9,115	11,000
20	Pre-K Programs - Private Tuition	1910									0	
21	Regular K-12 Programs - Private Tuition	1911									0	
22	Special Education Programs K-12 - Private Tuition	1912						3,406,755			3,406,755	4,057,000
23	Special Education Programs Pre-K - Tuition	1913									0	
24	Remedial/Supplemental Programs K-12 - Private Tuition	1914									0	
25	Remedial/Supplemental Programs Pre-K - Private Tuition	1915									0	
26	Adult/Continuing Education Programs - Private Tuition	1916									0	
27	CTE Programs - Private Tuition	1917									0	
28	Interscholastic Programs - Private Tuition	1918									0	
29	Summer School Programs - Private Tuition	1919									0	
30	Gifted Programs - Private Tuition	1920									0	
31	Bilingual Programs - Private Tuition	1921									0	
32	Truants Alternative/Optional Ed Progrms - Private Tuition	1922									0	
33	Total Instruction ¹⁹	1000	22,611,995	7,385,799	517,184	566,388	95,977	3,461,438	124,468	0	34,763,249	35,633,819
34	SUPPORT SERVICES (ED)	2000										
35	SUPPORT SERVICES - PUPILS											
36	Attendance & Social Work Services	2110	518,193	204,081	114						722,388	690,042
37	Guidance Services	2120	315,055	93,380		2,398					410,833	402,620
38	Health Services	2130	440,127	139,830	83,590	12,055			656		676,258	694,209
39	Psychological Services	2140									0	
40	Speech Pathology & Audiology Services	2150	567,705	142,711	491	1,122					712,029	653,511
41	Other Support Services - Pupils (Describe & Itemize)	2190	155,315								155,315	217,600
42	Total Support Services - Pupils	2100	1,996,395	580,002	84,195	15,575	0	0	656	0	2,676,823	2,657,982
43	SUPPORT SERVICES - INSTRUCTIONAL STAFF											
44	Improvement of Instruction Services	2210	75,492	84,872	20,088	3,978					184,430	188,085
45	Educational Media Services	2220	109,038	21,265	117,808	18,860					266,971	292,344
46	Assessment & Testing	2230	77,623	18,508							96,131	93,452
47	Total Support Services - Instructional Staff	2200	262,153	124,645	137,896	22,838	0	0	0	0	547,532	573,881
48	SUPPORT SERVICES - GENERAL ADMINISTRATION											
49	Board of Education Services	2310	5,084		46,140	2,746		1,700			55,670	104,248
50	Executive Administration Services	2320	181,590	28,602	2,699	4,707		12,023			229,621	224,553
51	Special Area Administration Services	2330	340,650	111,048	1,965	694					454,357	444,895
52	Tort Immunity Services	2360 - 2370			371						371	4,250
53	Total Support Services - General Administration	2300	527,324	139,650	51,175	8,147	0	13,723	0	0	740,019	777,946

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description		(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
2	(Enter Whole Dollars)	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
54	SUPPORT SERVICES - SCHOOL ADMINISTRATION											
55	Office of the Principal Services	2410	2,167,598	533,138	99,264	2,320		2,325			2,804,645	2,796,163
56	Other Support Services - School Admin (Describe & Itemize)	2490	43,770	5,011							48,781	42,186
57	Total Support Services - School Administration	2400	2,211,368	538,149	99,264	2,320	0	2,325	0	0	2,853,426	2,838,349
58	SUPPORT SERVICES - BUSINESS											
59	Direction of Business Support Services	2510	138,350	29,607				335			168,292	168,337
60	Fiscal Services	2520	227,379	39,330	77,965	90,455		16,164			451,293	676,301
61	Operation & Maintenance of Plant Services	2540	287,099	54,218	83,374	864		9,008	4,606		439,169	456,024
62	Pupil Transportation Services	2550									0	
63	Food Services	2560	1,506,779	276,161	9,974	1,116,594	45,975	5,112	6,619		2,967,214	3,188,616
64	Internal Services	2570	140,575	25,812							166,387	155,262
65	Total Support Services - Business	2500	2,300,182	425,128	171,313	1,207,913	45,975	30,619	11,225	0	4,192,355	4,644,540
66	SUPPORT SERVICES - CENTRAL											
67	Direction of Central Support Services	2610									0	
68	Planning, Research, Development, & Evaluation Services	2620									0	
69	Information Services	2630									0	
70	Staff Services	2640	296,328	37,933	13,531	1,372					349,164	326,858
71	Data Processing Services	2660	374,364	74,873	227,549	406,982	182,698		477,360		1,743,826	1,658,948
72	Total Support Services - Central	2600	670,692	112,806	241,080	408,354	182,698	0	477,360	0	2,092,990	1,985,806
73	Other Support Services (Describe & Itemize)	2900			2,483	1,500					3,983	3,100
74	Total Support Services	2000	7,968,114	1,920,380	787,406	1,666,647	228,673	46,667	489,241	0	13,107,128	13,481,604
75	COMMUNITY SERVICES (ED)	3000	98,577	40,546	6,346	25,779			6,787		178,035	238,179
76	PAYMENTS TO OTHER DISTRICTS & GOVT UNITS (ED)	4000										
77	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)											
78	Payments for Regular Programs	4110									0	
79	Payments for Special Education Programs	4120			781,977			22,177			804,154	909,320
80	Payments for Adult/Continuing Education Programs	4130									0	
81	Payments for CTE Programs	4140									0	
82	Payments for Community College Programs	4170									0	
83	Other Payments to In-State Govt. Units (Describe & Itemize)	4190			4,502			104,401			108,903	62,020
84	Total Payments to Other Govt Units (In-State)	4100			786,479			126,578			913,057	971,340
85	Payments for Regular Programs - Tuition	4210									0	
86	Payments for Special Education Programs - Tuition	4220									0	
87	Payments for Adult/Continuing Education Programs - Tuition	4230									0	
88	Payments for CTE Programs - Tuition	4240									0	
89	Payments for Community College Programs - Tuition	4270									0	50,000
90	Payments for Other Programs - Tuition	4280									0	
91	Other Payments to In-State Govt Units	4290									0	
92	Total Payments to Other Govt Units - Tuition (In State)	4200						0			0	50,000
93	Payments for Regular Programs - Transfers	4310									0	
94	Payments for Special Education Programs - Transfers	4320									0	
95	Payments for Adult/Continuing Ed Programs-Transfers	4330									0	

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description (Enter Whole Dollars)	Funct #	(100) Salaries	(200) Employee Benefits	(300) Purchased Services	(400) Supplies & Materials	(500) Capital Outlay	(600) Other Objects	(700) Non-Capitalized Equipment	(800) Termination Benefits	(900) Total	Budget
2												
96	Payments for CTE Programs - Transfers	4340									0	
97	Payments for Community College Program - Transfers	4370									0	
98	Payments for Other Programs - Transfers	4380									0	
99	Other Payments to In-State Govt Units - Transfers	4390									0	
100	Total Payments to Other Govt Units -Transfers (In-State)	4300			0			0			0	0
101	Payments to Other Govt Units (Out-of-State)	4400									0	
102	Total Payments to Other Govt Units	4000			786,479			126,578			913,057	1,021,340
103	DEBT SERVICES (ED)	5000										
104	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
105	Tax Anticipation Warrants	5110									0	
106	Tax Anticipation Notes	5120									0	
107	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
108	State Aid Anticipation Certificates	5140									0	
109	Other Interest on Short-Term Debt	5150									0	
110	Total Interest on Short-Term Debt	5100						0			0	0
111	Debt Services - Interest on Long-Term Debt	5200									0	
112	Total Debt Services	5000						0			0	0
113	PROVISIONS FOR CONTINGENCIES (ED)	6000										
114	Total Direct Disbursements/Expenditures		30,678,686	9,346,725	2,097,415	2,258,814	324,650	3,634,683	620,496	0	48,961,469	50,374,942
115	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										786,965	
116												
117	20 - OPERATIONS & MAINTENANCE FUND (O&M)											
118	SUPPORT SERVICES (O&M)	2000										
119	SUPPORT SERVICES - PUPILS											
120	Other Support Services - Pupils (Describe & Itemize)	2190									0	
121	SUPPORT SERVICES - BUSINESS											
122	Direction of Business Support Services	2510		4,754							4,754	
123	Facilities Acquisition & Construction Services	2530			65,541		300,695				366,236	245,000
124	Operation & Maintenance of Plant Services	2540	3,334,789	752,924	350,773	1,362,362	2,578		6,652		5,810,078	5,828,221
125	Pupil Transportation Services	2550									0	
126	Food Services	2560									0	
127	Total Support Services - Business	2500	3,334,789	757,678	416,314	1,362,362	303,273	0	6,652	0	6,181,068	6,073,221
128	Other Support Services (Describe & Itemize)	2900									0	
129	Total Support Services	2000	3,334,789	757,678	416,314	1,362,362	303,273	0	6,652	0	6,181,068	6,073,221
130	COMMUNITY SERVICES (O&M)	3000									0	
131	PAYMENTS TO OTHER DIST & GOVT UNITS (O&M)	4000										
132	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)											
133	Payments for Special Education Programs	4120									0	
134	Payments for CTE Programs	4140									0	
135	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	
136	Total Payments to Other Govt. Units (In-State)	4100			0			0			0	0
137	Payments to Other Govt. Units (Out of State)	4400									0	
138	Total Payments to Other Govt Units	4000			0			0			0	0
139	DEBT SERVICES (O&M)	5000										
140	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
141	Tax Anticipation Warrants	5110									0	
142	Tax Anticipation Notes	5120									0	

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description	Funct #	(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	Budget
2	(Enter Whole Dollars)		Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	
143	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
144	State Aid Anticipation Certificates	5140									0	
145	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
146	Total Debt Service - Interest on Short-Term Debt	5100						0			0	0
147	DEBT SERVICE - INTERST ON LONG-TERM DEBT	5200									0	
148	Total Debt Services	5000						0			0	0
149	PROVISIONS FOR CONTINGENCIES (O&M)	6000										
150	Total Direct Disbursements/Expenditures		3,334,789	757,678	416,314	1,362,362	303,273	0	6,652	0	6,181,068	6,073,221
151	Excess (Deficiency) of Receipts/Revenues/Over Disbursements/										33,204	
152												
153	30 - DEBT SERVICES (DS)											
154	PAYMENTS TO OTHER DIST & GOVT UNITS (DS)	4000									0	
155	DEBT SERVICES (DS)	5000										
156	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
157	Tax Anticipation Warrants	5110									0	
158	Tax Anticipation Notes	5120									0	
159	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
160	State Aid Anticipation Certificates	5140									0	
161	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
162	Total Debt Services - Interest On Short-Term Debt	5100						0			0	0
163	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200						519,382			519,382	4,464,195
	DEBT SERVICES - PAYMENTS OF PRINCIPAL ON LONG-TERM DEBT (Lease/Purchase Principal Retired) ¹¹	5300						4,065,789			4,065,789	156,000
164											0	
165	DEBT SERVICES - OTHER (Describe & Itemize)	5400									0	
166	Total Debt Services	5000			0			4,585,171			4,585,171	4,620,195
167	PROVISION FOR CONTINGENCIES (DS)	6000										
168	Total Disbursements/ Expenditures				0			4,585,171			4,585,171	4,620,195
169	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(138,185)	
170												
171	40 - TRANSPORTATION FUND (TR)											
172	SUPPORT SERVICES (TR)											
173	SUPPORT SERVICES - PUPILS											
174	Other Support Services - Pupils (Describe & Itemize)	2190									0	
175	SUPPORT SERVICES - BUSINESS											
176	Pupil Transportation Services	2550			4,094,783	313,336	7,756				4,415,875	4,516,000
177	Other Support Services (Describe & Itemize)	2900									0	
178	Total Support Services	2000	0	0	4,094,783	313,336	7,756	0	0	0	4,415,875	4,516,000
179	COMMUNITY SERVICES (TR)	3000									0	
180	PAYMENTS TO OTHER DIST & GOVT UNITS (TR)	4000										
181	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)											
182	Payments for Regular Programs	4110									0	
183	Payments for Special Education Programs	4120									0	
184	Payments for Adult/Continuing Education Programs	4130									0	
185	Payments for CTE Programs	4140									0	
186	Payments for Community College Programs	4170									0	
187	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	
188	Total Payments to Other Govt. Units (In-State)	4100			0			0			0	0

