

**Round Lake Area Schools
Community Unit School District 116
Round Lake, Illinois**



**ROUND LAKE
AREA SCHOOLS**

Community Unit School District #116

**Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2019**

Officials Issuing Report:

Dr. Donn Mendoza – Superintendent of Schools

Dr. Pamela Kibbons – Assistant Superintendent of Business Services

Department Issuing Report:

Business Office

**ROUND LAKE AREA SCHOOLS COMMUNITY
UNIT DISTRICT NO. 116**

ROUND LAKE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

JUNE 30, 2019

Official Issuing Report

**Dr. Donn Mendoza, Superintendent of Schools
Dr. Pamela Kibbons, Assistant Superintendent of Business Services**

Department Issuing Report

Business Office

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116

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December 12, 2019

Members of the Board of Education
Citizens of Round Lake Area Schools Community Unit School District 116

The Comprehensive Annual Financial Report (CAFR) of Round Lake Area Schools Community Unit School District 116 (the District), for the fiscal year ended June 30, 2019, is presented. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, resides with the District.

We believe the data, as presented, is accurate in all material aspects and represents the financial position and results of operations of the District as shown by the disclosure of all financial activity of its various funds; and that all disclosures necessary for public understanding of the District's financial status have been incorporated within this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A compliments this letter for transmittal and should be read in conjunction with it.

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officers and elected officials. The financial section includes the independent auditor's report on financial statements and schedules, MD&A, and required supplementary information such as the combined and individual fund financial statements and schedules. The statistical section includes selected unaudited financial and demographic information, generally presented on a multi-year basis.

This report includes all funds of the District. For all the governmental fund-types, the District reports on a modified accrual basis of accounting, which is applied to the District's budget and accounting records. The notes to the financial statements expand upon the modified accrual basis as well as the District's accounting policies and procedures.

District Profile

Round Lake Area Schools Community Unit School District 116 encompasses a nine square mile area in Lake County, Illinois approximately 43 miles northwest of Chicago's "Loop." The District serves students from portions of the villages of Round Lake, Round Lake Beach, Round Lake Heights, Round Lake Park and Hainesville. It is easily accessible by State Routes 120, 134 and 83, and also the Tri-State Tollway (I-94). Commuter train service to Chicago is located in the heart of the Village of Round Lake and the Village of Round Lake Beach.

The District educates 6,979 students in pre-school through 12th grade at eleven (11) facilities – one preschool, one kindergarten (leased facility), five elementary schools, two middle schools, a high school and a transition center for students between the ages of 18 and 22. An additional 101 students attend an out of district school due to their special needs. Over 76% of the students are Hispanic and 74% of the students qualify as low income through the Community Eligibility Provision of the Federal National School Lunch Program.

The District currently has approximately 979 full time equivalent (FTE) employees, of whom 640 FTE are certified and 339 FTE are non-certified. Of the total number, 842 FTE are represented by the Education Association of Round Lake. A four (4) year collective bargaining agreement was approved in February 2017 for the school year starting August 2017 and concludes in 2021.

The District operates independently and is not considered a component unit of any other entity. The District levies its own local property tax which is filed with the Lake County Clerk. Taxes collected by the County Clerk are extended and distributed directly to the District. The District has complete responsibility for the preparation and modification of its annual budget and is solely accountable for its fiscal matters, including surpluses and deficits, designation of management and issuance of debt.

The governing body is a Board whose seven (7) members are elected for staggered four (4) year terms of office. The Board is a policy-making body whose primary functions are to establish policies for the District, provide for the general operation and personnel of the District and to oversee the property and facilities of the District. Based on the legislative authority in the Illinois School Code, the Board of Education has the power to sue and be sued in all courts; to levy and collect taxes and to issue bonds; and to contract for administrators, teachers, and other personnel as well as for goods and services. The Board elects a President, Vice President and Secretary from its membership. The Superintendent and staff report to the Board and run the day to day operations of the District.

History of the District

The District began its history over 150 years ago with Gilbert School. In 1911, Meade School was newly built at the corner of Hart and Cedar Lake Rd. The school was constructed for \$4,000 and was attended by 17 students. In 1921, Round Lake became the first consolidated school of Lake County combining Hainesville, Gilbert and Meade. In 1927, Raymond Ellis became principal in the quickly growing District.

The District expanded rapidly during the 1950's, building six (6) of the current nine (9) school buildings: John T. Magee Middle School, Round Lake Senior High School, Round Lake Beach Elementary, W. J. Murphy Elementary, Raymond Ellis Elementary and Indian Hill Elementary.

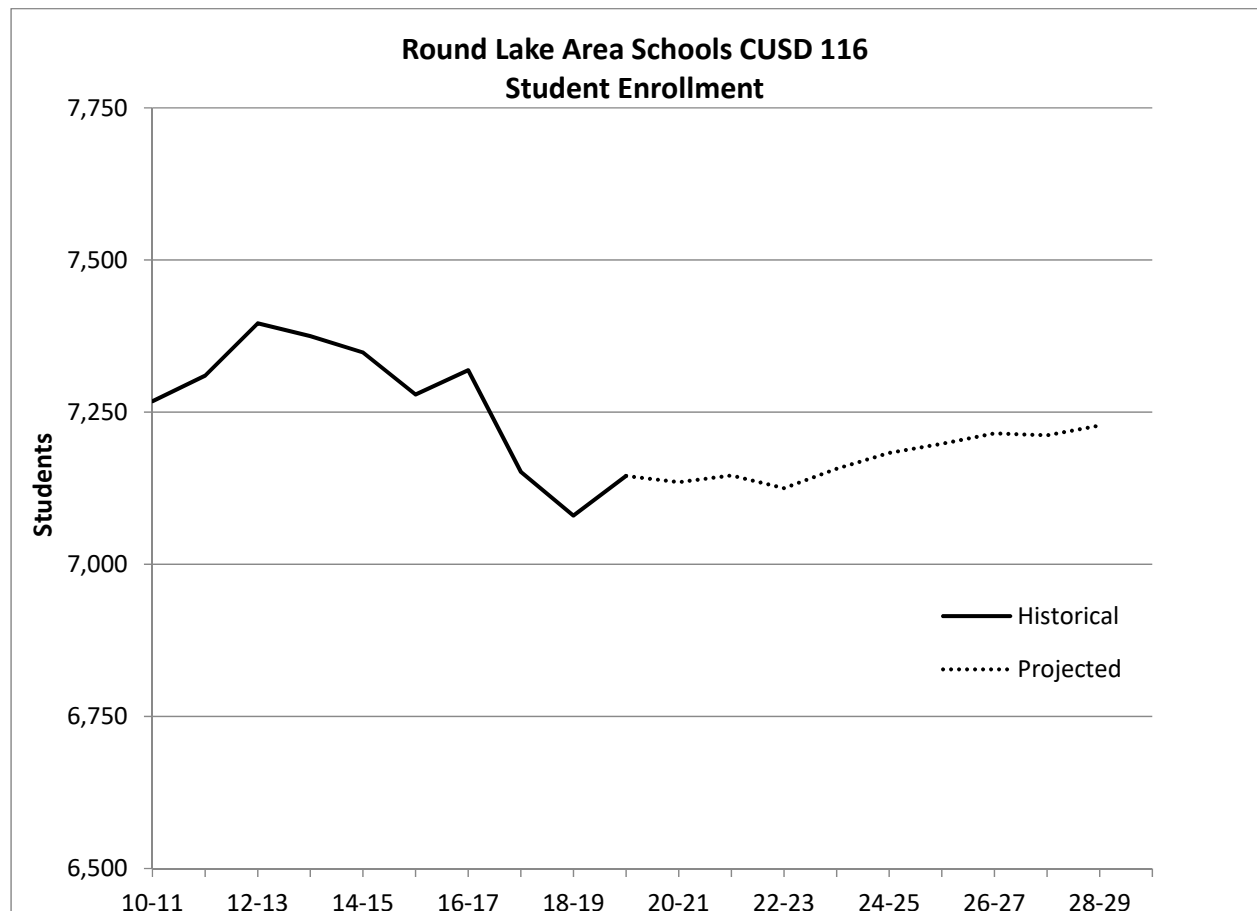
During the 1960's and 1970's there were numerous elementary school additions to accommodate the growing student population, while the 1980's and 1990's saw many middle school and high school additions. In 1977, Village Elementary School was constructed, and the Early Education Center was built in 1998 to house the Kindergarten program.

The newest school building is the Round Lake Middle School, which is connected to Indian Hill Elementary. When Round Lake Middle School opened in 2004, John T. Magee Middle School was closed and the students transferred to the new building. Due to the sustained pace of enrollment growth, additional space was needed. In 2006 the District passed a \$17 million referendum to extensively renovate John T. Magee Middle School. The newly renovated school re-opened in the fall of 2008 and both middle schools expanded to serve students in grades 6 through 8. Before this, the middle school only served grades 7 and 8.

The District placed a building bond question on the November 2014 ballot which was approved by the electors for projects to expand the Round Lake Senior High School. The project includes three (3) new additions to the existing building adding thirty (30) additional upgraded teaching spaces. In addition, there were several renovations in existing areas including an upgrade to the food service area and the creation of a Business Incubator Lab. These building enhancements were completed by the beginning of the 2016-2017 school year.

In addition, a \$7,044,778.00 capital project was approved, in 2018-2019 utilizing existing fund balance, for the renovation of the athletic fields, press box, concession stand, ticket booth and tennis courts at Round Lake Senior High School. The project is expected to be completed in the fall of 2019. During the 2018-2019 school year, the safety of all students and staff was reviewed and addressed. As a result, the Board of Education approved a District-wide security project. The security project anticipated date of completion is 2020.

During the last several years, the District has seen a decline in enrollment. The 2007-08 school year enrollment was similar to the 2008-09 enrollment of 7,141. The 2018-19 enrollment was 7,080. This enrollment includes District students educated within-district and also the students educated out-of-district. Even with a slight decline in enrollment, many of the District's schools are at capacity or near capacity and are utilizing mobile classroom units to accommodate the current instructional needs of students.



To assess future growth, the District commissioned an enrollment study by the Applied Population Laboratory, University of Wisconsin-Madison, in the fall of 2012. An update to this study was conducted in 2017 and showed a slight decrease in our Kindergarten students over the next few years. The study used birth data, economic data, and a commonly used demographic technique called the “cohort survival method” to forecast future enrollment. The study indicated that enrollment is projected to remain stable and continue to grow, adding a total of about 100 students over the next ten years. The enrollment projections are updated each year, based on the prior year’s actual enrollment. Although total District enrollment growth is projected to slow down, the study forecasted consistent enrollment in most schools.

Financial Oversight Panel

Today the District is financially strong with healthy fund balances and a balanced budget. However, it was recently one of the most financially troubled districts in the State. Starting in 1990 the District had to issue short-term debt each year to meet operational cash needs. On April 16, 1992, the District was certified as being in financial difficulty by the Illinois State Board of Education and was required to submit a financial improvement plan to the State Board for approval.

The District’s financial position continued to deteriorate from a cumulative fund deficit of \$2.1 million in Fiscal Year 1992 to a cumulative fund deficit of \$9.7 million in Fiscal Year 1999. The District had to depend on continued issuance of tax anticipation warrants and long-term debt to meet operating cash flow needs since Fiscal Year 1993. Arbitration decisions, a protracted strike, increased enrollment of children with special needs, aging facilities, and contractual limitations with regards to class size further exacerbated the District’s financial position. On March 21, 2000, the District successfully passed building bond and Educational Fund referenda that would generate an additional \$1.2 million in tax revenue annually. However, it was deemed by its financial institution to be too high a credit risk and could no longer borrow money for short or long-term needs.

On April 27, 2000 the Board of Education of Round Lake Area Schools Community Unit School District 116 petitioned the State Board of Education for emergency financial assistance and the establishment of a voluntary Financial Oversight Panel (the Panel). Their request was approved on May 18, 2000. The establishment of the Panel allowed the District to receive emergency financial assistance in the form of a \$1.4 million grant from the State. In addition, the Panel required the District to develop and implement a balanced budget. Through its monitoring efforts, the Panel steered the District towards cost-saving measures that enhanced the District’s viability and alleviated the negative concerns of the banking community.

The Panel also commissioned the development of financial projections which identified socio-economic factors that inhibited the District from achieving long-term financial stability. These factors included a comparatively small tax base, an onerous level of short-term debt, no ability to issue additional long-term debt, the lack of appropriate executive leadership, rising personnel costs and student population with high special education needs.

The District’s legal level of budgetary control maintains that expenditures cannot legally exceed the appropriated amount that is established at the individual fund level. The District maintains sound budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District’s Board of Education. Round Lake School District maintains a high standard of fiscal responsibility and compliance with local, state and federal requirements.

School Finance Authority

While the Panel helped to stem the tide of deficit operations, they determined that the best approach for long-term health would be to establish a School Finance Authority (SFA) under new legislation recently passed in the Illinois General Assembly and signed into law by Governor George Ryan.

The SFA, consisting of five members appointed by the State Superintendent, was established on August 13, 2002. It had the power to appoint top management of the District including a Chief Executive Officer when the current Superintendent's contract expired and a Chief Fiscal Officer replacing the position of School Business Official. In addition, the SFA was empowered to negotiate collective bargaining agreements, to issue debt within specified limits and to establish tax rates necessary to pay off the debt. The SFA was also exempt from some of the limitations of the property tax extension limitation law.

Under the SFA, the District eliminated its short-term debt, practiced budgetary discipline, sought new revenue sources, and implemented fiscal controls so as to restore financial stability and attain full recognition status in each of the fiscal years 2007-2011. The SFA was abolished by the State Board of Education and the District returned to local control on July 1, 2011.

Collective Bargaining

In 1984, the Education Association of Round Lake, IEA-NEA became the exclusive bargaining representative for the District's teachers and later, the teaching assistants. In subsequent years, and in separate bargaining units, the IEA-NEA became the exclusive bargaining representative for the District's secretaries and bus drivers. Finally, in the fall of 1994, the four (4) units merged into one local affiliate of the Illinois Education Association.

Despite the merger, the parties bargained for three (3) separate collective bargaining agreements for teachers/teacher assistants, bus drivers and mechanics, and secretaries. Though a three (3) year contract agreement was reached with the bus drivers and mechanics commencing in July 1994, no agreement could be reached with the teachers/teacher assistants and secretaries. A strike commenced on October 17, 1994 and continued for approximately eight (8) weeks, ending on December 12, 1994. The strike settlement extended the 1992-1994 bargaining agreement and brought to arbitration those items upon which the parties did not agree.