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description		(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
2	(Enter Whole Dollars)	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
189	PAYMENTS TO OTHER GOVT UNITS (OUT-OF-STATE)	4400									0	
190	Total Payments to Other Govt Units	4000			0			0			0	0
191	DEBT SERVICES (TR)	5000										
192	DEBT SERVICE - INTEREST ON SHORT-TERM DEBT											
193	Tax Anticipation Warrants	5110									0	
194	Tax Anticipation Notes	5120									0	
195	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	
196	State Aid Anticipation Certificates	5140									0	
197	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
198	Total Debt Services - Interest On Short-Term Debt	5100						0			0	0
199	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200									0	
	DEBT SERVICE - PAYMENTS OF PRINCIPAL ON LONG-TERM	5300										
200	DEBT (Lease/Purchase Principal Retired) ¹¹										0	
201	DEBT SERVICES - OTHER (Describe & Itemize)	5400									0	
202	Total Debt Services	5000						0			0	0
203	PROVISION FOR CONTINGENCIES (TR)	6000										
204	Total Disbursements/ Expenditures		0	0	4,094,783	313,336	7,756	0	0	0	4,415,875	4,516,000
205	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(1,124,567)	
206												
207	50 - MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND (MR/SS)											
208	INSTRUCTION (MR/SS)	1000										
209	Regular Programs	1100		213,943							213,943	219,653
210	Pre-K Programs	1125									0	
211	Special Education Programs (Functions 1200-1220)	1200		261,340							261,340	300,537
212	Special Education Programs - Pre-K	1225		12,381							12,381	13,059
213	Remedial and Supplemental Programs - K-12	1250		28,569							28,569	35,463
214	Remedial and Supplemental Programs - Pre-K	1275		29,788							29,788	33,642
215	Adult/Continuing Education Programs	1300									0	
216	CTE Programs	1400		4,915							4,915	5,025
217	Interscholastic Programs	1500		30,273							30,273	29,737
218	Summer School Programs	1600		2,605							2,605	2,386
219	Gifted Programs	1650									0	12
220	Driver's Education Programs	1700		2,524							2,524	2,377
221	Bilingual Programs	1800		5,834							5,834	6,101
222	Truants' Alternative & Optional Programs	1900		1,365							1,365	1,693
223	Total Instruction	1000		593,537							593,537	649,685
224	SUPPORT SERVICES (MR/SS)	2000										
225	SUPPORT SERVICES - PUPILS											
226	Attendance & Social Work Services	2110		19,861							19,861	13,261
227	Guidance Services	2120		33,225							33,225	41,568
228	Health Services	2130		54,332							54,332	56,743
229	Psychological Services	2140		5,138							5,138	5,180
230	Speech Pathology & Audiology Services	2150		8,190							8,190	7,249
231	Other Support Services - Pupils (Describe & Itemize)	2190		23,533							23,533	40,204
232	Total Support Services - Pupils	2100		144,279							144,279	164,205
233	SUPPORT SERVICES - INSTRUCTIONAL STAFF											
234	Improvement of Instruction Services	2210		10,199							10,199	13,232
235	Educational Media Services	2220		8,382							8,382	9,452
236	Assessment & Testing	2230									0	16,425
237	Total Support Services - Instructional Staff	2200		18,581							18,581	39,109

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description		(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
2	(Enter Whole Dollars)	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
238	SUPPORT SERVICES - GENERAL ADMINISTRATION											
239	Board of Education Services	2310		1,076							1,076	9,892
240	Executive Administration Services	2320		2,619							2,619	4,594
241	Service Area Administrative Services	2330		59,578							59,578	66,085
242	Claims Paid from Self Insurance Fund	2361									0	
243	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362									0	
244	Unemployment Insurance Payments	2363									0	
245	Insurance Payments (Regular or Self-Insurance)	2364									0	
246	Risk Management and Claims Services Payments	2365									0	
247	Judgment and Settlements	2366									0	
248	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367									0	
249	Reciprocal Insurance Payments	2368									0	
250	Legal Services	2369									0	
251	Total Support Services - General Administration	2300		63,273							63,273	80,571
252	SUPPORT SERVICES - SCHOOL ADMINISTRATION											
253	Office of the Principal Services	2410		132,759							132,759	145,082
254	Other Support Services - School Administration (Describe & Itemize)	2490		620							620	612
255	Total Support Services - School Administration	2400		133,379							133,379	145,694
256	SUPPORT SERVICES - BUSINESS											
257	Direction of Business Support Services	2510		1,982							1,982	11,090
258	Fiscal Services	2520		47,151							47,151	49,092
259	Facilities Acquisition & Construction Services	2530									0	
260	Operation & Maintenance of Plant Services	2540		746,328							746,328	781,984
261	Pupil Transportation Services	2550									0	
262	Food Services	2560		305,626							305,626	329,263
263	Internal Services	2570		29,101							29,101	29,746
264	Total Support Services - Business	2500		1,130,188							1,130,188	1,201,175
265	SUPPORT SERVICES - CENTRAL											
266	Direction of Central Support Services	2610									0	
267	Planning, Research, Development, & Evaluation Services	2620									0	
268	Information Services	2630									0	
269	Staff Services	2640		33,965							33,965	27,420
270	Data Processing Services	2660		64,259							64,259	66,681
271	Total Support Services - Central	2600		98,224							98,224	94,101
272	Other Support Services (Describe & Itemize)	2900									0	
273	Total Support Services	2000		1,587,924							1,587,924	1,724,855
274	COMMUNITY SERVICES (MR/SS)	3000		7,977							7,977	9,448
275	PAYMENTS TO OTHER DIST & GOVT UNITS (MR/SS)	4000										
276	Payments for Special Education Programs	4120									0	
277	Payments for CTE Programs	4140									0	
278	Total Payments to Other Govt Units	4000		0							0	0
279	DEBT SERVICES (MR/SS)	5000										
280	DEBT SERVICE - INTEREST ON SHORT-TERM DEBT											
281	Tax Anticipation Warrants	5110									0	
282	Tax Anticipation Notes	5120									0	
283	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description	Funct #	(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	Budget
2	(Enter Whole Dollars)		Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	
284	State Aid Anticipation Certificates	5140									0	
285	Other (Describe & Itemize)	5150									0	
286	Total Debt Services - Interest	5000						0			0	0
287	PROVISION FOR CONTINGENCIES (MR/SS)	6000										
288	Total Disbursements/Expenditures			2,189,438				0			2,189,438	2,383,988
289	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										225,008	
290												
291	60 - CAPITAL PROJECTS (CP)											
292	SUPPORT SERVICES (CP)	2000										
293	SUPPORT SERVICES - BUSINESS											
294	Facilities Acquisition and Construction Services	2530									0	
295	Other Support Services (Describe & Itemize)	2900									0	
296	Total Support Services	2000	0	0	0	0	0	0	0	0	0	0
297	PAYMENTS TO OTHER DIST & GOVT UNITS (CP)	4000										
298	PAYMENTS TO OTHER GOVT UNITS (In-State)											
299	Payments to Other Govt Units (In-State)	4100									0	
300	Payments for Special Education Programs	4120									0	
301	Payments for CTE Programs	4140									0	
302	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	
303	Total Payments to Other Govt Units	4000			0			0			0	0
304	PROVISION FOR CONTINGENCIES (S&C/CI)	6000										
305	Total Disbursements/ Expenditures		0	0	0	0	0	0	0	0	0	0
306	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										0	
307												
308	70 - WORKING CASH (WC)											
309												
310	80 - TORT FUND (TF)											
311	SUPPORT SERVICES - GENERAL ADMINISTRATION											
312	Claims Paid from Self Insurance Fund	2361									0	
313	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362			555,711						555,711	625,000
314	Unemployment Insurance Payments	2363			4,219						4,219	47,000
315	Insurance Payments (Regular or Self-Insurance)	2364			174,189						174,189	200,500
316	Risk Management and Claims Services Payments	2365									0	
317	Judgment and Settlements	2366									0	
318	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367									0	
319	Reciprocal Insurance Payments	2368									0	
320	Legal Services	2369			79,759						79,759	369,500
321	Property Insurance (Buildings & Grounds)	2371			93,393						93,393	110,000
322	Vehicle Insurance (Transportation)	2372			40,477						40,477	50,000
323	Total Support Services - General Administration	2000	0	0	947,748	0	0	0	0	0	947,748	1,402,000
324	DEBT SERVICES (TF)	5000										
325	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
326	Tax Anticipation Warrants	5110									0	
327	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2017**

	A	B	C	D	E	F	G	H	I	J	K	L
1	Description	Funct #	(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	Budget
2	(Enter Whole Dollars)		Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	
328	Other Interest or Short-Term Debt	5150									0	
329	Total Debt Services - Interest on Short-Term Debt	5000						0			0	0
330	PROVISIONS FOR CONTINGENCIES (TF)	6000										
331	Total Disbursements/Expenditures		0	0	947,748	0	0	0	0	0	947,748	1,402,000
332	Excess (Deficiency) of Receipts/Revenues Over										552,893	
333												
334	90 - FIRE PREVENTION & SAFETY FUND (FP&S)											
335	SUPPORT SERVICES (FP&S)	2000										
336	SUPPORT SERVICES - BUSINESS											
337	Facilities Acquisition & Construction Services	2530			39,728	6,532	73,292				119,552	240,000
338	Operation & Maintenance of Plant Services	2540	1,326								1,326	
339	Total Support Services - Business	2500	1,326	0	39,728	6,532	73,292	0	0	0	120,878	240,000
340	Other Support Services (Describe & Itemize)	2900									0	
341	Total Support Services	2000	1,326	0	39,728	6,532	73,292	0	0	0	120,878	240,000
342	PAYMENTS TO OTHER DIST & GOVT UNITS (FP&S)	4000										
343	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	
344	Total Payments to Other Govt Units	4000						0			0	0
345	DEBT SERVICES (FP&S)	5000										
346	DEBT SERVICES- INTEREST ON SHORT-TERM DEBT											
347	Tax Anticipation Warrants	5110									0	
348	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	
349	Total Debt Service - Interest on Short-Term Debt	5100						0			0	0
350	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200									0	
351	Debt Service - Payments of Principal on Long-Term Debt¹⁵	5300										
352	(Lease/Purchase Principal Retired)										0	
353	Total Debt Service	5000						0			0	0
354	PROVISION FOR CONTINGENCIES (FP&S)	6000										
355	Total Disbursements/Expenditures		1,326	0	39,728	6,532	73,292	0	0	0	120,878	240,000
	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										122,434	

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Granite City Community Unit School District No. 9 (the "District") conform to the regulatory provisions prescribed by the Illinois State Board of Education ("ISBE"). Set forth below are descriptions of the significant accounting policies followed by the District for financial reporting purposes.

- A. Reporting Entity - Except as indicated below, the District's financial statements include all funds, account groups and organizations over which the District officials exercise oversight responsibility.

Oversight responsibility includes such aspects as appointment of governing body members, budget review, approval of property tax levies, outstanding debt secured by the District's full faith and credit or revenues, and responsibility for funding deficits.

The District is a participant in Region I, Special Education District ("Region I"), a joint agreement that serves pupils from numerous districts. This joint agreement has been determined to be part of the reporting entity because the District exercises significant influence over the assets, operations and management of the joint agreement. However, the joint agreement is required to be separately audited and reported to the Illinois State Board of Education. These financial statements therefore represent only the financial condition and operations of the District. The financial information for the joint agreement can be obtained from the District's administrative office.

- B. Basis of Accounting, Measurement Focus - Basis of accounting refers to when transactions or events are recognized in the accounts, how they are valued or measured, and how they are presented and disclosed in the financial statements. The District prepares the financial statements on the regulatory basis of accounting prescribed by ISBE, which practices differ from accounting principles generally accepted in the United States of America. The regulatory based financial statements are intended to assure effective legislative and public oversight of school district financing and spending activities of accountable Illinois school districts. The District's regulatory based financial statements are issued using the ISBE Annual Financial Report Forms which consist of individual fund statements including a statement of assets, liabilities and fund balances and a statement of revenues, expenditures and changes in fund balances for governmental funds. The regulatory based financial statements also include a statement of assets and liabilities for the account groups and fiduciary funds. This regulated presentation and disclosure differs from the presentation and disclosure of government-wide financial statements and fund financial statements as provided in accounting principles generally accepted in the United States of America. In the financial statements, transactions or events are recognized in the accounts at the time of cash inflow or cash outflow. For example, revenues are recorded when received rather than when susceptible to accrual, and expenditures are recorded when paid rather than when the fund liability is incurred. The modifications to the pure cash basis of accounting are comprised of recording investment purchases as assets when they arise from cash transactions. All accounts are measured based on the value of the cash inflow or outflow at the time of the transaction or event, and are not adjusted to fair value. Accordingly, the accompanying financial statements are not intended to

Notes to Financial Statements (Continued)

present the financial position or results of operations in accordance with accounting principles generally accepted in the United States of America.

- C. Fund Accounting - The accounts of the District are organized on the basis of legally established funds and account groups as defined by ISBE, each of which is considered a separate accounting entity.

The financial position and results of operations of each fund and amounts related to the general fixed assets and general long-term debt account groups are accounted for in separate sets of self-balancing accounts which comprise its assets, fund equity, revenues received and expenditures paid.

The District maintains funds and account groups as required by the State of Illinois. They are grouped as required for reports filed with ISBE and differ from accounting principles generally accepted in the United States of America. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following fund types and account groups are used by the District:

GOVERNMENTAL FUND TYPES

Governmental Funds are those through which most functions of the District are financed. The District's expendable financial resources are accounted for through Governmental Funds.

All governmental funds are accounted for using a current financial resources measurement focus. The measurement focus is upon determination of changes in financial position rather than upon net income determination. The following are the District's governmental fund types:

General Funds

Educational - Established to account for financial resources and expenditures not accounted for in any other fund, including the direct costs of instruction, health, attendance, lunch programs and all costs of administration.

Operations and Maintenance - Established to account for financial resources and expenditures related to maintaining, improving, or repairing school buildings and property, renting buildings and property for school purposes and payment of insurance premiums on school buildings.

Working Cash - Established to account for the proceeds of working cash bonds and the separate tax levies. These monies can be used to make loans to the educational fund, the operations and maintenance fund, or to the transportation fund to reduce the use of tax anticipation warrants.

Tort Immunity - Established to account for financial resources and expenditures for tort immunity or tort judgment purposes.

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

Special Revenue Funds

Transportation - Established to account for financial resources and expenditures related to transportation of pupils.

Municipal Retirement/Social Security - Established to account for financial resources and expenditures related to the District's share of social security contributions and retirement benefits for noncertified employees.

Debt Service Fund

Debt Service - Established to account for financial resources and expenditures related to retiring of general obligation bonds and other long-term debt.

Capital Projects Funds

Capital Projects - Established to account for bond proceeds used to construct and acquire capital assets.

Fire Prevention and Safety - Established to account for financial resources and expenditures related to fire prevention and safety projects.

FIDUCIARY FUND TYPES

Fiduciary Funds are those used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds.

Agency - Student Activity Funds - Established to account for transactions related to amounts received in an agency capacity from various student groups. The District has no equity interest in these funds and thus the funds do not involve a measurement focus.

ACCOUNT GROUPS

Account groups are used to establish accounting control and accountability for the District's general long-term fixed assets and general long-term debt. Account groups are not "funds." They are concerned only with the measurement of financial position, not with the measurement of the results of operations. The District's account groups are listed below:

General Fixed Assets - Fixed assets are accounted for at cost. Fixed assets used in governmental fund type operations (general fixed assets) are reported as fund expenditures in the funds from which the expenditures are made in the year of acquisition. Depreciation is not provided on general fixed assets. However, depreciation and accumulated depreciation is computed for ISBE reporting based on methods and lives prescribed by ISBE. The District does not maintain a detail listing (inventory) of fixed assets and thus the amounts reported in the general fixed assets account group are not audited.

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

General Long-Term Debt - Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds. It is established to account for the unmatured principal of general obligation bonds and other general long-term obligations.

- D. Property Taxes - The District records property tax revenues when received in cash. Early collections of cash deriving from the 2016 tax levy (which is levied to finance the budget for the fiscal year ending June 30, 2018) of \$1,595,045 have been recorded in the financial statements.

The lien date for property tax levies is January 1 of each year. The 2015 tax levy which is used to finance the budget of the fiscal year ended June 30, 2017 was adopted by the Board of Education on December 8, 2015. One fourth of the property taxes are due in August and the final installment is due the following January.

The 2016 tax levy which is used to finance the budget of the fiscal year ended June 30, 2018 was adopted by the Board of Education on December 14, 2016.

- E. Budgetary Practices - An annual budget is prepared on the modified cash basis of accounting which is the same basis that is used for financial reporting. The budget is adopted by the Board of Education at the beginning of each fiscal year separately for each fund legally required to adopt a budget. The Superintendent is authorized to make transfers up to 10% between line items within a fund; however, any revisions that alter the total expenditures for any fund must be approved by the Board of Education. Budgeted amounts included in the accompanying financial statements reflect amounts originally adopted by the Board on September 13, 2016 and as amended on June 13, 2017.

Actual expenditures exceeded budgeted expenditures in the Operations and Maintenance Fund.

- F. Vacation and Sick Pay - Vacation and sick pay benefits are provided for all full-time active employees. Generally, vacation pay does not accumulate if not used in the year earned, with the exception of five (5) days that can be carried over to the subsequent year. An employee can accrue a total of up to thirty (30) days, depending on longevity, which are payable upon termination. Sick pay benefits for a maximum of 340 accumulated days for certified teachers and 240 accumulated days for non certified employees and secretaries. Certified employees are given a TRS credit for up to the first 340 accumulated days. Any residual days are then paid to the employee at one-half the substitute rate. Non-certified employees can vest and receive payment of up to \$15,000 for a maximum of 70% of their accumulated days. The payment is based on the employee's contracted daily rate. Any residual days are sent to IRMF for a service credit.

- G. General Fixed Assets - Amounts expended for acquisition or improvement of land, buildings, equipment, furniture, vehicles and capital construction projects are recorded as expenditures for capital outlay in the funds from which the expenditures are made. All such assets are capitalized as assets in the general fixed assets account group at cost. No depreciation is provided on these assets. ISBE requires calculation of yearly depreciation for use in the

Notes to Financial Statements (Continued)

statistical section of the annual financial report. The District does not maintain a detailed listing (inventory) of fixed assets, thus the general fixed asset account group is not audited.

H. Fund Balance Reporting

According to *Government Accounting Standards*, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. The Regulatory Model, followed by the District, only reports Reserved and Unreserved Fund Balances. Below are definitions of the differences and reconciliation of how these balances are reported.

Nonspendable - Consists of amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The District has no Nonspendable fund balances as of June 30, 2017.

Restricted - Consists of fund balances that are legally restricted by external parties or by law through constitutional provisions or enabling legislation. The District's Restricted fund balances include Debt Service, Tort Immunity, Transportation, Capital Projects, IMRF/Social Security, Fire Prevention and Safety and the Lease levy reported in the Education Fund.

Committed - Consists of fund balances that can only be used for specific purposes pursuant to constraints imposed by formal action by the District's Board of Education, the District's highest level of decision-making authority. This District has no Committed fund balances as of June 30, 2017.

Assigned - Consists of fund balances that are intended to be used for specific purposes but are neither restricted nor committed. Intent is expressed by the District's Board of Education. The District has no Assigned fund balances as of June 30, 2017.

Unassigned - Consists of fund balances that do not meet the definition of "non-spendable", "restricted", "committed" or "assigned" and are available for appropriation in future periods. The District's unassigned fund balances include the unrestricted amount of the Educational Fund, the Operations and Maintenance and Working Cash fund balances.

Regulatory - Fund Balance Definitions

Reserved Fund Balances are those balances that are reserved for a specified purpose, other than the regular purpose of any given fund. Unreserved Fund Balances are all balances that are not reserved for a specific purpose other than the specified purpose of a fund.

Reconciliation of Fund Balance Definitions

The first five columns of the following table represent Fund Balance Reporting according to generally accepted accounting principles. The last two columns represent Fund Balance Reporting under the regulatory basis of accounting utilized in preparation of the financial statements.

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

Fund	Generally Accepted Accounting Principles					Regulatory Basis	
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Financial Statements-Reserved	Financial Statements-Unreserved
Educational	\$ -	\$ 282,605	\$ -	\$ -	\$ 6,387,801	\$ 282,605	\$ 6,387,801
Operations & Maintenance	-	-	-	-	382,858	-	382,858
Debt Service	-	1,886,937	-	-	-	-	1,886,937
Transportation	-	95,665	-	-	-	-	95,665
IMRF/Social Security	-	1,362,428	-	-	-	-	1,362,428
Capital Projects	-	-	-	-	-	-	-
Working Cash	-	-	-	-	7,067,486	-	7,067,486
Tort Immunity	-	2,108,789	-	-	-	-	2,108,789
Fire Prevention and Safety	-	636,769	-	-	-	-	636,769

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

2. CASH AND INVESTMENTS

Various restrictions on deposits and investments are imposed by state statutes. These restrictions are summarized below.

- a. Deposits - Deposits (including certificates of deposit) at any one financial institution may not exceed 75% of the net worth of the institution, and all institutions must furnish the School Board with required financial statements.
- b. Investments - The District may invest in any type of security allowed by Illinois law (Public Funds Investment Act of the State of Illinois: 30ILCS235/I, et. seq. as amended). These investments include bonds, commercial paper and other securities of the United States, short-term discount obligations of the Federal National Mortgage Association, shares and securities issuable by Savings and Loan Associations, Public Teacher's Investment Pools and certificates of deposit from qualified banks.

The deposits held at June 30, 2017, and reported at cost, are as follows:

Type	Cost
Deposits:	
Demand deposits	\$ 20,614,330
Certificates of deposit	269,628
Total Deposits	\$ 20,883,958

Notes to Financial Statements (Continued)

Custodial Credit Risk - Deposits

For a deposit, custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. It is the District's policy to require that all amounts deposited with financial institutions in excess of any insurance limit shall be collateralized by: (1) securities eligible for District investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating services to include Standard & Poor's, Moody's, or Fitch, (2) mortgages, (3) letters of credit issued by a Federal Home Loan Bank, or (4) loans covered by a State Guaranty under the Illinois Farm Development Act. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization. In addition, the preferred method of safekeeping is to have securities registered in the District's name and held by a third-party custodian. At June 30, 2017, none of the District's bank balance of \$23,953,645 was exposed to custodial credit risk.

Custodial Credit Risk - Investments

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by the party who sold the security to the District or its agent but not in the government's name. The District's preferred method for safekeeping is to have the securities registered in the District's name and held by a third-party custodian. The District has no investments as of June 30, 2017.

Investment Interest Rate Risk

Investment interest rate risk is the risk that the market value of securities in the portfolio will fall due to changes in general interest rates. Structuring the investments portfolio so that securities mature to meet cash requirements for ongoing operations may avoid the need to sell securities on the open market prior to maturity. Investing operating funds primarily in shorter-term securities can also reduce this risk. The District's investment policy does not specifically address interest rate risk. The District has no investments as of June 30, 2017.

Concentration of Investment Credit Risk

Concentration of credit risk is required to be disclosed by the District for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the US Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments). The District's investment policy does not specifically address concentration of investment credit risk. The District has no investments as of June 30, 2017.

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9*Notes to Financial Statements (Continued)***3. GENERAL FIXED ASSETS (UNAUDITED)**

The District does not maintain a detail listing (inventory) of fixed assets, thus the information in the general fixed assets account group has not been audited. A summary of the changes in general fixed assets (unaudited) based on group totals is as follows:

	Balance July 1, 2016	Additions/ Transfers	Disposals/ Transfers	Balance, June 30, 2017
<u>Cost</u>				
Land	\$ 388,387	\$ -	\$ -	\$ 388,387
Land improvements	4,102,949	2,578	-	4,105,527
Buildings and improvements	54,680,398	373,988	-	55,054,386
Equipment	20,404,509	889,051	-	21,293,560
Total Cost	\$ 79,576,243	\$ 1,265,617	\$ -	\$ 80,841,860
<u>Accumulated Depreciation</u>				
Land improvements	\$ 2,031,908	\$ 110,482	\$ -	\$ 2,142,390
Buildings and improvements	23,573,584	820,280	-	24,393,864
Equipment	16,415,717	780,349	-	17,196,066
Total Accumulated Depreciation	\$ 42,021,209	\$ 1,711,111	\$ -	\$ 43,732,320

4. GENERAL LONG-TERM DEBT**Changes in Long-Term Debt**

A summary of changes in general long-term debt for the fiscal year ended June 30, 2017 is as follows:

	Balance July 1, 2016	Additions/ Transfers	Disposals/ Transfers	Balance, June 30, 2017
2003 Qualified Zone Academy Bonds	\$ 180,307	\$ -	\$ 90,154	\$ 90,153
2003A Qualified Zone Academy Bonds	131,271	-	65,635	65,636
2011 Working Cash Bonds	4,200,000	-	1,350,000	2,850,000
2013A Working Cash Bonds	9,750,000	-	-	9,750,000
2013B General Obligation School Bonds	2,115,000	-	-	2,115,000
2015 Working Cash Bonds	5,165,000	-	2,560,000	2,605,000
Capital Leases	707,251	34,794	247,948	494,097
Total	\$ 22,248,829	\$ 34,794	\$ 4,313,737	\$ 17,969,886

Payments on bonds and debt certificates are made from the Debt Service Fund. Payments on capital leases are made from the Educational and the Operations and Maintenance Funds.

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

General Obligation Refunding Bonds

During the fiscal year ended June 30, 2013, the District issued \$2,115,000 in General Obligation School Bonds, Series 2013B. The net proceeds of this bond issue were used to repay the Series 2003B Debt Certificates of the District that became callable within 90 days of the date of issuance of the Series 2013 bonds. These General Obligation School Bonds bear interest rates at 3.00% and are due in installments each December 1 and June 1 through December 2019.

Qualified Zone Academy Bonds

During 2003, the District issued a total of \$2,848,387 debt certificates that meet the requirements of and have been approved as qualified zone academy bonds (QZAB). The Series 2003 and 2003A QZAB debt certificates require a private contribution valued at not less than 10 percent of the proceeds of the certificate issue and a separate treasurer's surety bond in the amount of 25% of the issue. The bonds will be repaid by the District at 0% interest in 15 equal annual payments of \$155,788 totaling \$2,336,827. The payments are made one year in arrears into a repayment fund at the buyer's bank and will receive interest at a rate specified by the bidder. At maturity (year ended June 30, 2018), the amounts in the repayment fund will be used to pay the principal amount of the bonds. The market value of the repayment funds at June 30, 2017 was \$2,645,511. The amount the District has paid as of June 30, 2017 is \$1,981,039. These bonds are not secured by taxes.

During 2006, the District issued a total of \$1,551,299 debt certificates that meet the requirements of and have been approved as qualified zone academy bonds (QZAB). The Series 2005 QZAB debt certificates require a private contribution valued at not less than 10 percent of the proceeds of the certificate issue and a separate treasurer's surety bond in the amount of 25% of the issue. The bonds will be repaid by the District in 7 equal annual principal payments of \$170,867 totaling \$1,196,069, and 7 equal interest payments of \$15,513 totaling \$108,591. The payments are made one year in arrears into a repayment fund at the buyer's bank and will receive interest at a rate specified by the bidder. At maturity (year ended June 30, 2018), the amounts in the repayment fund will be used to pay the principal amount of the bonds. The market value of the repayment fund at June 30, 2017 was \$1,463,019. The amount the District has paid as of June 30, 2017 is \$1,196,066. These bonds are not secured by taxes.

Working Cash Bonds

During the fiscal year ended June 30, 2012, the District issued \$6,000,000 in Working Cash Bonds. In August 2011, the Board approved an abatement of the Working Cash Fund in the amount of the bonds less the costs of issuance. The District permanently transferred the funds from the Working Cash Fund to the Operations and Maintenance Fund and then transferred the funds to the Capital Projects Fund. The purpose of the bonds is for the improvement of various District facilities. The Series 2011 bonds are due and payable in varying installments through July 2018, with interest due semiannually at a rate of 1.25% to 2.90%.

During the fiscal year ended June 30, 2013, the District issued \$9,750,000 in Working Cash Bonds. In November 2012, the Board approved an abatement of the Working Cash Fund for a portion of the proceeds of the bonds issued. The District permanently transferred the funds from the Working Cash Fund to the Education Fund. The purpose of the bonds to increase the Working Cash Fund. The Series

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

2013A bonds are due and payable in varying installments through December 2024, with interest due semiannually at a rate of 2.50% to 3.50%.

During the fiscal year ended June 30, 2016, the District issued \$5,165,000 in Working Cash Bonds. In May 2016, the Board approved an abatement of the Working Cash Fund for a portion of the proceeds of the bonds issued. The District permanently transferred the funds from the Working Cash Fund to the Debt Service Fund. The purpose of the bonds is to increase the Working Cash Fund. The Series 2015 bonds are due and payable in varying installments through December 2017, with interest due semiannually at a rate of 1.45 to 2.00%.