In July of 1997, the teachers/teacher assistants, secretaries and bus drivers consolidated under a single collective bargaining agreement. In July of 2006, the IEA-NEA became the exclusive bargaining representative for the custodial staff and they were added to the contract. Since 2006, the Education Association of Round Lake, IEA-NEA has represented all of the above job classifications at the District. A new four (4) year collective bargaining agreement was approved in February 2017 for the 2017-2021 school years.

Long-Term Financial Planning

The District maintains a five-year financial plan as part of its strategic planning process. This plan is based on a comprehensive financial model that takes into account assumptions for key variables impacting the financial health of the District in order to guide the decision making process. This plan is updated at least once a year and is factored into the annual budget process.

The most significant factors impacting the long range plan are:

- The State's continued financial difficulty and the ability to continue to increase the annual funding of the new State funding formula into the future
- Additional staffing and other costs associated with the District's Academic Restructuring Plan
- Capital requirements related to aging District facilities operating at full capacity
- Uncertainty related to funding future years of the collective bargaining agreement
- The impact of prior declining property values, slow growth of new property and low CPI/growth on local property tax revenue
- Potential legislation shifting Teachers' Retirement System pension costs to the District

The District is financially healthy with strong fund balances. District spending is controlled via requisition and position control processes. The finances are monitored through such means as monthly financial reports to the Board of Education, the annual budget process and long-term financial projections. The District continually seeks to identify new revenue sources and areas of operations for improvements in efficiency such as energy utilization and printing services. It is the intention of the District to continue to maintain balanced budgets in future years.

Economic Outlook and Conditions

The District is comprised of blue collar communities that saw significant population growth over the twenty (20) years from 1990-2010 according to the U.S. Census Bureau. The District is the community's second largest employer and the unemployment rate has consistently been higher than the State and County average.

Local Property Taxes

Local property taxes account for approximately 25% of District direct operating revenue (excluding on-behalf payments). The District's tax base is primarily made up of residential property (80.4%) with the balance being largely commercial property (16.5%). With the economic downturn, new construction has virtually ceased and property values had declined by almost 43% from 2009 to 2015. In 2018 property values increased by 5.5% and a moderate increase is anticipated in the future. Despite these challenging economic factors, the District has continued to collect in excess of 99.60% of property taxes extended and has positive indications that this will continue in the foreseeable future.

Local property taxes for the District are limited by the Property Tax Extension Limitation Law (PTELL). PTELL limits the annual growth in the amount of property taxes to be extended to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) during the calendar year preceding the levy year. Taxes can also be increased due to new construction and referendum approval of tax rate increases. In the current low-inflation economy, and with little new property growth, the District expects property tax revenue to continue to grow at a modest 1-2%, a rate that will not likely keep pace with wage and benefit growth.

Other Local Revenue

Other Local Revenue received from student registration, other student fees, sales to students, yearbooks and donations to the District account for approximately 1.7% of District direct revenue.

State Funding

In the 2017-2018 school year, a new evidence-based funding (EBF) formula was approved by the State Legislature. The goal of the new funding model consisted of recognizing the individual student needs, the differences in local resources to support the districts and to provide a stable and sustainable system. The main objectives were to close the funding gaps between districts and to ensure that no districts lose state funding. The components of the plan consist of 27 factors, most based on student enrollment, that determine the district's unique adequacy funding target that consists of state and local funding. This adequacy target is then compared to the actual state and local funding a district received in the prior fiscal year to determine the adequacy percentage that determines the amount of additional funding or Tier funding. Based on this adequacy gap, the State will distribute the prior year's funding and any additional tier funding to the districts focusing on those districts that are at the lowest percent of adequacy.

The new evidence-based funding (formally the General and Supplementary State Aid) account for roughly 47.8% of District direct revenue. Several of the State's Mandated Categorical State Aid were combined into the new evidence-based funding formula. The balance of the District's direct State funding (3.4% of direct revenue) comes in the form of the remaining Mandated Categorical State Aid (Transportation, Special Education) and State Competitive Grants (Alternative Learning Opportunity Program, Early Childhood and Healthy Community Grant). This categorical funding is subject to State budget cuts, proration and delayed payments.

Additionally, the State made a \$4.2 million payment to the Teachers' Retirement System (TRS) on behalf of the District in Fiscal Year 2019. This payment funds the State's portion of the certified staff's pension and is included in total District operating revenue; however, it flows directly to the pension system and not to the District.

Federal Grant Awards

Due to the high number of low income students, the District also receives a significant amount of Federal Aid. Grant Awards for No Child Left Behind (Title I & II), Individuals with Disabilities Education Act (IDEA), and National School Lunch programs account for about 7.4% of District operating revenue. The District is anticipating a slight increase in this funding due to the new regulations and funding formula in the finalization of the Every Student Succeeds Act (ESSA).

Illinois Municipal Retirement Fund

The District participates in the Illinois Municipal Retirement Fund (IMRF), a defined-benefit, agent multiple-employer pension plan for units of local government and school districts in Illinois for the non-certified staff. Each employer participating in the IMRF, including the District, has an employer reserve account that is separate and distinct from all other participating employers along with a unique employer pension contribution rate.

In December 2012, the Board approved paying down the unfunded actuarial accrued liability, which had accumulated over prior years, in the amount of approximately \$4.6 million. The payment was made in Fiscal Year 2013 from the Educational, Operations and Maintenance, and Transportation Funds. As a result of this payment, the District's IMRF pension plan became fully funded on an actuarial market value basis. The annual reduction in future pension contributions that would have been required to pay interest on the shortfall is approximately \$300,000 per year starting in January 2014.

Major Initiatives

Restructuring

Due to the failure to make Annual Yearly Progress (AYP) under the Federal No Child Left Behind (NCLB) Act for successive years, in 2012, the District was in Illinois State Board of Education Academic Warning Status and Federal Corrective Action/Restructuring Status. As a result, the District was mandated to make significant, research-based reforms, monitor outcomes and periodically report student progress to the State. The administration restructured the organization and met with stakeholders extensively throughout the year to devise a comprehensive restructuring plan. These reforms were implemented in the 2013-14 school year.

As part of the restructuring plan, the focus was at the K-12 level and approximately 70 new staff members were hired to allow for increased teacher collaboration time and more enrichment opportunities for students. The District also invested in a data warehouse to measure student progress, as well as purchase new textbooks and other curriculum materials to support alignment to the Common Core standards. As a result of these increased costs future budget surpluses are not anticipated.

1:1 Program

The District continues to invest in computers and other technology to meet the educational needs of the students, the online testing requirements and the implementation of a district-wide 1:1 technology program. Over the last several years, around 30 classrooms a year were provided computers for each student. The 2018-2019 school year supported 1:1 technological enhancement at Round Lake High School for all students. The goal is to expand the 1:1 technology program each year requiring an additional investment of approximately \$300,000 each year for the next five (5) years.

Mission, Vision and Goals

Mission

Ensure education excellence for everyone.

Vision

To become a nationally top-ranked school district.

Core Values and Beliefs

- All students can grow into productive members of their community.
- Staff must hold high expectations for both themselves and students.
- Staff must build healthy relationships with students.
- Parent involvement/engagement is essential to student success.
- Positive community relations depend upon mutual transparency, trust, communication and partnerships.

Each year, the Board of Education adopts District Goals that directly align to the 5-Year Strategic Plan. The full 5-Year Strategic Plan can be viewed on the District's website at www.rlas-116.org. A new 5-Year Strategic Plan was collaboratively developed in the spring to be implemented in Fiscal Year 2016. Below are the 2018-2019 District Initiatives.

District Initiatives

Student Achievement

1. 80% of students grades 3-8 will perform at or above college readiness targets in reading and math
2. 100% of students in grades PK-8 will meet or exceed individual growth targets in reading and math
3. 80% of RLHS graduates will meet the college-readiness benchmark
4. Will reach overall 4-year graduation rate of 90%
5. Will ensure hiring and development of high performing staff

Programs, Services and Curriculum

1. Will establish curriculum aligned to the Common Core for PK-12 (literacy, math, science and social studies)
2. Will implement enrichment programs to promote and enhance academic development and cultural enrichment
3. Will establish instructional technology scope and sequence aligned to the PK-12 curriculum
4. Will update current technology equipment and increase technology access for all students

Facilities and Physical Plant

1. Will ensure instructional and programmatic spaces and facilities to support high levels of learning
2. Will improve energy efficiency of buildings
3. Will improve safety district-wide

District Financial Condition

1. Will ensure the fiscal health of the school district
2. Will obtain funding to meet long-term capital and instructional needs of the school district
3. Will obtain recognition for budgeting process

Community and District Relations

1. Will improve relationships and strengthen support and confidence in school district by establishing effective community relations program
2. Will improve knowledge about, and support of, school district by establishing effective employee communications program
3. Will expand community engagement by incorporating new and innovative communication channels and strategies
4. Will implement plan for community engagement for the Board of Education

Financial Information

Internal Controls

District Administration is responsible for establishing and maintaining an internal control structure designed to ensure that District assets are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurances that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the valuation of costs and benefits requires estimates and judgments by management.

Tests are made by the District's independent auditor to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the tests for the fiscal year ended June 30, 2019 provide no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls

The District maintains budgetary controls at the line item level which are built into administrative responsibility cost centers before being combined to form totals by fund. All activity compared to budget is reported to the District's management and Board of Education in the form of a monthly Treasurer's Report and other financial information including check registers and cash and receivable summaries. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of all governmental fund types are included in the annual appropriated budget. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered accounts lapse at year-end.

Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit by independent certified public accountants. The accounting firm of Eder, Casella & Co. was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including a schedule of federal financial assistance and the independent auditor's reports on the internal control structure and on compliance with applicable laws and regulations, is included under a separate cover.

Certificate of Excellence and Achievement

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to Round Lake Area Schools Community Unit School District 116 for its Comprehensive Annual Financial Report for Fiscal Years 2013, 2014, 2015, 2016, 2017 and 2018.

In order to be awarded this Certificate, the District must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both the generally accepted accounting principles and applicable legal requirements.

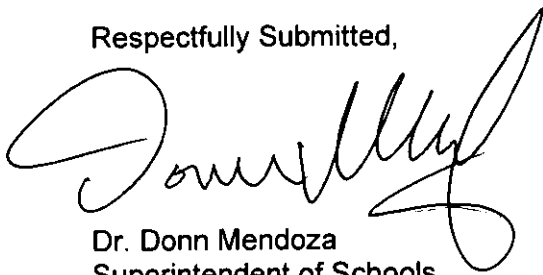
Certificates of Excellence are valid for a period of one year only. We believe that our current report continues to conform to the Certificate requirements and we are submitting this report to ASBO to determine its eligibility for another certificate.

Acknowledgements

We wish to thank the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

We also wish to thank the dedicated Business Office Staff for their assistance in the preparation of this report. Finally, we would like to extend our appreciation to the staff of Eder, Casella & Co., the District's auditors, whose professionalism and cooperation were instrumental in the production of the District's fourth Comprehensive Annual Financial Report.

Respectfully Submitted,

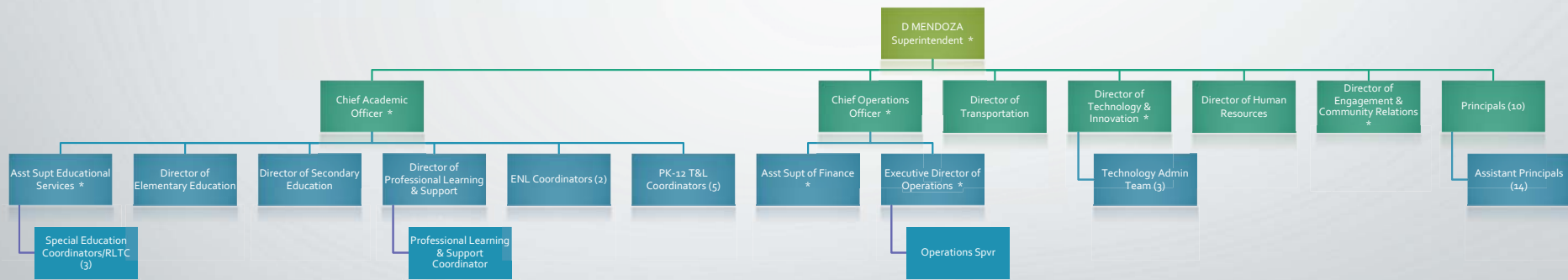


Dr. Donn Mendoza
Superintendent of Schools



Dr. Pamela Kibbons
Assistant Superintendent of Business
District Treasurer

2018-2019 Administrator Org Chart



Administrator Total = 52
 * Member of Superintendent's Cabinet

Board of Education

Board of Education

Kevin Daniels, President
Michael Francisco, Vice President
Annette Negrete McGinley, Secretary
Kevin Devera
Scott Jewitt
Jennifer Klingler
Margaret (Peg) Larson

The Round Lake School District 116 Board of Education is comprised of seven elected citizens from the Round Lake Area (Round Lake, Round Lake Beach, Round Lake Heights, Round Lake Park, and Hainesville). Board members serve the taxpayers in this district, are unpaid, and are elected at large to serve staggered four-year terms. Issues addressed by the Board of Education include policy-making, long-range planning, student achievement, staff development, financial planning for long-term stability, building maintenance, and working with the District administration.

Members of the public are invited to attend Board of Education meetings. Meetings are normally held at the Round Lake High School Library Media Center, 800 High School Drive, Round Lake, Illinois. A schedule of Board meetings, agendas, board packets, and meeting minutes can be viewed on the District website www.rlas-116.org.