The annual requirements to retire the general obligation refunding bonds, qualified zone academy bonds and working cash bonds are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2018	\$ 4,160,789	\$ 441,385	\$ 4,602,174
2019	3,000,000	355,485	3,355,485
2020	1,610,000	292,298	1,902,298
2021	1,670,000	248,215	1,918,215
2022	1,740,000	200,440	1,940,440
2023-2025	5,295,000	261,625	5,556,625
Total	\$ 17,475,789	\$ 1,799,448	\$ 19,275,237

Capital Leases

During a prior fiscal year, the District entered into a lease that was classified as a capital lease to finance the upgrade of an outdoor lighting system. The lease called for annual payments of principal and interest of \$20,653. The interest rate on this lease was 4.85% and the final maturity date was March 12, 2017.

During a prior fiscal year, the District entered into a lease that was classified as a capital lease to finance the purchase of technology equipment. The lease called for annual payments of principal and interest of \$73,811. The interest rate on this lease was 2.59% and the final maturity date was July 26, 2016.

During a prior fiscal year, the District entered into a lease that was classified as a capital lease to finance the purchase of technology equipment. The lease calls for annual payments of principal and interest of \$106,623. The interest rate on this lease is 2.14% and the final maturity date is August 27, 2020.

During a prior fiscal year, the District entered into a lease that was classified as a capital lease to finance the purchase of office equipment. The lease calls for annual payments of principal and interest of \$50,688. The interest rate on this lease is 0.069% and the final maturity date is July 1, 2018.

During the fiscal year ended June 30, 2017, the District entered into a lease that was classified as a capital lease to finance the purchase of technology equipment. The lease calls for annual payments of

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

principal and interest of \$13,179. The interest rate on this lease is 9.00% and the final maturity date is June 1, 2020.

The following is a schedule of future minimum lease payments under the capital leases with the present value of the net minimum lease payments as of June 30, 2017:

<u>Year Ending June 30,</u>	<u>Total</u>
2018	\$ 170,490
2019	124,026
2020	119,802
2021	106,624
Total future minimum lease payments	520,942
Less amount representing interest	(26,845)
Present value of future minimum lease payments	<u>\$ 494,097</u>

Legal Debt Margin

The District's legal debt margin, computed in accordance with Illinois state statutes, is as follows:

Assessed valuation, January 1, 2016	<u>\$ 492,856,720</u>
Legal debt limit at 13.8% of assessed valuation	\$ 68,014,227
General obligation bonds outstanding, June 30, 2017	(2,115,000)
Qualified Zone Academy bonds outstanding, June 30, 2017	(155,789)
Working cash bonds outstanding, June 30, 2017	(15,205,000)
Capital leases outstanding, June 30, 2017	<u>(494,097)</u>
Legal Debt Margin	<u>\$ 50,044,341</u>

5. RETIREMENT FUND COMMITMENTS

Illinois Municipal Retirement

Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the paragraphs that follow. 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

Notes to Financial Statements (Continued)

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.

Funding Policy and Contributions

As set by statute, the Regular plan members are required to contribute 4.50 percent 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 employer annual required contribution rate for calendar years 2017 and 2016 was 13.05 percent and 13.51 percent of annual covered payroll, respectively. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011 are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of qualifying service credit. Participating members 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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final Rate of Earnings is the highest total earnings during any 48 consecutive months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3 percent 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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent 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 IMRF service, divided by 96. Under Tier 2, the pension is increased by the lesser of 3 percent or 1/2 of the original pension amount of the increase in the consumer price index of the original amount on January 1 every year after retirement upon reaching age 67.

For purposes of pension plan administration, the IMRF has grouped the participating employees of the District with those of Region 1.

For the fiscal year ended June 30, 2017, the District's and Region's contributions were \$1,131,967.

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.

For purposes of pension plan administration, TRS has grouped the participating employees of the District with those of Region 1.

Benefits Provided

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

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

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

Contributions

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

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

contribution rate for the year ended June 30, 2017, was 9.0 percent of creditable earnings. On July 1, 2016, the rate dropped from 9.4 to 9.0 percent due to the expiration of the Early Retirement Option (ERO). The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

- **On-behalf contributions to TRS.** The State of Illinois makes employer pension contributions on behalf of the District and Region 1. For the fiscal year ended June 30, 2017, State of Illinois contributions were based on the state's proportionate share of the collective net pension liability associated with employer, or approximately \$22,156,297. The District and Region 1 did not recognize this amount as revenue or expense in the financial statements for the pension contribution that the State of Illinois paid directly to TRS.
- **2.2 formula contributions.** Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2017 were approximately \$165,600.
- **Federal and special trust fund contributions.** When TRS members are paid from federal and special trust funds administered by the District and Region 1, there is a statutory requirement for the District and Region 1 to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that has been in effect since the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS. Public Act 98-0674 now requires the two rates to be the same.

For the year ended June 30, 2017, the employer pension contribution was 38.54 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2017, salaries totaling approximately \$1,388,300 were paid from federal and special trust funds that required employer contributions of approximately \$535,100.

- **Employer retirement cost contributions.** The District and Region 1 are also required to make one-time employer contributions 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 program that ended on June 30, 2016 is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2017, the District and Region 1 were not required to make a payment to TRS for employer ERO contributions for retirements that occurred before July 1, 2016.

The employer is also required to make a one-time contribution to TRS for member granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2017, the employer paid approximately \$2,300 to TRS for employer contributions due on salary increases in excess of 6 percent. The District was not required to make a payment for sick leave days granted in excess of the normal annual allotment.

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

Further Information

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

Teacher Health Insurance Security Fund (THIS)

The District and Region 1 participate 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 does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

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

For purposes of THIS plan administration, THIS has grouped the participating employees of the District with Region 1.

- **On behalf contributions to THIS Fund.** The State of Illinois makes employer retiree health insurance contributions on behalf of the District and Region 1. State contributions are intended to match contributions to THIS Fund from active members which were 1.12 percent of pay during the year ended June 30, 2017. State of Illinois contributions were approximately \$319,700. The District and Region 1 did not recognize this amount as revenue or expense in the financial statements.
- **Employer contributions to THIS Fund.** The District and Region 1 also make contributions to THIS Fund. The employer THIS Fund contribution was 0.84 percent during the year ended June 30, 2017. For the year ended June 30, 2017, the District and Region 1 paid approximately \$239,800 to the THIS Fund.

Further Information on THIS fund

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

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

6. SPECIAL TAX LEVIES

Revenue from the tort immunity special tax levy and the related expenditures are recorded in the Tort Immunity Fund. Revenue from the Fire Prevention and Safety special tax levy and the related expenditures are recorded in the Fire Prevention and Safety Fund. In accordance with the Illinois School Code, the accumulated balance related to these levies may only be expended for specified purposes.

7. INTERFUND TRANSFERS

During the year ended June 30, 2017, the District completed one permanent transfer as follows:

- \$155,788 was transferred from the Operations and Maintenance Fund to the Debt Service Fund to pay amounts due on qualified zone academy bonds.

During the year ended June 30, 2017, the District completed a loan of \$1,000,000 from the Educational Fund to the Transportation Fund.

8. PROPERTY TAXES

The following are the tax rates applicable to the 2016 levy per \$100 of assessed valuation:

Educational	\$2.5500
Operations and maintenance	.5000
Transportation	.2000
Retirement	.1725
Social security	.1725
Bond and interest	.9151
Tort immunity	.3044
Fire prevention and safety	.0500
Special education	.0400
Working cash	.0500
Lease	<u>.0500</u>
Total	<u>\$5.0045</u>

9. INSURANCE PROGRAM

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters.

The District, along with various other local school districts, participates in the Mississippi Valley Intergovernmental Cooperative ("MVIC"), an insurance association for medical, workers' compensation, general liability, and property and casualty insurance. The purpose of MVIC is to distribute the cost of self-insurance over similar entities. MVIC requires an annual premium payment

GRANITE CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 9

Notes to Financial Statements (Continued)

to cover estimated claims payable and reserves for claims from each entity. The members of MVIC have no legal interest in assets, liabilities, or fund balances of the insurance association. However, the District retains a contingent liability to fund its pro rata share of any deficit incurred by MVIC should it cease operations at some future date. The District's premium payments to MVIC were combined with Region 1's for the fiscal year ended June 30, 2017 and totaled approximately \$7,672,000 for all related covered insurance.

Settled claims have not exceeded insurance coverage in any of the past three years.

10. OPERATING LEASES

The District has entered into various leases for office and computer equipment considered as operating leases. Future minimum lease payments are as follows:

<u>Year Ending June 30,</u>	<u>Total</u>
2018	\$ 9,150
2019	6,042
2020	<u>6,042</u>
Total	<u><u>\$ 21,234</u></u>

Current year rental costs related to these leases was approximately \$9,150.

11. TAX ANTICIPATION WARRANTS

There were no tax anticipation warrants issued, returned, or outstanding for the fiscal year ended June 30, 2017.

12. COMMITMENTS AND CONTINGENCIES

The District has entered into a contract for construction and remodeling at various schools in the amount of \$100,111, none of which has been paid as of June 30, 2017.

Certain revenues received from the Federal and state governments in the current and prior years are subject to audits by the granting agencies. Management believes adjustments, if any, arising from these audits will not be significant.

The District is involved in certain litigation occurring in the normal course of operations. The District has engaged legal counsel and intends to vigorously defend against any claim. The outcome of this litigation is uncertain and the resulting liability, if any, cannot be determined. However, it is at least reasonably possible that a liability could result in the near future.

Notes to Financial Statements (Continued)

The District has agreed to provide a \$5,000 life insurance benefit to certain employees. The estimated cost to settle all remaining claims incurred through June 30, 2017 is \$35,000 and is not recorded in the financial statements.

13. POST EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note 5, the District pays the HMO premium for all certified retired individuals to TRS for the retiree's health insurance. The retirees can participate until age 65. During the current year, 56 retirees participated in this program. The cost to the District is approximately \$13,000 per month as of June 30, 2017.

In addition to the pension benefits described in Note 5, the District allows non-certified employees who retire from the District to participate in the District's health insurance plan. Upon meeting the retirement requirements of IMRF, the employees can elect to participate in the District's plan. The retirees, with the exception of secretaries, must pay 100% of their coverage for the plan in which they elect to participate. The premiums are based on the single blended rate used for both active and inactive employees and retirees. The difference between the amount the retiree is required to pay and the actual cost to the District is considered to be a post-employment benefit. The District has not established an irrevocable trust fund for the accumulation of resources for the future payment of benefits under the plan; benefits are paid on a pay as you go basis. A stand-alone financial report is not available for the plan. During the year, 27 retirees participated in the District's post-employment insurance plan.

14. TAX ABATEMENTS

The District is subject to tax abatements granted by Madison County, Illinois through the Gateway Commerce Center Enterprise Zone and the Southwestern Madison County Enterprise Zone programs. These programs have the stated purpose of promoting and encouraging economic development within the designated areas.

Under the Gateway Commerce Center Enterprise Zone program, a contiguous area in portions of unincorporated Madison County and the municipalities of Edwardsville and Pontoon Beach were designed as an Illinois Enterprise Zone area on September 8, 1997. Property owners that improve and/or renovate industrial, commercial, or manufacturing property within the Zone are eligible to receive a ten-year abatement of property taxes on the assessed value of the improvements and/or renovations.

Under the Southwestern Madison County Enterprise Zone program, a contiguous area in portions of unincorporated Madison County and the municipalities of Granite City, Madison, and Venice were designed as an Illinois Enterprise Zone area on January 1, 2016. Property owners that improve and/or renovate industrial, commercial, or manufacturing property within the Zone are eligible to receive four-year abatement of property taxes on the assessed value of the improvements and/or renovations.

As of June 30, 2017, the District's property tax revenues from the 2015 tax levy, which was used to finance the operations of the fiscal year ended June 30, 2017, were reduced by approximately \$1,600,000 as a result of these programs.

	A	B	C	D	E	F
1	SCHEDULE OF AD VALOREM TAX RECEIPTS					
2	Description	Taxes Received	Taxes Received	Taxes Received	Total Estimated Taxes	Estimated Taxes Due
3	(Enter Whole Dollars)	7-1-16 Thru 6-30-17	(from the 2016 Levy)	(from 2015 & Prior	(from the 2016 Levy)	(from the 2016 Levy)
		(from 2015 Levy & Prior Levies) *		Levies)		
				(Column B - C)		(Column E - C)
4	Educational	12,251,224	812,742	11,438,482	12,442,168	11,629,426
5	Operations & Maintenance	2,402,197	159,361	2,242,836	2,439,641	2,280,280
6	Debt Services **	4,436,883	291,662	4,145,221	4,465,031	4,173,369
7	Transportation	960,870	63,744	897,126	975,856	912,112
8	Municipal Retirement	840,414	54,980	785,434	841,676	786,696
9	Capital Improvements	0		0		0
10	Working Cash	240,217	15,936	224,281	243,964	228,028
11	Tort Immunity	1,482,652	97,019	1,385,633	1,485,253	1,388,234
12	Fire Prevention & Safety	240,217	15,936	224,281	243,964	228,028
13	Leasing Levy	240,217	15,936	224,281	243,964	228,028
14	Special Education	192,179	12,749	179,430	195,171	182,422
15	Area Vocational Construction	0		0		0
16	Social Security/Medicare Only	812,621	54,980	757,641	841,676	786,696
17	Summer School	0		0		0
18	Other (Describe & Itemize)	0		0		0
19	Totals	24,099,691	1,595,045	22,504,646	24,418,364	22,823,319
20						
21	* The formulas in column B are unprotected to be overridden when reporting on a ACCRUAL basis.					
22	** All tax receipts for debt service payments on bonds must be recorded on line 6 (Debt Services).					

	A	B	C	D	E	F	G	H	I	J
1	SCHEDULE OF SHORT-TERM DEBT									
2	Description (Enter Whole Dollars)	Outstanding Beginning 07/01/16	Issued 07/01/16 Through 06/30/17	Retired 07/01/16 Through 06/30/17	Outstanding Ending 06/30/17					
3	CORPORATE PERSONAL PROPERTY REPLACEMENT TAX									
4	ANTICIPATION NOTES (CPPRT)									
5	Total CPPRT Notes				0					
6	TAX ANTICIPATION WARRANTS (TAW)									
7	Educational Fund				0					
8	Operations & Maintenance Fund				0					
9	Debt Services - Construction				0					
10	Debt Services - Working Cash				0					
11	Debt Services - Refunding Bonds				0					
12	Transportation Fund				0					
13	Municipal Retirement/Social Security Fund				0					
14	Fire Prevention & Safety Fund				0					
15	Other - (Describe & Itemize)				0					
16	Total TAWs	0	0	0	0					
17	TAX ANTICIPATION NOTES (TAN)									
18	Educational Fund				0					
19	Operations & Maintenance Fund				0					
20	Fire Prevention & Safety Fund				0					
21	Other - (Describe & Itemize)				0					
22	Total TANs	0	0	0	0					
23	TEACHERS'EMPLOYEES' ORDERS (T/EO)									
24	Total T/EOs (Educational, Operations & Maintenance, & Transportation Funds)				0					
25	GENERAL STATE-AID ANTICIPATION CERTIFICATES (GSAAC)									
26	Total GSAACs (All Funds)				0					
27	OTHER SHORT-TERM BORROWING									
28	Total Other Short-Term Borrowing (Describe & Itemize)				0					
29	SCHEDULE OF LONG-TERM DEBT									
30	Identification or Name of Issue	Date of Issue (mm/dd/yy)	Amount of Original Issue	Type of Issue *	Outstanding Beginning 07/1/16	Issued 7/1/16 thru 6/30/17	Any differences described and itemized	Retired 7/1/16 thru 6/30/17	Outstanding Ending 6/30/17	Amount to be Provided for Payment on Long- Term Debt
31	2003A QAZB Debt Certificates	05/13/03	1,200,000	7	131,271			65,635	65,636	65,636
32	2003 QZAB Debt Certificates	04/15/03	1,648,387	7	180,307			90,154	90,153	90,153
33	2011 Working Cash Bonds	07/28/11	6,000,000	1	4,200,000			1,350,000	2,850,000	2,850,000
34	2013A Working Cash Bonds	03/05/13	9,750,000	1	9,750,000				9,750,000	7,863,063
35	2013B General Obligation School Bonds	03/05/13	2,115,000	3	2,115,000				2,115,000	2,115,000
36	2015 Working Cash Bonds	08/11/15	5,165,000	1	5,165,000			2,560,000	2,605,000	2,605,000
37	Capital Lease - Lighting	02/10/12	89,518	8	19,677		(19,677)		0	
38	Capital Lease - Technology Equipment	04/01/16	215,365	8	71,926		(71,926)		0	
39	Capital Lease - Technology Equipment	05/03/16	510,126	8	510,126		(105,714)		404,412	404,412
40	Capital Lease - Copiers	04/01/16	118,174	8	105,522		(50,631)		54,891	54,891
41	Capital Lease - Technology Equipment	04/26/17	34,794	8			34,794		34,794	34,794
42									0	
43									0	
44									0	
45									0	
46									0	
47									0	
48									0	
49			26,846,364		22,248,829	0	(213,154)	4,065,789	17,969,886	16,082,949
50										
51	* Each type of debt issued must be identified separately with the amount:									
52	1. Working Cash Fund Bonds	4. Fire Prevent, Safety, Environmental and Energy Bonds	7. Other	Qualified Zone Academy						
53	2. Funding Bonds	5. Tort Judgment Bonds	8. Other	Capital Lease						
54	3. Refunding Bonds	6. Building Bonds	9. Other							

Schedule of Restricted Local Tax Levies and Selected Revenues Sources
Schedule of Tort Immunity Expenditures

	A	B	C	D	E	F	G	H	I	J	K				
1	SCHEDULE OF RESTRICTED LOCAL TAX LEVIES AND SELECTED REVENUE SOURCES														
2	Description (Enter Whole Dollars)					Account No	Tort Immunity ^a	Special Education	Area Vocational Construction	School Facility Occupation Taxes ^b	Driver Education				
3	Cash Basis Fund Balance as of July 1, 2016														
4	RECEIPTS:														
5	Ad Valorem Taxes Received by District					10, 20, 40 or 50-1100		192,179							
6	Earnings on Investments					10, 20, 40, 50 or 60-1500									
7	Drivers' Education Fees					10-1970									
8	School Facility Occupation Tax Proceeds					30 or 60-1983									
9	Driver Education					10 or 20-3370					45,551				
10	Other Receipts (Describe & Itemize on tab "Itemization 32")					--									
11	Sale of Bonds					10, 20, 40 or 60-7200									
12	Total Receipts						0	192,179	0	0	45,551				
13	DISBURSEMENTS:														
14	Instruction					10 or 50-1000									
15	Facilities Acquisition & Construction Services					20 or 60-2530									
16	Tort Immunity Services					10, 20, 40-2360-2370									
17	DEBT SERVICE														
18	Debt Services - Interest on Long-Term Debt					30-5200									
19	Debt Services - Principal Payments on Long-Term Debt (Lease/ Purchase Principal Retired)					30-5300									
20	Debt Services Other (Describe & Itemize on tab "Itemization 32")					30-5400									
21	Total Debt Services									0					
22	Other Disbursements (Describe & Itemize on tab "Itemization 32")					--									
23	Total Disbursements						0	0	0	0	0				
24	Ending Cash Basis Fund Balance as of June 30, 2017						0	192,179	0	0	45,551				
25	Reserved Fund Balance					714									
26	Unreserved Fund Balance					730	0	192,179	0	0	45,551				
27															
28	SCHEDULE OF TORT IMMUNITY EXPENDITURES^a														
30	Yes <input type="checkbox"/> No <input type="checkbox"/> Has the entity established an insurance reserve pursuant to 745 ILCS 10/9-103?														
31	If yes, list in the aggregate the following:														
32	<table border="1"> <tr> <td>Total Claims Payments:</td> <td></td> </tr> <tr> <td>Total Reserve Remaining:</td> <td></td> </tr> </table>											Total Claims Payments:		Total Reserve Remaining:	
Total Claims Payments:															
Total Reserve Remaining:															
33	Using the following categories, list all other Tort Immunity expenditures <u>not</u>														
34	included in line 30 above. Include the total dollar amount for each category.														
35	Expenditures:														
36	Workers' Compensation Act and/or Workers' Occupational Disease Act														
37	Unemployment Insurance Act														
38	Insurance (Regular or Self-Insurance)														
39	Risk Management and Claims Service														
40	Judgments/Settlements														
41	Educational, Inspectional, Supervisory Services Related to Loss Prevention and/or Reduction														
42	Reciprocal Insurance Payments (Insurance Code 72, 76, and 81)														
43	Legal Services														
44	Principal and Interest on Tort Bonds														
46	^a Schedules for Tort Immunity are to be completed <u>only</u> if expenditures have been reported in any fund other than the Tort Immunity Fund (80) during the fiscal year as a result of existing (restricted) fund balances														
47	in those other funds that are being spent down. Cell G6 above should include interest earnings only from these restricted tort immunity monies and only if reported in a fund <u>other</u> than Tort Immunity Fund (80).														
48	^b 55 ILCS 5/5-1006.7														

	A	B	C	D	E	F	G	H	I	J	K	L
1	Schedule of Capital Outlay and Depreciation											
2	Description of Assets (Enter Whole Dollars)	Acct #	Cost Beginning 7/1/16	Add: Additions 2016-2017	Less: Deletions 2016-2017	Cost Ending 6/30/17	Life In Years	Accumulated Depreciation Beginning 7/1/16	Add: Depreciation Allowable 2016-2017	Less: Depreciation Deletions 2016-2017	Accumulated Depreciation Ending 6/30/17	Ending Balance Undepreciated 6/30/17
3	Works of Art & Historical Treasures	210				0					0	0
4	Land	220										
5	Non-Depreciable Land	221	388,387			388,387						388,387
6	Depreciable Land	222				0	50				0	0
7	Buildings	230										
8	Permanent Buildings	231	54,680,398	373,988		55,054,386	50	23,573,584	820,280		24,393,864	30,660,522
9	Temporary Buildings	232				0	20				0	0
10	Improvements Other than Buildings (Infrastructure)	240	4,102,949	2,578		4,105,527	20	2,031,908	110,482		2,142,390	1,963,137
11	Capitalized Equipment	250										
12	10 Yr Schedule	251	19,407,377	881,295		20,288,672	10	15,592,194	711,934		16,304,128	3,984,544
13	5 Yr Schedule	252	997,132	7,756		1,004,888	5	823,523	68,415		891,938	112,950
14	3 Yr Schedule	253				0	3				0	0
15	Construction in Progress	260				0	--					0
16	Total Capital Assets	200	79,576,243	1,265,617	0	80,841,860		42,021,209	1,711,111	0	43,732,320	37,109,540
17	Non-Capitalized Equipment	700				627,148	10		62,715			
18	Allowable Depreciation								1,773,826			