Central Office Directory

Administrative Service Center, 884 W. Nippersink Rd., Round Lake, IL 60073

Phone: 847-270-9000

Superintendent's Office
847-270-9003

Chief Academic Officer
847-270-9024

Chief Operations Officer
847-270-9017

Business Office
847-270-9004

Human Resources Office
847-270-9027

Community Relations Office
847-270-9007

Student Services Office
847-270-9454

Technology Office
847-270-9401

Operations Service Center, 811 Sunset Drive, Round Lake, IL 60073

Facilities & Operations
847-270-9041

Transportation
847-270-9046

School Directory

Round Lake High School

800 N. High School Dr., Round Lake, IL 60073

Ph: 847-270-9300

Principal, Mr. Michael Berrie

Assistant Principals

Mr. Andrew McDowell (Student Services)

Ms. Lisa Mari (Student Services Office)

Mr. Michael Baird (Curriculum & Instruction)

Mr. Mike Mizwicki (Athletic Director)

Education Service Center

801 Sunset Dr, Round Lake, IL 60073

Ph: 847-270-9000

Special Education Coordinator, Ms. Lanelle Collins

John T. Magee Middle School

500 N. Cedar Lake Rd., Round Lake, IL 60073

Ph: 847-546-8800

Principal, Dr. Lisa Steffen

Assistant Principal, Ms. Stephanie Mitchell

Assistant Principal, Mr. Tim Jackson

Round Lake Middle School

2000 N. Lotus Dr., Round Lake Heights, IL 60073

Ph: 847-270-9400

Principal, Mr. David Higgs

Assistant Principal, Ms. Liz Perez

Assistant Principal, Ms. Aliaa Kamara-Ibrahim

Beach Elementary School

1421 N. Ardmore, Round Lake Beach, IL 60073

Ph: 847-270-9930

Principal, Dr. Denise Wilcox/ Ms. Trina Metz

Assistant Principal, Ms. Trina Metz

Ellis Elementary School

720 Central Park Dr., Round Lake Beach, IL 60073
Ph: 847-270-9900
Principal, Ms. Debra Holland
Assistant Principal, Mr. Andrew Carlson

Indian Hill Elementary School

1920 N. Lotus Dr., Round Lake Heights, IL 60073
Ph: 847-270-9970
Principal, Mr. Ray Porten
Assistant Principal, Ms. Beth Hornberg

Murphy Elementary School

220 N. Greenwood, Round Lake Park, IL 60073
Ph: 847-270-9950
Principal, Dr. Phil Georgia
Assistant Principal, Ms. Lisa Ryan

Village Elementary School

880 Nippersink Rd., Round Lake, IL 60073
Ph: 847-270-9470
Principal, Mr. Andrew Wilson
Assistant Principal, Ms. Sarah Swanson

Kindergarten at Pleviak

304 E. Grand Ave, Lake Villa, IL 60046
Ph: 847-270-9490
Principal, Mr. Jason Smith
Assistant Principal, Ms. Nikki Gardner

Early Education Center (Pre-School)

882 W. Nippersink Rd., Round Lake, IL 60073
Ph: 847-270-9920
Principal, Ms. Janie Metzger



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

**Round Lake Area Schools
Community Unit School District 116**

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2018.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Tom Wohlleber'.

Tom Wohlleber, CSR
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Round Lake Area Schools Community Unit District No. 116
Round Lake, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of

Round Lake Area Schools Community Unit District No. 116

as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Round Lake Area Schools Community Unit District No. 116 as of June 30, 2019, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedules of Changes in the Employer's Net Pension/OPEB Liability and Related Ratios, Schedules of Employer Contribution, Schedules of the Employer's Proportionate Share of the Net Pension/OPEB Liability, and budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplemental information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The supplemental information and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for the average daily attendance figure included in the computation of operating expense per pupil and per capita tuition charges, 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 supplemental information and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2019 on our consideration of Round Lake Area Schools Community Unit District No. 116'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 solely 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 the effectiveness of Round Lake Area Schools Community Unit District No. 116's 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 Round Lake Area Schools Community Unit District No. 116's internal control over financial reporting and compliance.

Eder, Casella & Co.
EDER, CASELLA & CO.
Certified Public Accountants

McHenry, Illinois
December 12, 2019

REQUIRED SUPPLEMENTARY INFORMATION

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2019

The Management's Discussion and Analysis of Round Lake Area Schools Community Unit District No. 116's (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2019. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

- At June 30, 2019 the liabilities and deferred inflows of the District exceeded its assets and deferred outflows of resources by \$22,073,703 (net position).
- The District's total net position increased by \$4,339,128.
- At June 30, 2019 the District's governmental funds reported combined ending fund balances of \$45,560,321, an increase of \$642,329 in comparison with the prior year.
- At June 30, 2019 the unassigned fund balance for the General Fund was \$25,265,661, or 28.8% of total General Fund expenditures.
- The District had revenues of \$112,758,442 in all funds. Revenues comprised \$61,725,116 (60.5%) from state sources, \$37,860,829 (27.8%) from local sources, \$4,238,852 (3.8%) from On-Behalf Payments, and \$8,933,645 (7.92%) from federal sources.
- The District's total long-term debt decreased by \$3,704,172 during the year ended June 30, 2019 due mainly to principal payments being made.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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

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

The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). Governmental activities include instruction, support services, operations and maintenance, student transportation, food services, and certain other activities and expenses such as payments to other districts and governmental units, and interest and fees.

The government-wide financial statements can be found on pages 11 and 12 of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Operations and Maintenance, Debt Services, Transportation, Illinois Municipal Retirement/Social Security, Capital Projects, and Fire Prevention and Safety Funds, all of which are considered to be major funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison statement, which is required supplementary information, has been provided for the General Fund and each major special revenue fund to demonstrate compliance with this budget.

The basic fund financial statements can be found on pages 13 through 17 and the required supplementary information can be found on pages 48 through 66 of this report.

Fiduciary Funds - Fiduciary funds are used to account for assets held for others, such as student activity funds. Fiduciary funds are not reflected in the government-wide financial statements because the assets of these funds are not available to support the District's operations.

The basic fiduciary financial statement can be found on page 18 of this report.

Notes to the Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 19 through 47 of this report.

Other Information - In addition to the basic financial statements, accompanying notes and required supplementary information, this report also presents certain supplementary information concerning the District's progress in meeting its obligation to provide fully adequate educational services and extracurricular activities to all of its students.

Supplemental financial information can be found on pages 67 through 80 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$22,073,703 at the close of the most recent fiscal year.

The following table presents a summary of the District's net position for the years ended June 30, 2019 and 2018:

Round Lake Area Schools Community Unit District No. 116's Net Position		
	Governmental Activities	
	2019	2018
Assets		
Current and Other Assets	\$ 74,180,199	\$ 74,405,903
Capital Assets	66,101,040	64,764,274
Total Assets	\$ 140,281,239	\$ 139,170,177
Deferred Outflows of Resources		
Deferred Pension Expense	\$ 11,674,609	\$ 9,196,545
Deferred Employer Pension Contributions	781,686	880,597
Deferred OPEB - THIS	861,829	398,486
Total Deferred Outflows of Resources	\$ 13,318,124	\$ 10,475,628
Liabilities		
Long-Term Liabilities Outstanding	\$ 119,311,744	\$ 124,344,236
Other Liabilities	13,628,532	12,878,293
Total Liabilities	\$ 132,940,276	\$ 137,222,529
Deferred Inflows of Resources		
Property Taxes - Subsequent Year	\$ 17,161,407	\$ 16,815,603
Tuition - Subsequent Year	109,456	109,456
Deferred Pension Revenue	17,360,424	15,396,412
Deferred OPEB	8,101,503	6,514,636
Total Deferred Inflows of Resources	\$ 42,732,790	\$ 38,836,107
Net Position		
Net Investment in Capital Assets	\$ 16,522,658	\$ 14,208,223
Restricted	2,433,556	3,081,438
Unrestricted	(41,029,917)	(43,702,492)
Total Net Position	\$ (22,073,703)	\$ (26,412,831)

The net investment in capital assets represents assets such as land, buildings, and equipment, less any related debt used to acquire those assets that is still outstanding. The District uses its assets to provide educational services and extracurricular activities for the students of the local community. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the District's net assets (1.1%) represents resources that are subject to external restrictions on how they may be used.

At the end of the current fiscal year, the District has a negative unrestricted net position, but is able to report positive balances in the other two categories of net position. The District's net position increased by \$4,339,128 during the current fiscal year.

Governmental Activities. Governmental activities increased the District's net position by \$4,339,128. Key elements of this increase are as follows:

Round Lake Area Schools Community Unit District No. 116's Change in Net Position

	Governmental Activities	
	2019	2018
Revenues		
Program Revenues		
Charges for Services	\$ 878,181	\$ 890,603
Operating Grants and Contributions	17,321,439	48,929,155
General Revenues		
Property Taxes	34,482,912	33,597,698
Other Taxes	226,388	209,267
Grants and Contributions not Restricted to Specific Activities	57,577,865	53,337,490
Unrestricted Investment Earnings	1,058,488	375,249
Miscellaneous	1,190,076	165,304
Total Revenues	<u>\$ 112,735,349</u>	<u>\$ 137,504,766</u>
Expenses		
Instruction	\$ 54,089,145	\$ 53,999,409
Support Services	41,617,409	38,881,586
Community Services	342,954	340,136
Payments to Other Districts and Governmental Units	3,563,143	3,034,429
Interest and Fees on Long-Term Debt	2,196,616	2,426,613
On-Behalf Retirement Contributions	4,238,852	36,171,133
Depreciation - Unallocated	2,348,102	2,356,683
Total Expenses	<u>\$ 108,396,221</u>	<u>\$ 137,209,989</u>
Change in Net Position	\$ 4,339,128	\$ 294,777
Net Position - Beginning	(26,412,831)	24,835,501
Net Position Adjustment	-	(51,543,109)
Net Position - Ending	<u>\$ (22,073,703)</u>	<u>\$ (26,412,831)</u>

- The District's total revenue decreased \$24,769,417 (18.0%) compared to the prior year. The most significant factor of this decrease is in Operating Grants and Contributions due to a decrease in On-Behalf Retirement Contribution revenues.
- Overall expenses decreased \$28,813,768 (21.0%) compared to the prior year. The most significant factor of this decrease is in On-Behalf Retirement Contribution expenses.

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of June 30, 2019, the District's seven governmental funds reported combined ending fund balances of \$45,560,321, an increase of \$642,329 in comparison with the prior year. The increase is primarily due to higher revenues than expenditures.

The General Fund is the chief operating fund of the District. At June 30, 2019, unassigned fund balance was \$25,265,661. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 29.0% of total General Fund expenditures. The General Fund's fund balance increased \$1,855,036 in comparison with the prior year. The increase is mainly due to an increase in property tax revenue.

The Operations and Maintenance Fund's fund balance decreased \$127,738 in comparison with the prior year. This decrease is primarily due to an increase in support services expenditures and capital outlay expenditures.

The Debt Services Fund's fund balance increased \$170,470 in comparison with the prior year. This increase is mainly due to an increase of state aid.

The Transportation Fund's fund balance decreased \$4,570,578 in comparison with the prior year. This decrease is mainly due to an increase in interfund transfers out of this fund from the prior year.

The Illinois Municipal Retirement/Social Security Fund's fund balance increased \$201,287 in comparison with the prior year. This increase is due to an increase in property tax revenue which was predominantly offset by an increase in expenditures.

The Capital Projects Fund's fund balance increased \$3,155,226 in comparison with the prior year. This increase is due to the Capital Projects Fund receiving \$6,000,000 of interfund transfers.

The Fire Prevention and Safety Fund's fund balance decreased \$41,374 in comparison with the prior year. This decrease is due to expenditures being slightly more than the revenue.

General Fund Budgetary Highlights

The District amended the budget during the year ended June 30, 2019. Significant differences between the amended budget and actual revenues and expenditures are summarized as follows:

- The difference between budgeted revenues and actual revenues was \$4,644,416 (unfavorable). The most significant factors in the difference were On-Behalf Retirement Contributions to the District's retirement plan (\$3,702,559 of TRS and \$536,293 of THIS OPEB On-Behalf revenue).
- The difference between budgeted expenditures and actual expenditures was \$3,415,218 (unfavorable). The most significant factor in the difference was more than budgeted expenditures from On-Behalf Retirement Contributions to the District's retirement plan (\$3,702,559 of TRS and \$536,293 of THIS OPEB On-Behalf expense).

Capital Asset and Debt Administration

Capital Assets. At June 30, 2019 the District had invested \$66,101,040 (net of depreciation) in a broad range of capital assets, including land, construction in progress, buildings and building improvements, improvements other than buildings, equipment other than food service, and food services equipment. Total depreciation expense for the year was \$2,376,526.

Major capital asset events during the current fiscal year included the following:

- Construction in progress for athletic fields, a security project, and a weight room project totaled \$2,256,040.

Round Lake Area Schools Community Unit District No. 116's
Capital Assets (net of depreciation)

	Governmental Activities	
	2019	2018
Land	\$ 1,005,635	\$ 1,005,635
Construction in Progress	2,256,040	424,888
Buildings and Building Improvements	60,769,861	61,841,711
Improvements Other than Buildings	838,907	496,298
Equipment Other than Food Service	1,142,624	879,345
Food Services Equipment	87,973	116,397
Total	<u>\$ 66,101,040</u>	<u>\$ 64,764,274</u>

Additional information on the District's capital assets can be found in note 4 on pages 25 and 26 of this report.

Long-Term Debt. At June 30, 2019 the District had \$54,196,678 in long-term debt.

Round Lake Area Schools Community Unit District No. 116's
Outstanding Debt

	Governmental Activities	
	2019	2018
General Obligation Bonds	\$ 54,196,678	\$ 57,625,034
Lease/Purchase Agreements	-	50,443
Total	<u>\$ 54,196,678</u>	<u>\$ 57,675,477</u>

Additional information on the District's long-term debt can be found in note 5 on pages 26 through 28 of this report and additional information on the District's debt limitation can be found in Note 16 on page 47 of this report.

Factors Bearing on the District's Future

- The financial condition of the State continues to be the most significant risk factor impacting the District. Early indications are that an estimated \$9 billion dollars are needed to accomplish this, which means that the State must increase the funding each year for multiple years to get to this goal. In fiscal year 2019, the District received approximately 57.5% of its operating funding from state sources and approximately 8.1% from federal sources. The uncertainty as to what level the State can continue to increase the new funding formula by each year and the continued reduction of federal grant allocations makes budgeting and planning a challenge.
- The State of Illinois adopted a new school funding formula for the 2018 fiscal year, EBF or Evidenced Based Funding Model. The District was identified as a Tier 1 school district. Tier 1 is defined as the "furthest away from Adequacy target, <67.4%" therefore needing more State assistance. The new funding model requires a significant annual increase in funding to bring all school districts to an adequacy target of 100%.
- Another factor impacting the District is the uncertainty over the future funding of the Teacher's Retirement System (TRS) pension plan and whether a portion of the funding that is currently paid for by the State will be moved to the local level. If this occurs, it will have a significant impact to future District budgets.
- Due to the District's poor academic status, mandated reforms were implemented beginning in the 2013-14 school year. The District's restructuring plan required significant investment in materials and staffing which has created an increase in the cost of operations over the last several years and potentially over the next several years.
- The effect of the Property Tax Extension Limitation Law will continue to limit the growth in tax extensions for the District. Slow growth in new construction and the consumer price index are expected to restrict property tax revenue growth over the next several years.