	A	B	C	D	E	F
1	ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2016-2017)					
2	<i>This schedule is completed for school districts only.</i>					
3						
4	Fund	Sheet, Row	ACCOUNT NO - TITLE		Amount	
5						
80	PER CAPITA TUITION CHARGE					
81						
82	LESS OFFSETTING RECEIPTS/REVENUES:					
83	TR	Revenues 9-14, L42, Col F	1411	Regular -Transp Fees from Pupils or Parents (In State)	\$	0
84	TR	Revenues 9-14, L44, Col F	1413	Regular - Transp Fees from Other Sources (In State)		0
85	TR	Revenues 9-14, L45, Col F	1415	Regular - Transp Fees from Co-curricular Activities (In State)		19,665
86	TR	Revenues 9-14, L46, Col F	1416	Regular Transp Fees from Other Sources (Out of State)		0
87	TR	Revenues 9-14, L51, Col F	1431	CTE - Transp Fees from Pupils or Parents (In State)		0
88	TR	Revenues 9-14, L53, Col F	1433	CTE - Transp Fees from Other Sources (In State)		0
89	TR	Revenues 9-14, L54, Col F	1434	CTE - Transp Fees from Other Sources (Out of State)		0
90	TR	Revenues 9-14, L55, Col F	1441	Special Ed - Transp Fees from Pupils or Parents (In State)		0
91	TR	Revenues 9-14, L57, Col F	1443	Special Ed - Transp Fees from Other Sources (In State)		0
92	TR	Revenues 9-14, L58, Col F	1444	Special Ed - Transp Fees from Other Sources (Out of State)		0
93	ED	Revenues 9-14, L75, Col C	1600	Total Food Service		451,828
94	ED-O&M	Revenues 9-14, L82, Col C,D	1700	Total District/School Activity Income		84,073
95	ED	Revenues 9-14, L84, Col C	1811	Rentals - Regular Textbooks		63,351
96	ED	Revenues 9-14, L87, Col C	1819	Rentals - Other (Describe & Itemize)		0
97	ED	Revenues 9-14, L88, Col C	1821	Sales - Regular Textbooks		0
98	ED	Revenues 9-14, L91, Col C	1829	Sales - Other (Describe & Itemize)		0
99	ED	Revenues 9-14, L92, Col C	1890	Other (Describe & Itemize)		6,379
100	ED-O&M	Revenues 9-14, L95, Col C,D	1910	Rentals		77,290
101	ED-O&M-TR	Revenues 9-14, L98, Col C,D,F	1940	Services Provided Other Districts		0
102	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L104, Col C,D,E,F,G	1991	Payment from Other Districts		0
103	ED	Revenues 9-14, L106, Col C	1993	Other Local Fees (Describe & Itemize)		0
104	ED-O&M-TR	Revenues 9-14, L131, Col C,D,F	3100	Total Special Education		2,820,144
105	ED-O&M-MR/SS	Revenues 9-14, L140, Col C,D,G	3200	Total Career and Technical Education		44,439
106	ED-MR/SS	Revenues 9-14, L144, Col C,G	3300	Total Bilingual Ed		1,514
107	ED	Revenues 9-14, L145, Col C	3360	State Free Lunch & Breakfast		11,884
108	ED-O&M-MR/SS	Revenues 9-14, L146, Col C,D,G	3365	School Breakfast Initiative		0
109	ED-O&M	Revenues 9-14, L147, Col C,D	3370	Driver Education		45,551
110	ED-O&M-TR-MR/SS	Revenues 9-14, L154, Col C,D,F,G	3500	Total Transportation		1,509,606
111	ED	Revenues 9-14, L155, Col C	3610	Learning Improvement - Change Grants		0
112	ED-O&M-TR-MR/SS	Revenues 9-14, L156, Col C,D,F,G	3660	Scientific Literacy		0
113	ED-TR-MR/SS	Revenues 9-14, L157, Col C,F,G	3695	Truant Alternative/Optional Education		0
114	ED-TR-MR/SS	Revenues 9-14, L159, Col C,F,G	3715	Reading Improvement Block Grant		0
115	ED-TR-MR/SS	Revenues 9-14, L160, Col C,F,G	3720	Reading Improvement Block Grant - Reading Recovery		0
116	ED-TR-MR/SS	Revenues 9-14, L161, Col C,F,G	3725	Continued Reading Improvement Block Grant		0
117	ED-TR-MR/SS	Revenues 9-14, L162, Col C,F,G	3726	Continued Reading Improvement Block Grant (2% Set Aside)		0
118	ED-O&M-TR-MR/SS	Revenues 9-14, L163, Col C,D,F,G	3766	Chicago General Education Block Grant		0
119	ED-O&M-TR-MR/SS	Revenues 9-14, L164, Col C,D,F,G	3767	Chicago Educational Services Block Grant		0
120	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L165, Col C,D,E,F,G	3775	School Safety & Educational Improvement Block Grant		0
121	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L166, Col C,D,E,F,G	3780	Technology - Technology for Success		0
122	ED-TR	Revenues 9-14, L167, Col C,F	3815	State Charter Schools		0
123	O&M	Revenues 9-14, L170, Col D	3925	School Infrastructure - Maintenance Projects		0
124	ED-O&M-DS-TR-MR/SS-Tort	Revenues 9-14, L171, Col C-G,J	3999	Other Restricted Revenue from State Sources		0
125	ED	Revenues 9-14, L180, Col C	4045	Head Start (Subtract)		0
126	ED-O&M-TR-MR/SS	Revenues 9-14, L184, Col C,D,F,G	-	Total Restricted Grants-In-Aid Received Directly from Federal Govt		0
127	ED-O&M-TR-MR/SS	Revenues 9-14, L191, Col C,D,F,G	-	Total Title VI		0
128	ED-MR/SS	Revenues 9-14, L201, Col C,G	-	Total Food Service		2,552,106
129	ED-O&M-TR-MR/SS	Revenues 9-14, L211, Col C,D,F,G	-	Total Title I		1,952,885
130	ED-O&M-TR-MR/SS	Revenues 9-14, L216, Col C,D,F,G	-	Total Title IV		0
131	ED-O&M-TR-MR/SS	Revenues 9-14, L220, Col C,D,F,G	4620	Fed - Spec Education - IDEA - Flow Through		1,390,875
132	ED-O&M-TR-MR/SS	Revenues 9-14, L221, Col C,D,F,G	4625	Fed - Spec Education - IDEA - Room & Board		118,766
133	ED-O&M-TR-MR/SS	Revenues 9-14, L222, Col C,D,F,G	4630	Fed - Spec Education - IDEA - Discretionary		0
134	ED-O&M-TR-MR/SS	Revenues 9-14, L223, Col C,D,F,G	4699	Fed - Spec Education - IDEA - Other (Describe & Itemize)		0
135	ED-O&M-MR/SS	Revenues 9-14, L228, Col C,D,G	4700	Total CTE - Perkins		52,282
160	ED-O&M-DS-TR-MR/SS-Tort	Revenue Adjustments (C231 thru J258)	4800	Total ARRA Program Adjustments		0
161	ED	Revenues 9-14, L260, Col C	4901	Race to the Top		0
162	ED-O&M-DS-TR-MR/SS-Tort	Revenues 9-14, L261, Col C-G,J	4902	Race to the Top-Preschool Expansion Grant		0
163	ED,O&M,M/SS	Revenues 9-14, L262, Col C,D,G	4904	Advanced Placement Fee/International Baccalaureate		0
164	ED-TR-MR/SS	Revenues 9-14, L263, Col C,F,G	4905	Title III - Immigrant Education Program (IEP)		0
165	ED-TR-MR/SS	Revenues 9-14, L264, Col C,F,G	4909	Title III - Language Inst Program - Limited Eng (LIPLEP)		0
166	ED-TR-MR/SS	Revenues 9-14, L265, Col C,F,G	4910	Learn & Serve America		0
167	ED-O&M-TR-MR/SS	Revenues 9-14, L266, Col C,D,F,G	4920	McKinney Education for Homeless Children		0
168	ED-O&M-TR-MR/SS	Revenues 9-14, L267, Col C,D,F,G	4930	Title II - Eisenhower Professional Development Formula		0
169	ED-O&M-TR-MR/SS	Revenues 9-14, L268, Col C,D,F,G	4932	Title II - Teacher Quality		297,683
170	ED-O&M-TR-MR/SS	Revenues 9-14, L269, Col C,D,F,G	4960	Federal Charter Schools		0
171	ED-O&M-TR-MR/SS	Revenues 9-14, L270, Col C,D,F,G	4991	Medicaid Matching Funds - Administrative Outreach		133,266
172	ED-O&M-TR-MR/SS	Revenues 9-14, L271, Col C,D,F,G	4992	Medicaid Matching Funds - Fee-for-Service Program		350,761
173	ED-O&M-TR-MR/SS	Revenues 9-14, L272, Col C,D,F,G	4999	Other Restricted Revenue from Federal Sources (Describe & Itemize)		492,074
174						
175	Total Deductions for PCTC Computation Line 83 through Line 173					\$ 12,476,422
176	Net Operating Expense for Tuition Computation (Line 76 minus Line 175)					43,567,067
177	Total Depreciation Allowance (from page 27, Line 18, Col I)					1,773,826
178	Total Allowance for PCTC Computation (Line 176 minus Line 177)					45,340,893
179	9 Month ADA (from the GSA Claimable for 2016-2017 Payable in 2017-2018 (ISBE form 54-33, Line 12))					5,340.50
180	Total Estimated PCTC (Line 178 divided by Line 179)*					\$ 8,490.01
181						
182	* The total OEPP/PCTC may change based on the data provided. The final amounts will be calculated by ISBE					

ESTIMATED INDIRECT COST DATA

	A	B	C	D	E	F	G	H
1	ESTIMATED INDIRECT COST RATE DATA							
2	SECTION I							
3	Financial Data To Assist Indirect Cost Rate Determination							
4	<i>(Source document for the computation of the Indirect Cost Rate is found in the "Expenditures 15-22" tab.)</i>							
5	ALL OBJECTS EXCLUDE CAPITAL OUTLAY. With the exception of line 11, enter the disbursements/expenditures included within the following functions charged directly to and reimbursed from federal grant programs. Also, include all amounts paid to or for other employees within each function that work with specific federal grant programs in the same capacity as those charged to and reimbursed from the same federal grant programs. For example, if a district received funding for a Title I clerk, all other salaries for Title I clerks performing like duties in that function must be included. Include any benefits and/or purchased services paid on or to persons whose salaries are classified as direct costs in the function listed.							
6	Support Services - Direct Costs (1-2000) and (5-2000)							
7	Direction of Business Support Services (1-2510) and (5-2510)							
8	Fiscal Services (1-2520) and (5-2520)							
9	Operation and Maintenance of Plant Services (1, 2, and 5-2540)							
10	Food Services (1-2560) <i>Must be less than (P16, Col E-F, L62)</i>				1,026,535			
11	Value of Commodities Received for Fiscal Year 2017 <i>(Include the value of commodities when determining if a Single Audit is required).</i>				390,115			
12	Internal Services (1-2570) and (5-2570)							
13	Staff Services (1-2640) and (5-2640)							
14	Data Processing Services (1-2660) and (5-2660)							
15	SECTION II							
16	Estimated Indirect Cost Rate for Federal Programs							
17				Restricted Program		Unrestricted Program		
18		Function	Indirect Costs	Direct Costs	Indirect Costs	Direct Costs		
19	Instruction	1000		35,136,341		35,136,341		
20	Support Services:							
21	Pupil	2100		2,820,446		2,820,446		
22	Instructional Staff	2200		566,113		566,113		
23	General Admin.	2300		1,751,040		1,751,040		
24	School Admin	2400		2,986,805		2,986,805		
25	Business:							
26	Direction of Business Spt. Srv.	2510	170,274	4,754	170,274	4,754		
27	Fiscal Services	2520	498,444	0	498,444	0		
28	Oper. & Maint. Plant Services	2540		6,981,739	6,981,739	0		
29	Pupil Transportation	2550		4,408,119		4,408,119		
30	Food Services	2560		2,193,711		2,193,711		
31	Internal Services	2570	195,488	0	195,488	0		
32	Central:							
33	Direction of Central Spt. Srv.	2610		0		0		
34	Plan, Rsrch, Dvlp, Eval. Srv.	2620		0		0		
35	Information Services	2630		0		0		
36	Staff Services	2640	383,129	0	383,129	0		
37	Data Processing Services	2660	1,148,027	0	1,148,027	0		
38	Other:	2900		3,983		3,983		
39	Community Services	3000		179,225		179,225		
40	Total		2,395,362	57,032,276	9,377,101	50,050,537		
41			Restricted Rate		Unrestricted Rate			
42			Total Indirect Costs:	2,395,362	Total Indirect costs:	9,377,101		
43			Total Direct Costs:	57,032,276	Total Direct Costs:	50,050,537		
44			=	4.20%	=	18.74%		
45								

	A	B	C	D	E	F	G
1	REPORT ON SHARED SERVICES OR OUTSOURCING						
2	School Code, Section 17-1.1 (Public Act 97-0357)						
3	Fiscal Year Ending June 30, 2017						
5	Complete the following for attempts to improve fiscal efficiency through shared services or outsourcing in the prior, current and next fiscal years.						
6	Granite City Community Unit No. 9						
7	41-057-0090-26						
8	<input type="checkbox"/> Check if the schedule is not applicable.	Prior Fiscal Year	Current Fiscal Year	Next Fiscal Year	Name of the Local Education Agency (LEA) Participating in the Joint Agreement, Cooperative or Shared Service.		
9	Indicate with an (X) If Deficit Reduction Plan Is Required in the Budget ➡				(Limit text to 200 characters, for additional space use line 33 and 38)		
10	Service or Function (Check all that apply)			Barriers to Implementation			
11	Curriculum Planning						
12	Custodial Services						
13	Educational Shared Programs						
14	Employee Benefits	X	X		Alton #11, Cahokia #187, Calhoun #40, Columbia #44		
15	Energy Purchasing						
16	Food Services						
17	Grant Writing						
18	Grounds Maintenance Services						
19	Insurance	X	X		Alton #11, Cahokia #187, Collinsville #10, Columbia #44		
20	Investment Pools						
21	Legal Services						
22	Maintenance Services						
23	Personnel Recruitment						
24	Professional Development						
25	Shared Personnel						
26	Special Education Cooperatives						
27	STEM (science, technology, engineering and math) Program Offerings						
28	Supply & Equipment Purchasing						
29	Technology Services						
30	Transportation						
31	Vocational Education Cooperatives						
32	All Other Joint/Cooperative Agreements	X	X		Madison County Region #1, Madison #12, Venice #3		
33	Other						
34							
35	Additional space for Column (D) - Barriers to Implementation:						
36							
37							
38							
40	Additional space for Column (E) - Name of LEA:						
41	Employee Benefits (continued) - Collinsville #10, Edwardsville #7, Madison #12, Roxana #1, Venice #3, Madison County Region #1						
42	Insurance (continued) - Edwardsville #7, Madison #12, Roxana #1, Venice #3, East Alton/Wood River #14, Marissa #40, Jacksonville #117, Madison County Region #1						
43							

	Fund 10	Fund 20	Fund 30	Fund 40	Fund 50	Fund 80	Fund 90
Page 9 - Line 17							
Interest on RE taxes	393	74	138	30	51	46	7
Page 10 - Line 72							
Banquet sales and IOU's	11,132	-	-	-	-	-	-
Page 10 - Line 74							
Rebates	26,990	-	-	-	-	-	-
Other food service	997	-	-	-	-	-	-
	27,987	-	-	-	-	-	-
Page 10 - Line 81							
Other school reimbursements	396	-	-	-	-	-	-
Saturday Scholars	5,690	-	-	-	-	-	-
	6,086	-	-	-	-	-	-
Page 10 - Line 92							
Lost books, obligations, late fees	6,379	-	-	-	-	-	-
Page 11 - Line 107							
Region 1 administrative fees	20,000	-	-	-	-	-	-
Reimbursement	29,774	-	-	-	-	-	-
Life and health insurance premiums	102,393	-	-	-	-	-	-
Retiree insurance premiums	166,040	-	-	-	-	-	-
Band	2,345	-	-	-	-	-	-
Flex spending fee	164	-	-	-	-	-	-
Jury duty	834	-	-	-	-	-	-
Cell phone - personal use	303	758	-	-	-	-	-
Homeless services	1,685	-	-	-	-	-	-
Running start program - SWIC	49,441	-	-	-	-	-	-
Granite City High School - CEO Program	16,070	-	-	-	-	-	-
Coolidge Tutoring Program	1,662	-	-	-	-	-	-
Building trades proceeds	35	-	-	-	-	-	-
IDEA Lab - Gifted Program	1,350	-	-	-	-	-	-
Other local revenue	148,702	32,724	-	-	-	-	-
	540,798	33,482	-	-	-	-	-
Page 11 - Line 139							
Rehabilitation services - Vocational Rehabilitation Grants	43,767	-	-	-	-	-	-
Page 13 - Line 227							
Title III - Perkins	52,282	-	-	-	-	-	-
Page 14 - Line 272							
E-Rate reimbursement	492,074	-	-	-	-	-	-
Page 15 - Line 41							
Building aides	150,589	-	-	-	-	-	-
Cafeteria aides	4,726	-	-	-	-	-	-
	155,315	-	-	-	-	-	-
Page 16 - Line 56							
Department heads	43,770	5,011	-	-	-	-	-
Page 16 - Line 73							
Homeless student transportation	-	-	2,483	1,500	-	-	-
Page 16 - Line 83							
Registration fees - gov't units	-	-	4,502	-	104,401	-	-
Page 19 - Line 231							
Building and cafeteria aides	-	23,533	-	-	-	-	-
Page 20 - Line 254							
Department heads	-	620	-	-	-	-	-
<u>Itemization</u>							
Page 25 - Line 37							
Repayment of capital lease principal	(19,677)						
Page 25 - Line 38							
Repayment of capital lease principal	(71,926)						
Page 25 - Line 39							
Repayment of capital lease principal	(105,714)						
Page 25 - Line 40							
Repayment of capital lease principal	(50,631)						
Page 25 - Line 41							
Inception of capital lease	34,794						

ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)
DISTRICT/JOINT AGREEMENT
Year Ending June 30, 2017

DISTRICT/JOINT AGREEMENT NAME Granite City Community Unit No. 9	RCDT NUMBER 41-057-0090-26	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER 065-023270	
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable) Jim Greenwald, EdS		NAME AND ADDRESS OF AUDIT FIRM Schowalter & Jabouri, P.C. 11878 Gravois Road St. Louis MO 63127	
ADDRESS OF AUDITED ENTITY (Street and/or P.O. Box, City, State, Zip Code) 1947 Adams Street Granite City 62040		E-MAIL ADDRESS: Jtorti@sjcpa.com	
		NAME OF AUDIT SUPERVISOR James K. Torti, CPA	
		CPA FIRM TELEPHONE NUMBER 314-849-4999	FAX NUMBER 314-849-3486

THE FOLLOWING INFORMATION MUST BE INCLUDED IN THE SINGLE AUDIT REPORT:

- ☐ A copy of the CPA firm's most recent peer review report and acceptance letter has been submitted to ISBE (either with the audit or under separate cover).
- ☐ Financial Statements including footnotes (Title 2 CFR §200.510 (a))
- ☐ Schedule of Expenditures of Federal Awards including footnotes (Title 2 CFR §200.510 (b))
- ☐ Independent Auditor's Report on the Financial Statements (Title 2 CFR §200.515 (a))
- ☐ Independent Auditor's Report on Internal Control Over Financial Reporting and Compliance Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* (Title 2 CFR §200.515 (b))
- ☐ Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by Uniform Guidance (Title 2 CFR §200.515 (c))
- ☐ Schedule of Findings and Questioned Costs (Title 2 CFR §200.515 (d))
- ☐ Summary Schedule of Prior Audit Findings (Title 2 CFR §200.511 (b))
- ☐ Corrective Action Plan (Title 2 CFR §200.511 (c))

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

- ☐ A Copy of the Federal Data Collection Form (Title 2 CFR §200.512 (b))
- ☐ A Copy of each Management Letter

IF THE PAPER COPY OF THE AFR IS NOT THE SAME AS THE ELECTRONIC VERSION, PLEASE NOTIFY LESLIE CLAY AT LCLAY@ISBE.NET.