- A four (4) year collective bargaining agreement (CBA) with the Education Association of Round Lake was approved and put in place for the 2017-2018 school year allowing for better accuracy in budgeting staff costs. The CBA will sunset in 2021. The salary increases used for this agreement were based on a continued growth in the State funding of 5% each year.
- The District will continue to invest in computers and other technology to meet online Common Core testing requirements and the implementation of a district-wide 1:1 technology program. The 1:1 plan was completed for the High School at the conclusion of the 2018-2019 school year. The rest of the District will be phased in over the next several years, provided the funding is available.
- Due to the increased enrollment of approximately 1,200 students over the last fifteen (15) years, many of the schools in the District are close to capacity. Additionally, with the need to implement a restructuring plan, some classrooms have been repurposed to meet the goal of improving student achievement. As a result, the District has invested in mobile classroom units at some schools to accommodate the student population in their home schools.
- With the need to focus on improving student achievement over the last five (5) years, dollars have been reallocated from non-instructional areas, such as building maintenance, athletic fields and technology, to meet the instructional goals of the District. As the District receives new or additional dollars from the State, the reinvestment of funds in these non-instructional areas need to be a priority to maintain the safety and security of the students, staff and community that use the facilities.
- The Board of Education approved the utilization of existing fund balance to support new athletic fields, concession stand, and press box at Round Lake High School. The estimated cost of the project is \$7,044,778. The anticipated completion date of the project is October of 2019.
- The Board of Education also approved the utilization of existing fund balance to support renovations to the weight room at Round Lake High School and a district-wide security project.

Requests for Information

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

Round Lake Area Schools Community Unit District No. 116
 Attn: Business Office
 884 W. Nippersink Rd.
 Round Lake, IL 60073

BASIC FINANCIAL STATEMENTS

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF NET POSITION
 JUNE 30, 2019

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 47,230,957
Investments, at Fair Value	6,229,583
Property Taxes Receivable, net of allowance of \$294,290	17,507,557
Due from Other Governments, net of allowance of \$0	2,564,427
Other Accounts Receivable, net of allowance of \$0	339,094
Prepaid Expenses	308,581
Capital Assets (Note 4):	
Land	1,005,635
Construction in Progress	2,256,040
Depreciable Buildings, Property, and Equipment, net of depreciation	62,839,365
Total Assets	\$ 140,281,239
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Pension Expense	\$ 10,869,145
Deferred Employer Pension Contribution	781,686
Deferred OPEB	805,464
Deferred OPEB - THIS	861,829
Total Deferred Outflows of Resources	\$ 13,318,124
LIABILITIES	
Accounts Payable and Accrued Expenses	\$ 3,506,621
Payroll Liabilities	10,121,911
Long-Term Liabilities	
Due Within One Year	4,029,654
Due in More Than One Year	115,282,090
Total Liabilities	\$ 132,940,276
DEFERRED INFLOWS OF RESOURCES	
Property Taxes - Subsequent Year	\$ 17,161,407
Tuition - Subsequent Year	109,456
Deferred Pension Revenue	17,360,424
Deferred OPEB	8,101,503
Total Deferred Inflows of Resources	\$ 42,732,790
NET POSITION	
Net Investment in Capital Assets	\$ 16,522,658
Restricted for:	
Tort	91,149
Drivers Education	37,788
Transportation	2,233,652
Retirement	20,428
Fire Prevention/Life Safety	50,539
Unrestricted/(Deficit)	(41,029,917)
Total Net Position	\$ (22,073,703)

The Notes to Basic Financial Statements are an integral part of this statement.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF ACTIVITIES
 YEAR ENDED JUNE 30, 2019

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position in Governmental Activities
Governmental Activities				
Instruction				
Regular Programs	\$ 30,643,507	\$ 481,862	\$ 3,552,369	\$ (26,609,276)
Special Education Programs	10,602,455	-	1,089,554	(9,512,901)
Other Instructional Programs	12,843,183	278,816	74,890	(12,489,477)
Support Services				
Pupils	8,768,127	-	1,286,405	(7,481,722)
Instructional Staff	3,992,364	-	-	(3,992,364)
General Administration	2,339,859	-	-	(2,339,859)
School Administration	6,036,726	-	-	(6,036,726)
Business	610,478	-	-	(610,478)
Operations and Maintenance	7,083,887	16,377	-	(7,067,510)
Transportation	5,299,628	45,679	2,833,208	(2,420,741)
Food Services	2,222,493	55,447	3,614,347	1,447,301
Central	4,208,661	-	-	(4,208,661)
Other Support Services	1,055,186	-	-	(1,055,186)
Community Services	342,954	-	-	(342,954)
Payments to Other Districts and Governmental Units	3,563,143	-	631,814	(2,931,329)
Interest and Fees on Long-Term Debt	2,196,616	-	-	(2,196,616)
On-Behalf Retirement Contributions	4,238,852	-	4,238,852	-
Depreciation - Unallocated (Excludes Direct Depreciation)	2,348,102	-	-	(2,348,102)
Total Governmental Activities	\$ 108,396,221	\$ 878,181	\$ 17,321,439	\$ (90,196,601)
General Revenues				
Taxes				
Property Taxes, Levied for General Purposes				
				\$ 28,732,333
Property Taxes, Levied for Debt Service				
				5,750,579
Personal Property Replacement Taxes				
				226,388
Grants and Contributions not Restricted to Specific Activities				
				57,577,865
Unrestricted Investment Earnings				
				1,058,488
Gain/(Loss) on Sale of Capital Assets				
				(6,217)
Miscellaneous Income				
				1,196,293
Total General Revenues				
				\$ 94,535,729
Change in Net Position				
				\$ 4,339,128
Net Position - July 1, 2018				
				(26,412,831)
Net Position - June 30, 2019				
				\$ (22,073,703)

The Notes to Basic Financial Statements are an integral part of this statement.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 JUNE 30, 2019

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/Social Security Fund	Capital Projects Fund	Fire Prevention and Safety Fund	Total Governmental Funds
ASSETS								
Cash and Cash Equivalents	\$ 29,328,037	\$ 2,357,805	\$ 4,776,836	\$ 2,133,936	\$ 1,413,002	\$ 7,139,874	\$ 81,467	\$ 47,230,957
Investments, at Fair Value	3,781,220	314,771	664,670	284,230	193,061	980,700	10,931	6,229,583
Property Taxes Receivable, net of allowance of \$300,615	11,068,145	1,326,761	2,918,469	724,099	1,288,306	-	181,777	17,507,557
Due from Other Governments, net of allowance of \$0	1,859,986	378	-	704,063	-	-	-	2,564,427
Other Accounts Receivable, net of allowance of \$0	316,220	59	-	22,815	-	-	-	339,094
Prepaid Expenses	297,800	270	-	10,511	-	-	-	308,581
Total Assets	\$ 46,651,408	\$ 4,000,044	\$ 8,359,975	\$ 3,879,654	\$ 2,894,369	\$ 8,120,574	\$ 274,175	\$ 74,180,199
LIABILITIES								
Accounts Payable and Accrued Expenses	\$ 281,412	\$ 266,610	\$ -	\$ 59,724	\$ -	\$ 591,358	\$ 28,000	\$ 1,227,104
Payroll Liabilities	9,736,177	38,175	-	105,520	242,039	-	-	10,121,911
Total Liabilities	\$ 10,017,589	\$ 304,785	\$ -	\$ 165,244	\$ 242,039	\$ 591,358	\$ 28,000	\$ 11,349,015
DEFERRED INFLOWS OF RESOURCES								
Property Taxes - Subsequent Year	\$ 10,831,965	\$ 1,304,098	\$ 2,868,631	\$ 711,734	\$ 1,266,306	\$ -	\$ 178,673	\$ 17,161,407
Tuition - Subsequent Year	109,456	-	-	-	-	-	-	109,456
Total Deferred Inflows of Resources	\$ 10,941,421	\$ 1,304,098	\$ 2,868,631	\$ 711,734	\$ 1,266,306	\$ -	\$ 178,673	\$ 17,270,863
FUND BALANCE								
Nonspendable								
Prepaid Expenses	\$ 297,800	\$ 270	\$ -	\$ 10,511	\$ -	\$ -	\$ -	\$ 308,581
Restricted								
Drivers Education	37,788	-	-	-	-	-	-	37,788
Debt Services	-	-	5,016,197	-	-	-	-	5,016,197
Transportation	-	-	-	2,233,652	-	-	-	2,233,652
Illinois Municipal Retirement Fund/Social Security	-	-	-	-	20,428	-	-	20,428
Fire Prevention and Safety	-	-	-	-	-	-	50,539	50,539
Tort Liability	91,149	-	-	-	-	-	-	91,149
Committed								
Capital Projects	-	-	-	-	-	7,529,216	-	7,529,216
Assigned								
Operations and Maintenance	-	2,390,891	-	-	-	-	-	2,390,891
Debt Services	-	-	475,147	-	-	-	-	475,147
Transportation	-	-	-	758,513	-	-	-	758,513
Illinois Municipal Retirement Fund/Social Security	-	-	-	-	1,365,596	-	-	1,365,596
Fire Prevention and Safety	-	-	-	-	-	-	16,963	16,963
Unassigned	25,265,661	-	-	-	-	-	-	25,265,661
Total Fund Balance	\$ 25,692,398	\$ 2,391,161	\$ 5,491,344	\$ 3,002,676	\$ 1,386,024	\$ 7,529,216	\$ 67,502	\$ 45,560,321
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 46,651,408	\$ 4,000,044	\$ 8,359,975	\$ 3,879,654	\$ 2,894,369	\$ 8,120,574	\$ 274,175	\$ 74,180,199

The Notes to Basic Financial Statements are an integral part of this statement.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 JUNE 30, 2019

Total Fund Balances - Governmental Funds \$ 45,560,321

Amounts reported for governmental activities in the Statement of Net Position are different because:

Deferred pension costs in governmental activities are not financial resources and therefore are not reported in the funds.

OPEB Expense/Revenue - IMRF/TRS	\$ (528,882)	
OPEB Expense/Revenue - THIS	(5,905,328)	
Pension Expense/Revenue - IMRF	4,192,726	
Pension Expense/Revenue - TRS	<u>(9,902,317)</u>	
		(12,143,801)

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Capital Assets	\$ 111,784,897	
Accumulated Depreciation on Capital Assets	<u>(45,683,857)</u>	
		66,101,040

Some liabilities are not due and payable in the current period and therefore are not reported in the funds.

Bonds and Notes Payable	\$ (54,196,678)	
Accrued Interest on Long-Term Debt	(2,279,519)	
Premium on Bonds	(2,267,230)	
Discount on Bonds	315,250	
Net OPEB Obligation	(57,672,381)	
Net Pension (Liability)/Asset	(4,890,273)	
Compensated Absences Payable	(288,912)	
Retirement Bonus	<u>(311,520)</u>	
		<u>(121,591,263)</u>

Net Position of Governmental Activities \$ (22,073,703)

The Notes to Basic Financial Statements are an integral part of this statement.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2019

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Fire Prevention and Safety Fund	Total Governmental Funds
REVENUES								
Property Taxes	\$ 21,806,869	\$ 2,600,204	\$ 5,750,579	\$ 1,426,868	\$ 2,540,193	\$ -	\$ 358,199	\$ 34,482,912
Payments in Lieu of Taxes	-	-	-	-	226,388	-	-	226,388
Tuition	203,214	-	-	-	-	-	-	203,214
Transportation Fees	-	-	-	45,679	-	-	-	45,679
Earnings on Investments	728,115	25,030	82,890	141,687	28,293	47,555	4,918	1,058,488
Food Service	55,447	-	-	-	-	-	-	55,447
District/School Activity Income	296,772	-	-	-	-	-	-	296,772
Textbooks	739	-	-	-	-	-	-	739
Other Local Sources	384,995	1,098,135	-	1,119	1,691	-	5,250	1,491,190
State Aid	55,026,284	3,679,028	166,201	2,833,208	20,395	-	-	61,725,116
Federal Aid	8,725,170	-	-	-	208,475	-	-	8,933,645
On-Behalf Payments	4,238,852	-	-	-	-	-	-	4,238,852
	<u>\$ 91,466,457</u>	<u>\$ 7,402,397</u>	<u>\$ 5,999,670</u>	<u>\$ 4,448,561</u>	<u>\$ 3,025,435</u>	<u>\$ 47,555</u>	<u>\$ 368,367</u>	<u>\$ 112,758,442</u>
EXPENDITURES								
Current								
Instruction								
Regular Programs	\$ 30,064,130	\$ -	\$ -	\$ -	\$ 453,508	\$ -	\$ -	\$ 30,517,638
Special Education Programs	9,940,461	-	-	-	418,719	-	-	10,359,180
Other Instructional Programs	12,449,970	-	-	-	216,094	-	-	12,666,064
Support Services								
Pupils	8,334,222	-	-	-	306,936	-	-	8,641,158
Instructional Staff	3,799,346	-	-	-	104,599	-	-	3,903,945
General Administration	2,262,810	-	-	-	37,925	-	-	2,300,735
School Administration	5,461,830	-	-	-	260,915	-	-	5,722,745
Business	567,578	-	-	-	30,851	-	-	598,429
Operations and Maintenance	-	6,422,506	-	-	430,308	-	143,233	6,996,047
Transportation	-	-	-	5,019,139	300,786	-	-	5,319,925
Food Services	2,191,465	2,604	-	-	-	-	-	2,194,069
Central	3,929,166	-	-	-	209,981	-	-	4,139,147
Other Support Services	346,067	709,119	-	-	-	-	-	1,055,186
Community Services	306,351	-	-	-	27,316	-	-	333,667
Payments to Other Districts and Governmental Units	3,536,933	-	-	-	26,210	-	-	3,563,143
Debt Service								
Principal	-	-	1,421,731	-	-	-	-	1,421,731
Interest and Fees	-	-	4,407,469	-	-	-	-	4,407,469
Capital Outlay	182,240	395,906	-	-	-	2,892,329	266,508	3,736,983
On-Behalf Payments	4,238,852	-	-	-	-	-	-	4,238,852
	<u>\$ 87,611,421</u>	<u>\$ 7,530,135</u>	<u>\$ 5,829,200</u>	<u>\$ 5,019,139</u>	<u>\$ 2,824,148</u>	<u>\$ 2,892,329</u>	<u>\$ 409,741</u>	<u>\$ 112,116,113</u>

The Notes to Basic Financial Statements are an integral part of this statement.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2019

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Fire Prevention and Safety Fund	Total Governmental Funds
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 3,855,036	\$ (127,738)	\$ 170,470	\$ (570,578)	\$ 201,287	\$ (2,844,774)	\$ (41,374)	\$ 642,329
OTHER FINANCING SOURCES (USES)								
Interfund Transfers	\$ (2,000,000)	\$ 6,000,000	\$ -	\$ (4,000,000)	\$ -	\$ -	\$ -	\$ -
Other Sources/Uses	-	(6,000,000)	-	-	-	6,000,000	-	-
	<u>\$ (2,000,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,000,000)</u>	<u>\$ -</u>	<u>\$ 6,000,000</u>	<u>\$ -</u>	<u>\$ -</u>
NET CHANGE IN FUND BALANCES	\$ 1,855,036	\$ (127,738)	\$ 170,470	\$ (4,570,578)	\$ 201,287	\$ 3,155,226	\$ (41,374)	\$ 642,329
FUND BALANCES - JULY 1, 2018	23,837,362	2,518,899	5,320,874	7,573,254	1,184,737	4,373,990	108,876	44,917,992
FUND BALANCES - JUNE 30, 2019	<u>\$ 25,692,398</u>	<u>\$ 2,391,161</u>	<u>\$ 5,491,344</u>	<u>\$ 3,002,676</u>	<u>\$ 1,386,024</u>	<u>\$ 7,529,216</u>	<u>\$ 67,502</u>	<u>\$ 45,560,321</u>

The Notes to Basic Financial Statements are an integral part of this statement.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED JUNE 30, 2019

Net Change in Fund Balances - Total Governmental Funds \$ 642,329

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.

Depreciation Expense	\$ (2,376,526)	
Capital Outlays	<u>3,736,984</u>	1,360,458

In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the undepreciated balance of the capital assets sold.

Gain/(Loss) on Sale of Capital Assets	\$ (6,217)	
Proceeds from Sale of Fixed Assets	<u>(17,475)</u>	(23,692)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Amortization of Bond Premiums	\$ 256,752	
Amortization of Bond Discounts	(31,379)	
Accrued Interest	(70,984)	
Accreted Interest	2,056,464	
Compensated Absences and Retirement Bonuses	91,968	
OPEB Expense	(3,512,480)	
Pension Expense	<u>(3,344,477)</u>	(4,554,136)

Employer Pension Contributions are expensed in the fund financial statements but are treated as a reduction in the Net Pension Liability on the government-wide financial statements.

Pension Contributions	\$ 4,848,571	
OPEB Contributions	<u>643,263</u>	5,491,834

Repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Repayment of Long-Term Debt		<u>1,422,335</u>
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Change in Net Position of Governmental Activities		<u>\$ 4,339,128</u>
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The Notes to Basic Financial Statements are an integral part of this statement.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 FIDUCIARY FUNDS
 JUNE 30, 2019

	<u>Agency Fund - Student Activity Fund</u>
ASSETS	
Cash and Cash Equivalents	<u>\$ 102,788</u>
Total Assets	<u><u>\$ 102,788</u></u>
LIABILITIES	
Due to Activity Fund Organizations	<u>\$ 102,788</u>
Total Liabilities	<u><u>\$ 102,788</u></u>

The Notes to Basic Financial Statements are an integral part of this statement.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Round Lake Area Schools Community Unit District No. 116's (District) accounting policies conform to generally accepted accounting principles as applicable to local education agencies.

The District's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies established in GAAP and used by the District are discussed below.

A. Reporting Entity

The accompanying financial statements comply with the provisions of GASB statements in that the financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units. In addition, the District is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

B. Basic Financial Statements – Government-Wide Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund (reporting the District's major funds) financial statements. Both the government-wide and fund financial statements categorize all of the primary activities of the District as governmental activities. The District does not have any business-type activities.

In the government-wide Statement of Net Position, the governmental activities column (a) is presented on a consolidated basis, and (b) is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are also supported by general government revenues (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular programs, special education programs, payments to other districts and governmental units, etc.). Program revenues include charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function) are normally covered by general revenue (unrestricted investment earnings).

NOTES TO FINANCIAL STATEMENTS (Continued)

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

C. *Basic Financial Statements – Fund Financial Statements*

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of all governmental funds) for the determination of major funds. The District electively made all governmental funds major funds.

The following fund types are used by the District:

1. Governmental Fund Types

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

General Fund – The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Educational, Working Cash, and Tort are included in this fund.

Special Revenue Funds – The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for specified purposes other than debt service or capital projects.

Operations and Maintenance Fund – accounts for expenditures made for repairs and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes and general state aid.

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

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

Debt Services Fund – The Debt Services Fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the periodic payment of principal, interest, and related fees on general long-term debt.

Capital Projects Funds – The Capital Projects Funds are used to account for financial resources that are restricted, committed, or assigned to expenditures for the acquisition or construction of major capital facilities and fire prevention and safety projects.

NOTES TO FINANCIAL STATEMENTS (Continued)

Capital Projects Fund – accounts for construction projects and renovations financed through bond proceeds or transfers from other funds.

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

2. Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support the District's programs. The reporting focus is on net position.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (agency). Since by definition these assets are being held for the benefit of a third party (student organizations) and cannot be used to address activities or obligations of the District, these funds are not incorporated into the government-wide statements.

The following is a description of the fiduciary fund of the District:

Agency Fund – The Agency Fund (Student Activity Fund) accounts for assets held by the District as an agent for student school-based organizations. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to student school-based organizations are equal to the assets.

D. *Basis of Accounting*

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual

The governmental activities in the government-wide financial statements and the fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Property taxes are reported in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements have been met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. Property tax revenues are recognized in the period for which levied provided they are also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

E. *Cash and Cash Equivalents and Investments*

Separate bank accounts are not maintained for all of the District's funds. Instead, the funds maintain their cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

NOTES TO FINANCIAL STATEMENTS (Continued)

Occasionally certain funds participating in the common bank account will incur overdrafts (deficits) in the account. Such overdrafts in effect constitute cash borrowed from other District funds and are, therefore, interfund loans that have not been authorized by District Board action.

No District fund had a cash overdraft at June 30, 2019.

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents are accounted for at cost, which approximates market.

Investments are stated at fair value. Fair value is determined by quoted market prices. Gains or losses on the sale of investments are recognized as they are incurred. The District has adopted a formal written investment and cash management policy.

F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

G. *Prepaid Items*

Payments made to vendors for services that will benefit periods beyond the current fiscal year are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

H. *Inventories*

No inventory accounts are maintained to reflect the values of resale or supply items on hand. Instead, the costs of such items are charged to expense when purchased. The value of the District's inventories is not deemed to be material.

I. *Interfund Activity*

Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses.

Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

J. *Capital Assets*

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Building and Building Improvements	5 - 40 years
Improvements Other than Buildings	15 - 30 years
Equipment Other than Food Service	5 - 15 years
Food Services Equipment	15 years

NOTES TO FINANCIAL STATEMENTS (Continued)

K. *Deferred Outflows and Inflows of Resources*

In addition to assets and liabilities, the Balance Sheet(s) and Statement(s) of Net Position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and therefore will not be recognized as an outflow of resource until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resource until that time.

L. *Compensated Absences*

Vacation benefits are granted to employees in varying amounts up to specified maximums depending on tenure with the District. Unused vacation time can accumulate and a set number of vacation days can be carried over to subsequent years depending upon which classification the employee is employed in.

M. *Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds on a straight-line basis, rather than expensed in the current year. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as debt service expenditures in the year they occur.

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

N. *Government-Wide Net Position*

Government-wide net position is divided into three components:

- Net Investment in Capital Assets – consists of capital assets (net of accumulated depreciation) and unamortized bond premiums reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and unamortized bond discounts. The following table shows a breakdown of the net investment in capital assets:

Capital Assets	\$ 66,101,040
Bond and Notes Payable	(54,196,678)
Unamortized Bond Premium	2,267,230
Unamortized Bond Discounts	(315,250)
Non-Capital Debt	
Portion of 2013 Bonds	203,050
Accreted Interest	2,463,265
Net Investment in Capital Assets	<u>\$ 16,522,657</u>

- Restricted Net Position – consists of net position that is restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted Net Position – all other net positions are reported in this category.

NOTES TO FINANCIAL STATEMENTS (Continued)

O. *Governmental Fund Balances*

Governmental fund balances are divided between nonspendable and spendable.

Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

- **Restricted** – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
- **Committed** – Committed fund balances are amounts that can only be used for specific purposes as a result of a resolution of the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes those constraints by way of resolution. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- **Assigned** – Assigned fund balances are amounts that are constrained by the District's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Education has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. The District has delegated this authority to the Chief Financial Officer.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects or debt services fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the District itself. All remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

- **Unassigned** – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash. This classification is also used to represent negative fund balances in special revenue, debt services, and capital projects funds.

The District permits funds to be expended in the following order: Restricted, Committed, Assigned and Unassigned. The Chief Financial Officer has the authority to deviate from this policy if it is in the best interest of the District.

P. *Property Tax Calendar and Revenues*

The District's property tax is levied each calendar year on all taxable real property located in the District on or before the last Tuesday in December. The 2018 levy was passed by the Board on December 17, 2018. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are levied and are payable in two installments early in June and early in September of the following calendar year. The District receives significant distributions of tax receipts approximately one month after these dates.

NOTES TO FINANCIAL STATEMENTS (Continued)

Q. *Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

Deposits with financial institutions are fully insured or collateralized by securities held in the District's name.

The District is allowed to invest in securities as authorized by the School Code of Illinois, Chapter 30, Section 235/2 and 6; and Chapter 105, Section 5/8-7.

The following table categorizes the investments according to levels of risk:

Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	5 - 10	More Than 10
State Investment Pools	\$ 45,635,468	\$ 45,635,468	\$ -	\$ -	\$ -

The fair value of investments in the State Investment Pool is the same as the value of pool shares. The State Investment Pool is not SEC-registered but does have regulatory oversight through the State of Illinois.

Interest Rate Risk. The District's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments based on credit risk. The District's investment policy further limits its investment choices to ensure that capital loss, whether from credit or market risk, is avoided. As of June 30, 2019, the District's investments were rated as follows:

Investment	Credit Rating	Rating Source
State Investment Pool	AAAm	Standard and Poor's

NOTE 3 - FAIR VALUE MEASUREMENT

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The District has the following recurring fair value measurements as of June 30, 2019:

Investments by fair value level	6/30/2019	Fair Value Measurements Using:	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Certificates of Deposit	\$ 5,629,583	\$ -	\$ 5,629,583
Total Investments by fair value level	\$ 5,629,583	\$ -	\$ 5,629,583

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2019 was as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

	Balance July 1, 2018	Increases	Decreases	Balance June 30, 2019
Governmental Activities				
Capital Assets not being depreciated				
Land	\$ 1,005,635	\$ -	\$ -	\$ 1,005,635
Construction in Progress	424,888	2,256,040	424,888	2,256,040
Total Capital Assets not being depreciated	<u>\$ 1,430,523</u>	<u>\$ 2,256,040</u>	<u>\$ 424,888</u>	<u>\$ 3,261,675</u>
Other Capital Assets				
Buildings and Building Improvements	\$ 96,771,694	\$ 986,338	\$ -	\$ 97,758,032
Improvements Other than Buildings	3,124,975	442,807	-	3,567,782
Equipment Other than Food Service	5,933,064	476,687	47,196	6,362,555
Food Services Equipment	834,853	-	-	834,853
Total Other Capital Assets at Historical Cost	<u>\$ 106,664,586</u>	<u>\$ 1,905,832</u>	<u>\$ 47,196</u>	<u>\$ 108,523,222</u>
Less Accumulated Depreciation				
Buildings and Building Improvements	\$ 34,929,983	\$ 2,058,188	\$ -	\$ 36,988,171
Improvements Other than Buildings	2,628,677	100,198	-	2,728,875
Equipment Other than Food Service	5,053,719	189,716	23,504	5,219,931
Food Services Equipment	718,456	28,424	-	746,880
Total Accumulated Depreciation	<u>\$ 43,330,835</u>	<u>\$ 2,376,526</u>	<u>\$ 23,504</u>	<u>\$ 45,683,857</u>
Other Capital Assets, Net	<u>\$ 63,333,751</u>	<u>\$ (470,694)</u>	<u>\$ 23,692</u>	<u>\$ 62,839,365</u>
Governmental Activities Capital Assets, Net	<u>\$ 64,764,274</u>	<u>\$ 1,785,346</u>	<u>\$ 448,580</u>	<u>\$ 66,101,040</u>

Depreciation expense was charged to functions as follows:

Governmental Activities	
Food Services	\$ 28,424
Unallocated	2,348,102
Total Governmental Activities Depreciation Expense	<u>\$ 2,376,526</u>

NOTE 5 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended June 30, 2019 was as follows:

	Balance July 1, 2018	Additions	Retirements	Balance June 30, 2019	Amounts Due Within One Year
Governmental Activities					
Long-Term Debt					
General Obligation Bonds	\$ 57,625,034	\$ -	\$ 3,428,356	\$ 54,196,678	\$ 3,804,281
Lease/Purchase Agreements	50,443	-	50,443	-	-
Unamortized Bond Premium	2,523,982	-	256,752	2,267,230	256,752
Unamortized Bond Discount	(346,629)	-	(31,379)	(315,250)	(31,379)
Total Long-Term Debt	<u>\$ 59,852,830</u>	<u>\$ -</u>	<u>\$ 3,704,172</u>	<u>\$ 56,148,658</u>	<u>\$ 4,029,654</u>
Other Long-Term Obligations					
Compensated Absences	\$ 235,264	\$ 288,912	\$ 235,264	\$ 288,912	\$ -
Retirement Bonuses	457,135	311,520	457,135	311,520	-
Net OPEB Obligation	5,871,320	1,361,652	-	7,232,972	-
Net OPEB Liability - THIS	49,249,904	1,189,505	-	50,439,409	-
Net Pension Liability - IMRF	-	4,314,776	-	4,314,776	-
Net Pension Liability - TRS	8,677,783	-	8,102,286	575,497	-
Total Other Long-Term Obligations	<u>\$ 64,491,406</u>	<u>\$ 7,466,365</u>	<u>\$ 8,794,685</u>	<u>\$ 63,163,086</u>	<u>\$ -</u>
Governmental Activities Long-Term Liabilities	<u>\$ 124,344,236</u>	<u>\$ 7,466,365</u>	<u>\$ 12,498,857</u>	<u>\$ 119,311,744</u>	<u>\$ 4,029,654</u>

The General Obligation bonds include interest accretion on capital appreciation bonds as follows:

<u>\$ 4,519,729</u>	<u>\$ -</u>	<u>\$ 2,056,464</u>	<u>\$ 2,463,265</u>
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NOTES TO FINANCIAL STATEMENTS (Continued)

The liability for compensated absences is 79% liquidated by the General Fund, 19% liquidated by the Operations and Maintenance Fund, and 2% liquidated by the Transportation Fund.