Granite City Community Unit No. 9
41-057-0090-26
SINGLE AUDIT INFORMATION CHECKLIST

The following checklist is **OPTIONAL**; it is not a required form for completion of Single Audit information. The purpose of the checklist is to assist in determining if appropriate information has been correctly completed within the Annual Financial Report (AFR). This is not a complete listing of all Single Audit requirements, but highlights some of the more common errors found during ISBE reviews.

GENERAL INFORMATION

- ☐ 1. **Signed and dated** copies of audit opinion letters have been included with audit package submitted to ISBE.
- ☐ 2. All opinion letters use the **most current audit language and formatting** as mandated in SAS 115/SAS 117 and other pronouncements.
- ☐ 3. **ALL** Single Audit forms within the AFR Excel workbook have been completed, where appropriate.
 - For those forms that are not applicable, "N/A" or similar language has been indicated.
- ☐ 4. **ALL** Federal revenues reported in FRIS Report 0053 (Summary of Payments) are accounted for in the Schedule of Expenditures of Federal Awards (SEFA).
- ☐ 5. Federal revenues reported on the AFR reconcile to Federal revenues reported on the SEFA.
 - Verify or reconcile on reconciliation worksheet.
- ☐ 6. The total value of non-cash **COMMODITIES** has been included within the AFR on the **INDIRECT COSTS** page (ICR Computation 30) on Line 11. It **should not** be included in the Statement of Revenues Received (REVENUES 9-14) within the AFR Accounts 4210 - 4299. Those accounts are specific cash programs, not non-cash assistance such as **COMMODITIES**.
- ☐ 7. Complete audit package (Data Collection Form, audit reports, etc.) has been submitted electronically to the Federal Audit Clearinghouse <https://harvester.census.gov/facweb/Default.aspx>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

- ☐ 8. All prior year's projects are included and reconciled to final FRIS report amounts.
 - Including receipt/revenue and expenditure/disbursement amounts.
- ☐ 9. All current year's projects are included and reconciled to most recent FRIS report filed.
 - Including receipt/revenue and expenditure/disbursement amounts.
- ☐ 10. Differences in reported spending amounts on the SEFA and the final FRIS reports should be detailed and/or documented in a finding.
 - discrepancies should be reported as Questioned Costs.
- ☐ 11. The total amount provided to subrecipients from each Federal program is included.
- ☐ 12. Prior-year and Current-year Child Nutrition Programs (CNP) are included on the SEFA (with prior-year program showing total cash received):
 Project year runs from October 1 to September 30, so projects will cross fiscal year;
 This means that audited year revenues will include funds from both the prior year and current year projects.
- ☐ 13. Each CNP project should be reported on a separate line (one line per project year per program).
- ☐ 14. Total CNP Revenue amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- ☐ 15. Total CNP Expenditure amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- ☐ 16. Exceptions should result in a finding with Questioned Costs.
- ☐ 17. The total value of non-cash **COMMODITIES** has been reported on the SEFA (CFDA 10.555).
 - The value is determined from the following, **with each item on a separate line**:
 - ☐ * **Non-Cash Commodities**: Monthly Commodities Bulletin for April (From the Illinois Commodities System accessed through ISBE web site)
 Total commodities = A PAL Allocated + B PAL Allocated + Processing Deductions + Total Bonus Allocated
 Verify Non-Cash Commodities amount on ISBE web site: <https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx>
 - ☐ * **Non-Cash Commodities**: Commodities information for non-cash items received through **Other Food Services**
 Districts should track separately through year; no specific report available from ISBE
 Verify Non-Cash Commodities amount through Other Food Services on ISBE web site:
<https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx>
 - ☐ * **Department of Defense Fresh Fruits and Vegetables** (District should track through year)
 - The two commodity programs should be reported on separate lines on the SEFA.
 Verify Non-Cash Commodities amount through DoD Fresh Fruits and Vegetables on ISBE web site:
<https://www.isbe.net/Pages/School-Nutrition-Programs-Food-Distribution.aspx>
 - ☐ * Amounts verified for **Fresh Fruits and Vegetables cash** grant program (ISBE code 4240)
 CFDA number: 10.582
- ☐ 18. **TOTALS** have been calculated for Federal revenue and expenditure amounts (Column totals).
- ☐ 19. Obligations and Encumbrances are included where appropriate.
- ☐ 20. **FINAL STATUS** amounts are calculated, where appropriate.
- ☐ 21. Medicaid Fee-for-Service funds, E-Rate reimbursements and Build America Bond interest subsidies have **not** been included on the SEFA.
- ☐ 22. **All** programs tested (not just Type A programs) are indicated by either an * or (M) on the SEFA.
- ☐ 23. **NOTES TO THE SEFA** within the AFR Excel workbook (SEFA NOTES) have been completed.
 Including, but not limited to:
- ☐ 24. Basis of Accounting
- ☐ 25. Name of Entity
- ☐ 26. Type of Financial Statements
- ☐ 27. Subrecipient information (Mark "N/A" if not applicable)
 - ☐ * ARRA funds are listed separately from "regular" Federal awards

SUMMARY OF AUDITOR'S RESULTS/FINDINGS/CORRECTIVE ACTION PLAN

- ☐ 28. Audit opinions expressed in opinion letters **match** opinions reported in Summary.
 - ☐ 29. **All** Summary of Auditor Results questions have been answered.
 - ☐ 30. All tested programs **and** amounts are listed.
 - ☐ 31. Correct testing threshold has been entered. (Title 2 CFR §200.518)
- Findings have been filled out completely and correctly (if none, mark "N/A").**
- ☐ 32. Financial Statement and/or Federal Award Findings information has been completely filled out for each finding, with finding numbers in correct format.
 - ☐ 33. Finding completed for **each Significant Deficiency** and for **each Material Weakness** noted in opinion letters.
 - ☐ 34. Separate finding for each Federal program (i.e., don't report same finding for multiple programs on one sheet).
 - ☐ 35. Separate finding sheet for each finding on programs (e.g., excess interest earned and unallowable expenditures are two findings and should be reported separately, even if both are on same program).
 - ☐ 36. Questioned Costs have been calculated where there are questioned costs.
 - ☐ 37. Questioned Costs are separated by project year **and** by program (and sub-project, if necessary).
 - ☐ 38. Questioned Costs have been calculated for Interest Earned on **Excess Cash on Hand**.
 - Should be based on actual amount of interest earned
 - Questioned Cost amounts are broken out between programs if multiple programs are listed on the finding
 - ☐ 39. A **CORRECTIVE ACTION PLAN** has been completed for each finding.
 - Including Finding number, action plan details, projected date of completion, name and title of contact person

**Granite City Community Unit No. 9
41-057-0090-26**

**RECONCILIATION OF FEDERAL REVENUES
Year Ending June 30, 2017**

Annual Financial Report to Schedule of Expenditures of Federal Awards

TOTAL FEDERAL REVENUE IN AFR

Account Summary 7-8, Line 7	Account 4000	\$	7,391,521
Flow-through Federal Revenues			
Revenues 9-14, Line 112	Account 2200		-
Value of Commodities			
Indirect Cost Info 30, Line 11			390,115
Less: Medicaid Fee-for-Service			
Revenues 9-14, Line 271	Account 4992		350,761
AFR TOTAL FEDERAL REVENUES:		\$	7,430,875

ADJUSTMENTS TO AFR FEDERAL REVENUE AMOUNTS:

Reason for Adjustment:

E-Rate funds received during 2016-17	\$	(492,074)

ADJUSTED AFR FEDERAL REVENUES	\$	6,938,801
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Total Current Year Federal Revenues Reported on SEFA:

Federal Revenues	Column D	\$	6,938,801
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Adjustments to SEFA Federal Revenues:

Reason for Adjustment:

ADJUSTED SEFA FEDERAL REVENUE:	\$	6,938,801
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DIFFERENCE:	\$	-
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Granite City Community Unit No. 9
41-057-0090-26
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2017

Federal Grantor/Pass-Through Grantor Subrecipients *	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Year 7/1/15-6/30/16 (E)	Expenditure/Disbursements ⁴		Year 7/1/16-6/30/17 Pass through to Subrecipients	Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/15-6/30/16 (C)	Year 7/1/16-6/30/17 (D)		Year 7/1/15-6/30/16 Pass through to Subrecipients	Year 7/1/16-6/30/17 (F)				
U.S. Department of Education											
Passed through Illinois State Board of Education:											
Title I - Low Income *(M)	84.010A	2016-4300	1,461,926	722,806	2,174,910		9,822			2,184,732	2,267,399
Title I - Low Income *(M)	84.010A	2017-4300		1,230,079			1,910,955			1,910,955	2,081,132
Subtotal CFDA 84.010A			1,461,926	1,952,885	2,174,910		1,920,777				
Title II - Teacher Quality	84.367A	2016-4932	150,322	81,269	231,591					231,591	443,949
Title II - Teacher Quality	84.367A	2017-4932		216,414			350,106			350,106	577,319
Subtotal CFDA 84.367A			150,322	297,683	231,591		350,106				
Passed through Madison County Career and Tech Ed System:											
Title III - Perkins	84.048			52,282			52,282				
Passed through Region 1, Special Education District:											
Special Education Cluster:											
IDEA Preschool Flow Through *(M)	84.173A	2016-4600	38,059	24,277	62,336						
IDEA Preschool Flow Through *(M)	84.173A	2017-4600		26,546			58,077				
IDEA Part B Flow Through *(M)	84.027A	2016-4620	668,881	1,031,317	973,843						
IDEA Part B Flow Through *(M)	84.027A	2017-4620		359,558			1,455,296				
Passed through Illinois State Board of Education:											
Special Education Cluster:											
IDEA Room and Board *(M)	84.027A	2016-4625	59,773	65,854	59,773		65,854				
IDEA Room and Board *(M)	84.027A	2017-4625		52,912			52,912				
Subtotal CFDA 84.173A			38,059	50,823	62,336		58,077				

Subtotal CFDA 84.027A			728,654	1,509,641	1,033,616		1,574,062				
Total Special Education Cluster			766,713	1,560,464	1,095,952		1,632,139				
Total U.S. Department of Education			2,378,961	3,863,314	3,502,453		3,955,304				
U.S. Department of Health and Human Services											
Passed through Illinois Department of Healthcare & Family Services and Region 1, Special Education District:											
Medicaid Administrative Outreach	93.778			133,266			133,266				
Total U.S. Department of Health and Human Services				133,266			133,266				
U.S. Department of Agriculture											
Passed through Illinois State Board of Education:											
Child Nutrition Cluster:											
National School Lunch Program	10.555	2016-4210	1,564,068	356,558	1,564,068		356,558				
National School Lunch Program	10.555	2017-4210		1,539,135			1,539,135				
National School Breakfast Program	10.553	2016-4220	479,066	114,941	479,066		114,941				
National School Breakfast Program	10.553	2017-4220		524,369			524,369				
Summer Food Service Program	10.559	2016-4225		17,103			17,103				
USDA Food Distribution	10.555			358,439			358,439				
Department of Defense Fruits and Vegetables	10.555			31,676			31,676				
Subtotal CFDA 10.553			479,066	639,310	479,066		639,310				
Subtotal CFDA 10.555			1,564,068	2,285,808	1,564,068		2,285,808				
Subtotal CFDA 10.559				17,103			17,103				
Total Child Nutrition Cluster			2,043,134	2,942,221	2,043,134		2,942,221				
Total U.S. Department of Agriculture			2,043,134	2,942,221	2,043,134		2,942,221				
TOTAL			4,422,095	6,938,801	5,545,587		7,030,791				

- **(M)** Program was audited as a major program as defined by §200.518.

*** NEW - Also include the total amount provided to subrecipients from each Federal program. §200.510 (b)(4).**

The accompanying notes are an integral part of this schedule.

¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.

² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.

³ When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. §200.510 (b)(2)

⁴ The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in the schedule and suggests to include the amounts in the SEFA notes.