Bonds and notes payable consisted of the following at June 30, 2019:

	Date of Issuance	Maturity Date	Interest Rate	Face Amount	Carrying Amount
Revenue Bonds 2001A	4/10/2001	1/1/2020	8.65%	\$ 9,196,438	\$ 3,169,860
GO Limited Refunding Bonds 2013A	4/26/2013	1/1/2021	2.00% - 2.15%	2,525,000	335,000
GO Refunding Bonds 2013B	4/26/2013	1/1/2020	2.00%	675,000	165,000
GO Refunding Bonds 2014	12/22/2014	1/15/2023	3.00%	9,095,000	9,095,000
GO School Bonds 2015A	2/4/2015	1/15/2030	2.00% - 5.00%	36,415,000	36,415,000
GO Limited Tax School Bonds 2015B	2/4/2015	1/15/2026	2.63% - 4.00%	2,475,000	2,475,000
GO Limited Tax School Bonds 2016A	5/10/2016	12/15/2030	0.00%	900,000	900,000
GO Limited Tax School Bonds 2016B	5/10/2016	12/15/2030	0.00%	1,129,000	1,129,000
SEDOL Bonds 2015B (See Below)	4/21/2015	8/3/2023	3.00% - 5.00%	859,140	512,818
American Capital	11/6/2014	8/1/2018	3.17%	245,699	-
Total				<u>\$ 63,515,277</u>	<u>\$ 54,196,678</u>

At June 30, 2019 the annual debt service requirements to service long-term debt are:

Year Ending June 30	Principal	Interest	Total
2020	\$ 3,804,281	\$ 2,079,183	\$ 5,883,464
2021	4,273,276	1,782,289	6,055,565
2022	4,567,286	1,662,423	6,229,709
2023	4,841,461	1,527,617	6,369,078
2024	5,256,374	1,350,953	6,607,327
2025	5,580,000	1,100,775	6,680,775
2026	5,800,000	831,450	6,631,450
2027	6,060,000	549,750	6,609,750
2028	6,075,000	380,100	6,455,100
2029	5,565,000	210,000	5,775,000
2030	1,965,000	48,750	2,013,750
2031	409,000	-	409,000
	<u>\$ 54,196,678</u>	<u>\$ 11,523,290</u>	<u>\$ 65,719,968</u>
Plus: Unamortized Premium	2,267,230	-	2,267,230
Less: Unamortized Discount	(315,250)	-	(315,250)
	<u>\$ 56,148,658</u>	<u>\$ 11,523,290</u>	<u>\$ 67,671,948</u>

As described in Note 12, the District is a member of the Special Education District of Lake County (SEDOL). On April 21, 2015, SEDOL issued its Special Education Refunding Bonds, Series 2015B, in the principal amount of \$4,845,000, which replaced the bonds originally issued on October 1, 2008, in the amount of \$10,700,000 in Special Education Bonds. The bond proceeds were used to construct a facility for severe/profound students and to provide housing for behavior disorder students. Each SEDOL member district is liable for a portion of the debt payments for both issues through the maturity of the bonds regardless of their continued membership in the joint agreement.

On April 26, 2013, the District issued \$2,525,000 in General Obligation Limited Refunding School Bonds, Series 2013A, and \$675,000 in General Obligation School Refunding Bonds, Series 2013B to refund \$875,000 of an outstanding 1999 issue, \$400,000 of an outstanding 2001B issue, \$660,000 of an outstanding 2000 issue, and \$1,205,000 of an outstanding 2005 issue. The net proceeds of \$3,206,592 were used to purchase U.S. government securities. These securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded debt. As a result, the 1999, 2001B, 2000, and 2005 bond issues are considered to be defeased and the liability for the amount refunded on these bond issues has been removed from the District's liabilities. At June 30, 2019, a total of \$580,000 of defeased debt is still outstanding.

NOTES TO FINANCIAL STATEMENTS (Continued)

On December 22, 2014, the District issued \$9,095,000 in General Obligation Refunding School Bonds, Series 2014 and on February 4, 2015 the District issued \$36,415,000 in General Obligation School Bonds, Series 2015A. The Series 2014 bonds and a portion of the Series 2015A bonds (\$1,963,289) were used to refund an outstanding 2001A issue and \$12,565,000 of an outstanding 2006 issue. The net proceeds of \$20,884,088 were used to purchase U.S. government securities. These securities were deposited in an Irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded debt. As a result, the 2001A and 2006 bond issues are considered to be defeased and the liability for the amount refunded on these bond issues has been removed from the District's liabilities. At June 30, 2019, a total of \$9,530,295 of defeased debt is still outstanding. The refunding of the 2001A and 2006 Series Bonds generated a gain of \$2,551,738.

NOTE 6 - PROPERTY TAXES

Property taxes receivable and unavailable revenue recorded in these financial statements are from the 2018 tax levy. The unavailable revenue is 50% of the 2018 tax levy. These taxes are unavailable as only a portion of the taxes (approximately 50%) are collected before the end of the fiscal year and the District does not consider the remaining amounts to be available and does not budget for their use until the following fiscal year. The District has determined that 50% of the 2018 tax levy (\$17,477,630) and 50% of the 2017 tax levy, plus back taxes, less uncollectible amounts (\$17,005,226) are allocable for use in fiscal year 2019. Therefore, 50% of each of these levies are recorded in these financial statements as property taxes revenue. A summary of assessed valuations, rates, and extensions for tax years 2018, 2017, and 2016 is as follows:

Assessed Valuation	2018		2017		2016	
	Rate	Extension	Rate	Extension	Rate	Extension
		\$397,688,172		\$376,856,026		\$349,947,970
Educational	4.5498	\$ 18,094,203	4.7049	\$ 17,730,515	3.7102	\$ 12,983,658
Special Education	0.6955	2,765,818	0.7098	2,675,067	0.7333	2,566,109
Tort Immunity	0.2457	976,993	0.2670	1,006,326	0.2398	839,315
Operations and Maintenance	0.6595	2,622,626	0.6689	2,520,941	0.6850	2,397,144
Debt Service	1.4652	5,826,999	1.5149	5,709,082	1.6294	5,702,213
Transportation	0.3635	1,445,732	0.3759	1,416,670	1.7961	6,285,538
Illinois Municipal Retirement	0.2695	1,071,714	0.2527	952,229	0.2009	703,094
Social Security	0.3714	1,476,907	0.4100	1,545,162	0.4327	1,514,305
Working Cash	0.0127	50,566	0.0131	49,545	0.0167	58,347
Fire Prevention and Safety	0.0913	362,934	0.0944	355,639	0.0814	284,872
SEDOL Municipal Retirement	0.0059	23,603	0.0070	26,210	0.0073	25,602
Lease Educational Facility	0.0596	237,165	0.0617	232,396	0.0651	227,753
	<u>8.7896</u>	<u>\$ 34,955,260</u>	<u>9.0803</u>	<u>\$ 34,219,782</u>	<u>9.5979</u>	<u>\$ 33,587,950</u>

NOTE 7 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2019, the following funds had expenditures that exceeded the budget:

Fund	Budget	Actual	Excess of Actual Over Budget
Education Fund	\$ 83,308,175	\$ 86,713,989	\$ 3,405,814
Debt Services Fund	5,827,306	5,829,200	1,894
Transportation Fund	4,998,611	5,019,138	20,528
Capital Projects Fund	2,835,000	2,844,774	9,774
Tort Fund	888,028	897,432	9,404
Fire Prevention and Safety Fund	405,000	409,741	4,741

NOTE 8 - OPERATING LEASES, AS LESSEE

The District leases postage meters, printers, buses, and the use of a school building under operating leases.

NOTES TO FINANCIAL STATEMENTS (Continued)

Annual requirements to cover outstanding lease agreements at June 30, 2019 are:

<u>Year Ending June 30</u>	<u>Amount</u>
2020	\$ 2,247,656
2021	2,059,344
2022	1,556,513
2023	884,894
2024	1,425,826
	<u>\$ 8,174,233</u>

Rental expense under these leases for the year ended June 30, 2019 was \$1,608,851.

NOTE 9 - RETIREMENT FUND COMMITMENTS

A. *Teachers' Retirement System of the State of Illinois*

General Information About the Pension Plan

Plan Description

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

TRS issues a publicly available financial report that can be obtained at <http://www.trsil.org/financial/cafrs/fy2018>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with ten 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 ten years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2% of final average salary up to a maximum of 75% with 34 years of service. Disability and death benefits are also provided.

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

Essentially all Tier I retirees receive an annual 3% increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of 3% of the original benefit or ½% 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.

NOTES TO FINANCIAL STATEMENTS (Continued)

Public Act 100-0023, enacted in 2017, creates an optional Tier III hybrid retirement plan, but it has not yet gone into effect. The earliest possible implementation date is July 1, 2020. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2021. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs will begin in 2019 and will be funded by bonds issued by the state of Illinois.

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2018 was 9.0% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2019, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$3,702,559 in pension contributions from the State of Illinois.

2.2 Formula Contributions. Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2019 were \$279,836 and are deferred because they were paid after the June 30, 2018 measurement date.

Federal and Special Trust Fund Contributions. When TRS members are paid from federal and special trust funds administered by the employer, there is a statutory requirement for the employer to pay an employer pension contribution from those funds. Under Public Act 100-340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

Previously, employer contributions for employees paid from federal and special trust funds were at the same rate as the state contribution rate to TRS and were much higher.

For the year ended June 30, 2019, the District pension contribution was 9.85% of salaries paid from federal and special trust funds. For the year ended June 30, 2019, salaries totaling \$578,490 were paid from federal and special trust funds that required District contributions of \$56,981. These contributions are deferred because they were paid after the June 30, 2018 measurement date.

Employer Retirement Cost Contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6% if those salaries are used to calculate a retiree's final average salary. Additionally, beginning with the year ended June 30, 2019, employers will make a similar contribution for salary increases over 3% if members are not exempted by current collective bargaining agreements or contracts.

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, 2019, the

NOTES TO FINANCIAL STATEMENTS (Continued)

District paid \$29,388 to TRS for employer contributions due on salary increases in excess of 6% , and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2019, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District follows below:

District's proportionate share of the net pension liability	\$ 575,497
State's proportionate share of the net pension liability associated with the District	39,423,952
Total Net Pension Liability	<u>\$ 39,999,449</u>

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017 and rolled forward to June 30, 2018. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2018, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2018, the District's proportion was 0.00073833%, which was an increase (decrease) of (0.0106203%) from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the District recognized pension expense of \$3,702,559 and revenue of \$3,702,559 for support provided by the State. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Outflows of Resources</u>
Differences between expected and actual experience	\$ 11,566	\$ (125)	\$ 11,441
Net difference between projected and actual earnings on pension plan investments	-	(1,762)	(1,762)
Changes of assumptions	25,241	(16,311)	8,930
Changes in proportion and differences between employer contributions and proportionate share of contributions	4,136,515	(14,394,259)	(10,257,744)
Employer contributions subsequent to the measurement date	336,818	-	336,818
	<u>\$ 4,510,140</u>	<u>\$ (14,412,457)</u>	<u>\$ (9,902,317)</u>

\$336,818 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

<u>Year ending June 30</u>	
2020	\$ 2,479,086
2021	1,948,679
2022	3,414,365
2023	1,747,319
2024	649,687
	<u>\$ 10,239,136</u>

NOTES TO FINANCIAL STATEMENTS (Continued)

Actuarial Assumptions

The total pension liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary Increases	varies by amount of service credit
Investment Rate of Return	7.0%, net of pension plan investment expenses, including inflation

In the June 30, 2018 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2017 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

The long-term (20-year) expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. equities large cap	15.0%	6.7%
U.S. equities small/mid cap	2.0%	7.9%
International equities developed	13.6%	7.0%
Emerging market equities	3.4%	9.4%
U.S. bonds core	8.0%	2.2%
U.S bonds high yield	4.2%	4.4%
International debt developed	2.2%	1.3%
Emerging international debt	2.6%	4.5%
Real estate	16.0%	5.4%
Commodities (real return)	4.0%	1.8%
Hedge funds (absolute return)	14.0%	3.9%
Private Equity	15.0%	10.2%
Total	<u>100.00%</u>	

Discount Rate

At June 30, 2018, the discount rate used to measure total pension liability was 7.00%, which was the same as the June 30, 2017 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2018 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTES TO FINANCIAL STATEMENTS (Continued)

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point-higher (8.00%) than the current rate.

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Employer's proportionate share of the net pension liability	\$ 705,793	\$ 575,497	\$ 470,570

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2018 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

B. *Illinois Municipal Retirement Fund*

Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available *Comprehensive Annual Financial Report* that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

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

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

Employees hired **on or after** January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the

NOTES TO FINANCIAL STATEMENTS (Continued)

first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last ten years of service, divided by 48. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

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

Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. As of December 31, 2018, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	207
Inactive plan members entitled to but not yet receiving benefits	293
Active plan members	323
Total	<u>823</u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2018 was 8.15%. For the fiscal year ended June 30, 2019, the District contributed \$1,097,998 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The components of the net pension liability of the IMRF as of December 31, 2018, calculated in accordance with GASB Statement No. 68, were as follows:

Total Pension Liability	\$	43,886,114
IMRF Fiduciary Net Position		39,571,338
District's Net Pension Liability/(Asset)		4,314,776
IMRF Fiduciary Net Position as a Percentage of the Total Pension Liability		90.17%

See the Schedule of Changes in the Employer's Net Pension Liability and Related Ratios in the Required Supplementary Information following the notes to the financial statements for additional information related to the funded status of the plan.

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2018 using the following actuarial methods and assumptions:

NOTES TO FINANCIAL STATEMENTS (Continued)

Assumptions

Inflation	2.75%
Salary Increases	3.75% - 14.5% including inflation
Interest Rate	7.50%
Asset Valuation Method	5-Year Smooth Market; 20% Corridor

Projected Retirement Age	Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
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For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2018:

Asset Class	Target Allocation	Projected Return
Equities	37.0%	7.15%
International Equities	18.0%	7.25%
Fixed Income	28.0%	3.75%
Real Estate	9.0%	6.25%
Alternatives	7.0%	
Private Equity		8.50%
Hedge Funds		5.50%
Commodities		3.20%
Cash	1.0%	2.50%
	<u>100.0%</u>	

Single Discount Rate

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

For the purpose of this discount rate, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 3.71%; and resulting single discount rate is 7.25%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at December 31, 2017	\$ 39,643,464	\$ 41,536,553	\$ (1,893,089)
Changes for the year:			
Service Cost	\$ 1,287,682	\$ -	\$ 1,287,682
Interest on the Total Pension Liability	2,948,000	-	2,948,000
Differences Between Expected and Actual Experience of the Total Pension Liability	644,495	-	644,495
Changes of Assumptions	1,323,749	-	1,323,749
Contributions - Employer	-	1,109,390	(1,109,390)
Contributions - Employee	-	616,142	(616,142)
Net Investment Income	-	(2,379,071)	2,379,071
Benefit Payments, including Refunds of Employee Contributions	(1,961,276)	(1,961,276)	-
Other (Net Transfer)	-	649,600	(649,600)
Net Changes	\$ 4,242,650	\$ (1,965,215)	\$ 6,207,865
Balances at December 31, 2018	\$ 43,886,114	\$ 39,571,338	\$ 4,314,776

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

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a single Discount Rate that is 1% lower or 1% higher:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability/(Asset)	\$ 10,337,655	\$ 4,314,776	\$ (617,840)

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

For the year ended June 30, 2019, the District recognized pension expense/(income) of \$1,463,284. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Outflows of Resources	Inflows of Resources	Net Outflows of Resources
Expense in Future Periods			
Differences between expected and actual experience	\$ 733,042	\$ -	\$ 733,042
Changes of assumptions	996,734	(711,506)	285,228
Net difference between projected and actual earnings on pension plan investments	4,966,049	(2,236,461)	2,729,588
Total deferred amounts to be recognized in pension expense in future periods	\$ 6,695,825	\$ (2,947,967)	\$ 3,747,858
Pension contributions made subsequent to the measurement date	444,868	-	444,868
Total deferred amounts related to pensions	\$ 7,140,693	\$ (2,947,967)	\$ 4,192,726

NOTES TO FINANCIAL STATEMENTS (Continued)

The deferred outflows of resources related to pensions resulting from the District’s contributions in fiscal year 2019 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows of Resources
2019	\$ 1,209,380
2020	649,372
2021	776,370
2022	1,112,736
2023	-
Thereafter	-
	\$ 3,747,858

C. *Summary of Pension Items*

Below is a summary of the various pension items:

	TRS	IMRF	Total
Deferred Outflows of Resources:			
Employer Contributions	\$ 336,818	\$ 444,868	\$ 781,686
Experience	11,566	733,042	744,608
Assumptions	25,241	996,734	1,021,975
Proportionate Share	4,136,515	-	4,136,515
Investments	-	4,966,049	4,966,049
	\$ 4,510,140	\$ 7,140,693	\$ 11,650,833
Net Pension Liability	\$ 575,497	\$ 4,314,776	\$ 4,890,273
Pension Expense	\$ (1,881,193)	\$ 1,463,284	\$ (417,909)
Deferred Inflows of Resources:			
Experience	\$ (125)	\$ -	\$ (125)
Assumptions	(16,311)	(711,506)	(727,817)
Proportionate Share	(14,394,259)	-	(14,394,259)
Investments	(1,762)	(2,236,461)	(2,238,223)
	\$ (14,412,457)	\$ (2,947,967)	\$ (17,360,424)

D. *Social Security*

Employees not qualifying for coverage under the Teachers’ Retirement System of the State of Illinois or the Illinois Municipal Retirement Fund are considered “non-participating employees”. These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid the total required contribution for the current fiscal year.

NOTE 10 - POST EMPLOYMENT BENEFIT COMMITMENTS

A. *Teacher Health Insurance Security Fund (THIS)*

General Information About the OPEB Plan

Plan Description

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental,

NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

Benefits Provided

The State of Illinois offers comprehensive health plan options, all of which include prescription drug and behavioral health coverage. The State of Illinois offers TCHP, HMO, and OAP plans.

- Teachers' Choice Health Plan (TCHP) benefit recipients can choose any physician or hospital for medical services; however, benefit recipients receive enhanced benefits, resulting in lower out-of-pocket costs, when receiving services from a TCHP in-network provider. TCHP has a nationwide network and includes CVS/Caremark for prescription drug benefits and Magellan Behavioral Health for behavioral health services.
- Health Maintenance Organizations (HMO) benefit recipients are required to stay within the health plan provider network. No out-of-network services are available. Benefit recipients will need to select a primary care physician (PCP) from a network of participating providers. The PCP will direct all healthcare services and make referrals to specialists and hospitalization.
- Open Access Plan (OAP) benefit recipients will have three tiers of providers from which to choose to obtain services. The benefit level is determined by the tier in which the healthcare provider is contracted.
 - Tier I offers a managed care network which provides enhanced benefits and operates like an HMO.
 - Tier II offers an expanded network of providers and is a hybrid plan operating like an HMO and PPO.
 - Tier III covers all providers which are not in the managed care networks of Tiers I or II (i.e., out-of-network providers). Using Tier III can offer benefit recipients flexibility in selecting healthcare providers but involves higher out-of-pocket costs. Furthermore, benefit recipients who use out-of-network providers will be responsible for any amount that is over and above the charges allowed by the plan for services (i.e., allowable charges), which could result in substantial out-of-pocket costs. Benefit recipients enrolled in an OAP can mix and match providers and tiers.

Contributions

For the fiscal year ended June 30, 2019, the State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) requires that all active contributors of the THIS make contributions to the plan at a rate of 1.24% of salary and for every employer of a teacher to contribute an amount equal to .92% of each teacher's salary. For the fiscal year ended June 30, 2018, the employee contribution was 1.18% of salary and the employer contribution was .88% of each teacher's salary. The Department of Central Management Services determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. In addition, under the State Pension Funds Continuing Appropriations Act (40 ILCS 15/1.3), there is appropriated, on a continuing annual basis, from the General Revenue Fund, an account of the General Fund, to the State Comptroller for deposit in the Teachers' Health Insurance Security Fund (THISF), an amount equal to the amount

NOTES TO FINANCIAL STATEMENTS (Continued)

certified by the Board of Trustees of THIS as the estimated total amount of contributions to be paid under 5 ILCS 376/6.6(a) in that fiscal year. The member contribution, which may be paid on behalf of employees by the employer, is submitted to THIS by the employer.

On-Behalf Contributions to THIS. The State of Illinois makes employer benefit contributions on behalf of the District. For the year ended June 30, 2019, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net OPEB liability associated with the District, and the District recognized revenue and expenditures of \$536,293 in benefit contributions from the State of Illinois.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At June 30, 2019, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state benefit support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 50,439,409
State's proportionate share of the net OPEB liability associated with the District	67,729,285
Total	<u><u>\$ 118,168,694</u></u>

The net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2017 and rolled forward to June 30, 2018. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2018, relative to the contributions of all participating THIS employers and the State during that period. At June 30, 2018, the District's proportion was 0.191451%, which was an increase (decrease) of 0.001660% from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the District recognized benefit expense of \$2,769,966 and on-behalf revenue/expense of \$536,293 for support provided by the State. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Differences between expected and actual experience	\$ -	\$ (180,977)	\$ (180,977)
Net difference between projected and actual earnings on OPEB plan investments	-	(1,548)	(1,548)
Changes of assumptions	-	(7,344,825)	(7,344,825)
Changes in proportion and differences between employee contributions and proportionate share of contributions	417,951	(45,271)	372,680
Employer contributions subsequent to the measurement date	443,878	-	443,878
	<u><u>\$ 861,829</u></u>	<u><u>\$ (7,572,621)</u></u>	<u><u>\$ (6,710,792)</u></u>

\$443,878 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

NOTES TO FINANCIAL STATEMENTS (Continued)

<u>Year Ending June 30</u>	
2020	\$ (1,732,280)
2021	(1,361,653)
2022	(2,385,812)
2023	(1,220,952)
2024	(453,973)
	<u>\$ (7,154,670)</u>

Actuarial Assumptions

The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%	
Salary Increases		Depends on service and ranges from 9.25% at 1 year of service to 3.25% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Investment Rate of Return	0%, net of OPEB plan investment expense, including inflation	
Healthcare Cost Trend Costs		Actual trend used for fiscal year 2017. For fiscal years on and after 2018, trend starts at 8.00% and 9.00% for non-Medicare costs and post-Medicare costs, respectively, and gradually decrease to an ultimate trend of 4.5%. Additional trend rate of 0.36% is added to non-Medicare costs on and after 2022 to account for the Excise Tax.

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

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Illinois Public Treasurers' Investment Pool	100.0%	1.30%
	<u>100.0%</u>	

Discount Rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since TRIP (Teachers' Retirement Insurance Program) is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates are 2.65% as of June 30, 2017, and 3.62% as of June 30, 2018. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

NOTES TO FINANCIAL STATEMENTS (Continued)

Based on those assumptions, THIS's fiduciary net position at June 30, 2018 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on THIS investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

At June 30, 2018, the discount rate used to measure the total OPEB liability was 3.62%.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 3.62%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.62%) or 1 percentage-point higher (4.62%) than the current rate.

	1% Decrease 2.62%	Current Discount Rate 3.62%	1% Increase 4.62%
Employer's proportionate share of the net OPEB liability	\$ 60,647,585	\$ 50,439,409	\$ 42,380,893

Sensitivity of the Total OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher. The key trend rates are 8.00% in 2019 decreasing to an ultimate trend rate of 4.86% in 2026, for non-Medicare coverage, and 9.00% in 2019 decreasing to an ultimate trend rate of 4.5% in 2028 for Medicare coverage.

	1% Decrease 2.62%	Healthcare Cost Valuation Rate 3.62%	1% Increase 4.62%
Employer's proportionate share of the net OPEB liability	\$ 40,898,192	\$ 50,439,409	\$ 63,293,717

- (a) One percentage point decrease in healthcare trend rates are 7.00% in 2019 decreasing to an ultimate trend rate of 3.86% in 2026, for non-Medicare coverage, and 8.00% in 2019 decreasing to an ultimate trend rate of 3.50% in 2028 for Medicare coverage.
- (b) One percentage point decrease in healthcare trend rates are 9.00% in 2019 decreasing to an ultimate trend rate of 5.86% in 2026, for non-Medicare coverage, and 10.00% in 2019 decreasing to an ultimate trend rate of 5.50% in 2028 for Medicare coverage.

B. Retiree Insurance Plan - Other Post-Employment Benefits ("OPEB")

At June 30, 2019, net OPEB liability and related deferred outflows of resources and deferred inflows of resources are as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

Net OPEB Liabilities:	\$ 7,232,972
Total net OPEB Liabilities	<u>\$ 7,232,972</u>
Deferred Outflows of Resources:	
Differences Between Expected and Actual Experience	\$ 96,066
Changes of Assumptions	<u>709,398</u>
Total Deferred Outflows of Resources	<u>\$ 805,464</u>
Deferred Inflows of Resources:	
Change in Assumption	\$ (145,815)
Difference Between Expected and Actual Experience	<u>(383,067)</u>
Total Deferred Inflows of Resources	<u>\$ (528,882)</u>

Plan Overview

In addition to the retirement plans described in Note 9, the District provides post-employment benefits other than pensions (“OPEB”) to employees who meet certain criteria. The Plan, a single-employer defined benefit plan, provides the following coverage:

Full-Time Employees - Teachers

Pre-65 Coverage:

- The District will pay 100% of the premium to participate in the health insurance program.
- The Board may limit participation in the Plan to a maximum of five teachers per fiscal year, based on seniority.
- Coverage continues until Medicare eligibility is reached.

Post-65 Coverage:

- There is post-65 retiree coverage through the quarter the employee turns 65. Coverage then ends.

Full-Time Employees - Support Staff

Pre-65 Coverage:

- The District will pay 100% of the employee single coverage premium for the HMO plan until the earlier of death or age 65.
- Should the employee elect an alternative plan, the employee pays the difference in premium.
- Coverage continues until Medicare eligibility is reached.
- Participation is limited to no more than four support staff employees per fiscal year.

Post-65 Coverage:

- There is no post-65 retiree coverage.

The Plan does not issue a stand-alone financial report.

Eligibility

Employees of the District are eligible for retiree health benefits if they were full-time and 1) teacher (age 55 with at least 20 years of covered service) or 2) support staff (age 60 with at least 20 years of covered service). Full-time administrators are not eligible for retiree medical coverage.

Membership in the plan consisted of the following at June 30, 2019:

Active Employees	932
Inactive Employees Currently Receiving Benefit Payments	33
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	<u>-</u>
Total	<u>965</u>

Contribution

The required contribution is based on projected pay-as-you-go financing requirements. Employees are not required to contribute to the plan.

NOTES TO FINANCIAL STATEMENTS (Continued)

Net/Total OPEB Liability

The District’s net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018.