Granite City Community Unit No. 9**41-057-0090-26****NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)****Year Ending June 30, 2017****Note 1: Basis of Presentation⁵**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Granite City Community Unit No. 9 and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2: Indirect Facilities & Administration costs⁶

Auditee elected to use 10% de minimis cost rate? _____

YES

 X NO**Note 3: Subrecipients**

Of the federal expenditures presented in the schedule, the District provided federal awards to subrecipients as follows:

Program Title/Subrecipient Name	Federal CFDA Number	Amount Provided to Subrecipient
None		

Note 4: Non-Cash Assistance

The following amounts were expended in the form of non-cash assistance by the District and should be included in the Schedule of Expenditures of Federal Awards:

NON-CASH COMMODITIES (CFDA 10.555)**:

\$390,115

OTHER NON-CASH ASSISTANCE

\$0

Total Non-Cash

\$390,115**Note 5: Other Information**

Insurance coverage in effect paid with Federal funds during the fiscal year:

Property

\$0

Auto

\$0

General Liability

\$0

Workers Compensation

\$0

Loans/Loan Guarantees Outstanding at June 30:

\$0

District had Federal grants requiring matching expenditures

No

(Yes/No)

** The amount reported here should match the value reported for non-cash Commodities on the Indirect Cost Rate Computation page.

-
- ⁵ This note is included to meet the Uniform Guidance requirement that the schedule include notes that describe the significant accounting policies used in preparing the schedule. (§200.510 (b)(6))
- ⁶ The Uniform Guidance requires the Schedule of Expenditures of Federal Awards to note whether or not the auditee elected to use the 10% de minimis cost rate as covered in §200.414 Indirect (F&A) costs. §200.510 (b)(6)

Granite City Community Unit No. 9
41-057-0090-26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2017

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report issued: Adverse
(because of regulatory basis of accounting)
(Unmodified, Qualified, Adverse, Disclaimer)

INTERNAL CONTROL OVER FINANCIAL REPORTING:

- Material weakness(es) identified? YES X None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)? YES X None Reported
- Noncompliance material to the financial statements noted? YES X NO

FEDERAL AWARDS

INTERNAL CONTROL OVER MAJOR PROGRAMS:

- Material weakness(es) identified? YES X None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)? X YES None Reported

Type of auditor's report issued on compliance for major programs: Qualified
(Unmodified, Qualified, Adverse, Disclaimer⁷)

Any audit findings disclosed that are required to be reported in accordance with §200.516 (a)? X YES NO

IDENTIFICATION OF MAJOR PROGRAMS:⁸

CFDA NUMBER(S) ⁹	NAME OF FEDERAL PROGRAM or CLUSTER ¹⁰	AMOUNT OF FEDERAL PROGRAM
84.010A	Title I - Low Income	1,920,777
84.027A, 84.173A	Special Education Cluster	1,632,139
	Total Amount Tested as Major	\$3,552,916

Total Federal Expenditures for 7/1/16-6/30/17

\$7,030,791

% tested as Major

50.53%

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000.00

Auditee qualified as low-risk auditee? YES X NO

⁷ If the audit report for one or more major programs is other than unmodified, indicate the type of report issued for each program.
Example: "Unmodified for all major programs except for [name of program], which was modified and [name of program], which was a disclaimer."

⁸ Major programs should generally be reported in the same order as they appear on the SEFA.

⁹ When the CFDA number is not available, include other identifying number, if applicable.

¹⁰ The name of the federal program or cluster should be the same as that listed in the SEFA. For clusters, auditors are only required to list the name of the cluster.

Granite City Community Unit No. 9
41-057-0090-26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2017

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ **2017- None** 2. THIS FINDING IS: ☐ New ☐ Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement

4. Condition

5. Context¹²

6. Effect

7. Cause

8. Recommendation

9. Management's response¹³

For ISBE Review

Date: _____ Resolution Criteria Code Number _____
Initials: _____ Disposition of Questioned Costs Code Letter _____

¹¹ A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2017 would be assigned a reference number of 2017-001, 2017-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See §200.521 *Management decision* for additional guidance on reporting management's response.

Granite City Community Unit No. 9
41-057-0090-26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2017

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ **2017- 001** 2. THIS FINDING IS: ☐ New ☒ Repeat from Prior year?
 Year originally reported? **2016**

3. Federal Program Name and Year: **Title I - Low Income**

4. Project No.: **2017-4300** 5. CFDA No.: **84.010A**

6. Passed Through: **Illinois State Board of Education**

7. Federal Agency: **U.S. Department of Education**

8. Criteria or specific requirement (including statutory, regulatory, or other citation)

2 CFR Part 200 "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards" (the Uniform Guidance) requires that when employees work on multiple activities, the distribution of their salaries or wages must be supported by personnel activity reports or a statistical sampling system that has been approved by the cognizant federal agency. The Uniform Guidance also requires that where employees are expected to work solely on a single funding award, charges for their salaries must be supported by at least semi-annual certifications that they worked solely on that program for the period covered by the certification. Certifications are required to be completed subsequent to the performance of the program activities.

9. Condition¹⁵

The District did not correctly document the distribution of salaries and wages to the program. During the year ended June 30, 2017, the District completed the first semester's bi-annual certifications in October. Certifications are required to be completed "after the fact" and should have been completed after school was completed for each semester.

10. Questioned Costs¹⁶

Unknown

11. Context¹⁷

A sample of 10 individuals was selected for audit. Of the 10 individuals selected for testing, bi-annual certifications for the first semester were performed for each of the 10 selected employees in October.

12. Effect

The condition increases the risk that the District could report unallowable expenditures related to federal grant programs which could lead to expenditures being disallowed by the cognizant oversight agency.

13. Cause

Adequate procedures were not in place to ensure that required administrative responsibilities, including ensuring that bi-annual certifications were completed timely, were being completed.

14. Recommendation

We recommend the District implement procedures to ensure that all bi-annual certifications are performed timely and that copies of this documentation are retained.

15. Management's response¹⁸

The District will implement additional controls in order to ensure that bi-annual certifications are performed timely and that copies of this documentation are retained.

For ISBE Review

Date: _____ Resolution Criteria Code Number _____
 Initials: _____ Disposition of Questioned Costs Code Letter _____

¹⁴ See footnote 11.

¹⁵ Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).

¹⁶ Identify questioned costs as required by §200.516 (a)(3 - 4).

¹⁷ See footnote 12.

¹⁸ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

Granite City Community Unit No. 9
41-057-0090-26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2017

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ **2017- 002** 2. THIS FINDING IS: ☐ New ☒ Repeat from Prior year?
Year originally reported? **2015**

3. Federal Program Name and Year: **Special Education Cluster**

4. Project No.: **2017-4600 & 2017-4620** 5. CFDA No.: **84.027A & 84.173A**

6. Passed Through: **Illinois State Board of Education**

7. Federal Agency: **U.S. Department of Education**

8. Criteria or specific requirement (including statutory, regulatory, or other citation)

2 CFR Part 200 "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards" (the Uniform Guidance) requires that when employees work on multiple activities, the distribution of their salaries or wages must be supported by personnel activity reports or a statistical sampling system that has been approved by the cognizant federal agency. The Uniform Guidance also requires that where employees are expected to work solely on a single funding award, charges for their salaries must be supported by at least semi-annual certifications that they worked solely on that program for the period covered by the certification. Certifications are required to be completed subsequent to the performance of the program activities.

9. Condition¹⁵

The District did not correctly document the distribution of salaries and wages to the program. During the year ended June 30, 2017, the District completed the first semester's bi-annual certifications for 6 of 15 individuals tested in September. Certifications are required to be completed "after the fact" and should have been completed after school was completed for each semester.

10. Questioned Costs¹⁶

Unknown

11. Context¹⁷

A sample of 15 individuals was selected for audit. Of the 15 individuals selected for testing, bi-annual certifications for the first semester were performed for 6 of the selected employees in September.

12. Effect

The condition increases the risk that the District could report unallowable expenditures related to federal grant programs which could lead to expenditures being disallowed by the cognizant oversight agency.

13. Cause

Adequate procedures were not in place to ensure that required administrative responsibilities, including ensuring that bi-annual certifications were completed timely, were being completed.

14. Recommendation

We recommend the District implement procedures to ensure that all bi-annual certifications are performed timely and that copies of this documentation are retained.

15. Management's response¹⁸

The District will implement additional controls in order to ensure that bi-annual certifications are performed timely and that copies of this documentation are retained.

For ISBE Review

Date: _____ Resolution Criteria Code Number: _____
Initials: _____ Disposition of Questioned Costs Code Letter: _____

¹⁴ See footnote 11.

¹⁵ Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).

¹⁶ Identify questioned costs as required by §200.516 (a)(3 - 4).

¹⁷ See footnote 12.

¹⁸ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

Granite City Community Unit No. 9
41-057-0090-26

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS ¹⁹

Year Ending June 30, 2017

[If there are no prior year audit findings, please submit schedule and indicate **NONE**]

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u> ²⁰
2016-001	The final expenditure report for Project No. 2015-4300 and the June 30, 2016 expenditure report for Project 2016-4300 did not agree to the District's books and records. The District did not correctly document the distribution of salaries and wages to the Title I program. During the year ended June 30, 2016, the District completed the first semester's bi-annual certifications in August and the second semester's bi-annual certifications in January. Certifications are required to be completed "after the fact". In addition, the District was not able to provide documentation to show that bi-annual certifications were prepared for all employees who worked solely on the program during the second semester.	Implemented
2016-002	The District did not correctly document the distribution of salaries and wages to the Special Education program. During the year ended June 30, 2016, the District completed the first semester's bi-annual certifications in October. Certifications are required to be completed "after the fact". In addition, the District was not able to provide documentation to show that bi-annual certifications were prepared for all employees who worked solely on the program during the year.	Not Implemented. See 2017-001
2016-003	The June 30, 2016 expenditure report for Project 2016-4620 did not agree to the District's books and records. In addition, the amount claimed in the Payments to Other Governmental Units - Other Objects cell of \$8,111 was not included in the approved program budget.	Not Implemented. See 2017-002
2016-004		Implemented

When possible, all prior findings should be on the same page

¹⁹ Explanation of this schedule - §200.511 (b)

²⁰ Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.

Granite City Community Unit No. 9
41-057-0090-26
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS²¹
Year Ending June 30, 2017

Corrective Action Plan

Finding No.: **2017- 001**

Condition:

The District did not correctly document the distribution of salaries and wages to the program. During the year ended June 30, 2017, the District completed the first semester's bi-annual certifications in October. Certifications are required to be completed "after the fact" and should have been completed after school was completed for each semester.

Plan:

The District will implement additional controls in order to ensure that bi-annual certifications are performed timely and that copies of this documentation are retained.

Anticipated Date of Completion: **6/30/2018**

Name of Contact Person: **Zack Suhre**

Management Response: **None**

²¹ Must address **each** audit finding - §200.511 (c)

Granite City Community Unit No. 9
41-057-0090-26
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS²¹
Year Ending June 30, 2017

Corrective Action Plan

Finding No.: **2017- 002**

Condition:

The District did not correctly document the distribution of salaries and wages to the program. During the year ended June 30, 2017, the District completed the first semester's bi-annual certifications for 6 of 15 individuals tested in September. Certifications are required to be completed "after the fact" and should have been completed after school was completed for each semester.

Plan:

The District will implement additional controls in order to ensure that bi-annual certifications are performed timely and that copies of this documentation are retained.

Anticipated Date of Completion: **6/30/2018**

Name of Contact Person: **Zack Suhre**

Management Response: **None**

²¹ Must address **each** audit finding - §200.511 (c)

Single Audit Reports



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Members of the Board of Education
Granite City Community Unit
School District No. 9

We have audited, in accordance with the 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, the financial statements of the Granite City Community Unit School District No. 9 (the "District"), which are listed in the table of contents as of and for the fiscal year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated September 20, 2017.

In our report, because the District prepared its financial statements using accounting practices prescribed or permitted and the financial reporting provisions prescribed or permitted by the Illinois State Board of Education, our opinion stated that the financial statements were not presented fairly in conformity with accounting principles generally accepted in the United States of America. However, the financial statements were found to be fairly stated, except for the fact that we did not audit the general fixed assets account group and the effects of the omitted disclosures required by Governmental Accounting Standards Board Statement 45, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*, in accordance with the accounting practices prescribed or permitted and the financial reporting provisions prescribed or permitted by the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in

internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

We noted other matters involving the internal control over financial reporting which we have reported to management in a separate letter dated September 20, 2017.

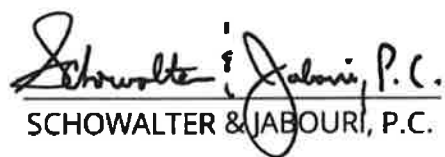
Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we have reported to management in a separate letter dated September 20, 2017.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



SCHOWALTER & JABOURI, P.C.

St. Louis, Missouri
September 20, 2017



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Members of the Board of Education
Granite City Community Unit
School District No. 9

Report on Compliance for Each Major Federal Program

We have audited Granite City Community Unit School District No. 9's (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the fiscal year ended June 30, 2017. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the District's compliance.

Basis for Qualified Opinion on the Title I Program and the Special Education Cluster

As described in the accompanying schedule of findings and questioned costs, the District did not comply with requirements regarding CFDA 84.010 Title I program as described in finding number 2017-001 for Activities Allowed or Unallowed and Allowable Costs/Cost Principles and regarding CDFA 84.027 and 84.173 Special Education Cluster as described in finding number 2017-002 for Activities Allowed or Unallowed and Allowable Costs/Cost Principles. Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements applicable to these programs.

Qualified Opinion on the Title I Program and the Special Education Cluster

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Title I Program and the Special Education Cluster for the year ended June 30, 2017.

Other Matters

The District's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

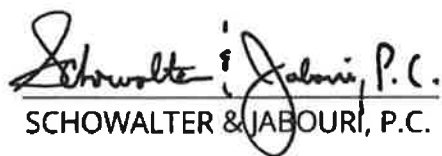
Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2017-001 and 2017-002 to be significant deficiencies.

The District's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.


SCHOWALTER & JABOURI, P.C.