Actuarial Assumptions

The total OPEB liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	3.50%
Aggregate payroll increases	2.25%
Expected long-term investment rate of return	N/A
Election at retirement rate	Support staff (100%), Teachers (100%)
Plan participation rate	Support Staff - PPO \$250 (100%) Teachers - TCHP W Plan (75%), TCHP WO Plan (10%), MC Plan 15%
Retiree lapse rate	Support Staff - N/A Teachers - N/A
Spousal coverage	0.00%
Claims (PPO \$250 District)	

Age	Retiree	
	Male	Female
50	\$ 9,506	\$ 11,374
55	12,067	12,968
60	15,101	15,605
64	17,870	18,671
65	6,748	7,051
70	8,067	8,429
75	8,759	9,152
80	9,389	9,810
85	9,819	10,260
90+	10,017	10,467

Healthcare trend rate 5.00%
 Retiree contribution trend rates 5.00%
 Mortality rates

IMRF Mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study, with Blue Collar Adjustment. These Rates are Improved Generationally using MP-2014 Improvement Rates.

TRS Mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study, with White Collar Adjustment. These Rates are Improved Generationally using MP-2014 Improvement Rates and Weighted Based on the TRS June 30, 2017 Actuarial Valuation.

Spouse Mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study. These rates are improved generationally using MP-2014 Improvement Rates.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2018.

There is no long-term expected rate of return on OPEB plan investments because the District does not have a trust dedicated exclusively to the payment of OPEB benefits.

Discount Rate

The District does not have a dedicated trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale).

A rate of 3.27% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of May 31, 2018.

NOTES TO FINANCIAL STATEMENTS (Continued)

Changes in the Net OPEB Liability

	Increase/(Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances at July 1, 2018	\$ 5,871,320	\$ -	\$ 5,871,320
Changes for the year:			
Service Cost	\$ 478,130	\$ -	\$ 478,130
Interest	246,287	-	246,287
Differences Between Expected and Actual Experience	102,993	-	102,993
Assumptions Changes	760,545	-	760,545
Contributions - Employer	-	226,303	(226,303)
Benefit Payments	(226,303)	(226,303)	-
Net Changes	\$ 1,361,652	\$ -	\$ 1,361,652
Balances at June 30, 2019	\$ 7,232,972	\$ -	\$ 7,232,972

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

Plan's Net OPEB Liability/(Asset)		
Discount Rate - 1% (2.50%)	Current Discount Rate (3.50%)	Discount Rate + 1% (4.50%)
\$ 7,963,547	\$ 7,232,972	\$ 6,553,983

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Plan's Net OPEB Liability/(Asset)		
Discount Rate - 1% (varies)	Healthcare Cost Trend Rates (varies)	Discount Rate + 1% (varies)
\$ 5,956,167	\$ 7,232,972	\$ 8,159,769

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2019, the District recognized OPEB expense of \$742,514. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Differences Between Expected and Actual Experience	\$ 96,066	\$ (383,067)	\$ (287,001)
Changes of Assumptions	709,398	(145,815)	563,583
Total	\$ 805,464	\$ (528,882)	\$ 276,582

NOTES TO FINANCIAL STATEMENTS (Continued)

Changes in total OPEB liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in OPEB expense over the expected remaining service life of all employees (active and retired) in the postretirement plan.

Amount reported as deferred outflows of resources related to OPEB will be recognized as future OPEB expense as follows:

<u>Year ending June 30</u>	
2020	\$ 18,097
2021	18,097
2022	18,097
2023	18,097
2024	18,097
Thereafter	186,097
	<u>\$ 276,582</u>

Summary of OPEB Items

Below is a summary of the various postemployment benefit items at June 30, 2019:

	<u>THIS</u>	<u>OPEB</u>	<u>Total</u>
OPEB Liability	<u>\$ 50,439,409</u>	<u>\$ 7,232,972</u>	<u>\$ 2,890,708</u>
Deferred Outflows of Resources:			
Employer Contributions	\$ 443,878	\$ -	\$ 443,878
Experience		96,066	96,066
Assumptions	-	709,398	709,398
Proportionate Share	417,951	-	417,951
	<u>\$ 861,829</u>	<u>\$ 805,464</u>	<u>\$ 1,667,293</u>
Deferred Inflows of Resources:			
Assumptions	\$ (7,344,825)	\$ (145,815)	\$ (7,490,640)
Experience	(180,977)	(383,067)	(564,044)
Investments	(1,548)	-	(1,548)
Proportionate Share	(45,271)	-	(45,271)
	<u>\$ (7,572,621)</u>	<u>\$ (528,882)</u>	<u>\$ (8,101,503)</u>

NOTE 11 - INTERFUND TRANSFERS

Interfund transfers during the year ended June 30, 2019 were as follows:

<u>Transfer from</u>	<u>Transfer to</u>	<u>Amount</u>
General Fund	Operations and Maintenance Fund	\$ 2,000,000
Operations and Maintenance Fund	Capital Projects Fund	6,000,000
Transportation Fund	Operations and Maintenance Fund	4,000,000

The transfer from the General Fund to the Operations and Maintenance Fund was made to cover operating expenses. The transfer from the Operations and Maintenance Fund to the Capital Projects Fund was made to cover capital expenses. The transfer from the Transportation Fund to the Operations and Maintenance Fund was made to cover operating expenses.

NOTE 12 - JOINT VENTURES

A. *Special Education District of Lake County (SEDOL)*

The District and thirty other districts within Lake County have entered into a joint agreement to provide special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the management council. A

NOTES TO FINANCIAL STATEMENTS (Continued)

summary of the Statement of Net Position of SEDOL at June 30, 2018 (most recent information available) is as follows:

Assets	\$ 65,045,051
Deferred Outflows of Resources	4,258,875
	<u>\$ 69,303,926</u>
Liabilities	\$ 37,805,745
Deferred Inflows of Resources	11,187,262
Net Position	20,310,919
	<u>\$ 69,303,926</u>
Revenues Received	\$ 78,448,350
Expenditures Disbursed	77,456,502
Net Increase/(Decrease) in Net Position	<u>\$ 991,848</u>

Complete financial statements for SEDOL can be obtained from the Administrative Offices at 18160 Gages Lake Road, Gages Lake, Illinois 60030-1819.

B. Lake County Area Vocational System (LCAVS)

The District and seventeen other districts within Lake and McHenry Counties have entered into a joint agreement to provide vocational programs for member districts that are not offering these services individually. Each member district has a financial responsibility for annual and special assessments as established by the management council.

A summary of financial condition (cash basis) of LCAVS at June 30, 2018 (most recent information available) is as follows:

Assets	\$ 31,604,706
Liabilities	\$ 5,131
Fund Equity	31,599,575
	<u>\$ 31,604,706</u>
Revenues Received	\$ 11,699,423
Expenditures Disbursed	10,385,594
Net Increase/(Decrease) in Fund Balance	<u>\$ 1,313,829</u>

Complete financial statements for LCAVS can be obtained from the Administrative Offices at 19525 W. Washington Street, Grayslake, Illinois 60030.

NOTE 13 - RISK MANAGEMENT

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 purchases commercial insurance to handle these risks of loss. During fiscal year 2019, there was no significant reduction in insurance coverage for any category. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District is a member of the Collective Liability Insurance Cooperative (CLIC), a joint risk management pool of school districts through which property, general liability, automobile liability, crime, excess property, excess liability, and boiler and machinery coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

The relationship between the District and CLIC is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The District is contractually obligated to make all annual and supplementary contributions for CLIC, to report claims on a timely basis, cooperate with CLIC,

NOTES TO FINANCIAL STATEMENTS (Continued)

its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by CLIC. Members have a contractual obligation to fund any deficit of CLIC attributable to a membership year during which they were a member.

CLIC is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Board of Directors. CLIC also provides its members with risk management services, including the defense of and settlement of claims, and establishes reasonable and necessary loss of reduction and prevention procedures to be followed by the members.

The District is insured under a retrospectively-rated policy for workers' compensation coverage. Whereas, the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended June 30, 2019, there were no significant adjustments in premiums based on actual experience.

NOTE 14 - CONTINGENCIES

A former District employee has filed a suit against the District and certain District personnel alleging that the District discriminated against the Plaintiff by discharging the former employee after a medical leave. The Plaintiff seeks damages for lost wages, salary, employment benefits, front pay, and attorneys' fees. It is too early in the lawsuit to estimate a result.

NOTE 15 - CONSTRUCTION COMMITMENTS

The District has a High School Weight Room Project, Athletic Field Project, and a District-Wide Security Project outstanding as of June 30, 2019. These projects have outstanding commitments of \$136,795, \$6,044,524, and \$182,615, respectively, that have not been included as expenses in these financial statements.

NOTE 16 - LEGAL DEBT LIMITATION

The Illinois School Code limits the amount of indebtedness to 13.8% of the most recent available equalized assessed valuation (EAV) of the District. The District's legal debt limitation is as follows:

2018 EAV	\$ 397,688,172
Rate	<u>13.8%</u>
Debt Margin	\$ 54,880,968
Current Debt	<u>48,410,594</u>
Remaining Debt Margin	<u><u>\$ 6,470,374</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION
LIABILITY AND RELATED RATIOS
JUNE 30, 2019

	6/30/2019 *	6/30/2018 *	6/30/2017 *	6/30/2016 *	6/30/2015 *
TOTAL PENSION LIABILITY					
Service Cost	\$ 1,287,682	\$ 1,372,145	\$ 1,365,949	\$ 1,253,675	\$ 1,179,421
Interest on the Total Pension Liability	2,948,000	2,856,916	2,659,396	2,404,860	2,087,423
Differences Between Expected and Actual Experience	644,495	235,086	265,464	1,086,394	823,914
Changes of Assumptions	1,323,749	(1,310,432)	(49,602)	46,832	1,366,993
Benefit Payments, Including Refunds of Member Contributions	(1,961,276)	(1,832,783)	(1,483,314)	(1,330,161)	(1,194,621)
Net Change in Total Pension Liability	<u>\$ 4,242,650</u>	<u>\$ 1,320,932</u>	<u>\$ 2,757,893</u>	<u>\$ 3,461,600</u>	<u>\$ 4,263,130</u>
Total Pension Liability - Beginning	<u>39,643,464</u>	<u>38,322,532</u>	<u>35,564,639</u>	<u>32,103,039</u>	<u>27,839,909</u>
Total Pension Liability - Ending	<u>\$ 43,886,114</u>	<u>\$ 39,643,464</u>	<u>\$ 38,322,532</u>	<u>\$ 35,564,639</u>	<u>\$ 32,103,039</u>
PLAN FIDUCIARY NET POSITION					
Contributions - Employer	\$ 1,109,390	\$ 1,079,703	\$ 1,048,652	\$ 932,870	\$ 833,541
Contributions - Member	616,142	598,526	601,100	545,191	490,304
Net Investment Income	(2,379,071)	6,384,798	2,266,468	168,946	1,932,312
Benefit Payments, Including Refunds of Member Contributions	(1,961,276)	(1,832,783)	(1,483,314)	(1,330,161)	(1,194,621)
Other (Net Transfers)	649,600	(404,946)	154,371	(908,139)	41,104
Net Change in Plan Fiduciary Net Position	<u>\$ (1,965,215)</u>	<u>\$ 5,825,298</u>	<u>\$ 2,587,277</u>	<u>\$ (591,293)</u>	<u>\$ 2,102,640</u>
Plan Net Position - Beginning	<u>41,536,553</u>	<u>35,711,255</u>	<u>33,123,978</u>	<u>33,715,271</u>	<u>31,612,631</u>
Plan Net Position - Ending	<u>\$ 39,571,338</u>	<u>\$ 41,536,553</u>	<u>\$ 35,711,255</u>	<u>\$ 33,123,978</u>	<u>\$ 33,715,271</u>
District's Net Pension Liability	<u>\$ 4,314,776</u>	<u>\$ (1,893,089)</u>	<u>\$ 2,611,277</u>	<u>\$ 2,440,661</u>	<u>\$ (1,612,232)</u>
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	90.17%	104.78%	93.19%	93.14%	105.02%
Covered-Valuation Payroll	\$ 13,472,366	\$ 13,061,095	\$ 12,762,581	\$ 12,116,766	\$ 10,983,885
Employer's Net Pension Liability as a percentage of Covered-Valuation Payroll	32.03%	-14.49%	20.46%	20.14%	-14.68%

* This information presented is based on the actuarial valuation performed as of the December 31 year end prior to the fiscal year end listed above.

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

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2019

	6/30/2019	6/30/2018 *	6/30/2017 *	6/30/2016 *	6/30/2015 *
Actuarially-Determined Contribution	\$ 1,097,998	\$ 1,081,459	\$ 1,006,968	\$ 932,991	\$ 840,267
Contributions in relation to Actuarially-Determined Contribution	<u>1,109,390</u>	<u>1,079,703</u>	<u>1,048,652</u>	<u>932,870</u>	<u>833,541</u>
Contribution deficiency/(excess)	<u>\$ (11,392)</u>	<u>\$ 1,756</u>	<u>\$ (41,684)</u>	<u>\$ 121</u>	<u>\$ 6,726</u>
Covered-Valuation Payroll	\$ 13,093,139	\$ 13,950,120	\$ 12,762,581	\$ 12,116,766	\$ 10,983,885
Contributions as a percentage of Covered-Valuation Payroll	8.47%	7.74%	8.22%	7.70%	7.59%

Notes to Schedule:

Actuarial Method and Assumptions Used on the Calculation of the 2018 Contribution Rate *

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Actuarial Cost Method: Aggregate entry age normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 25-year closed period

Asset Valuation Method: 5-year smoothed market; 20% corridor

Wage Growth: 3.5%

Price Inflation: 2.75%, approximate; No explicit price inflation assumption is used in this valuation.

Salary Increases: 3.75% to 14.50%, including inflation

Investment Rate of Return: 7.50%

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

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

*Based on Valuation Assumptions used in the December 31, 2016 actuarial valuation; note two year lag between valuation and rate setting.

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

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
 OF THE NET PENSION LIABILITY
 JUNE 30, 2019

	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>	<u>6/30/2017 *</u>	<u>6/30/2016 *</u>	<u>6/30/2015 *</u>
Employer's proportion of the Net Pension Liability	0.0007383%	0.0113586%	0.0290054%	0.0144258%	0.0194942%
Employer's proportionate share of the Net Pension Liability	\$ 575,497	\$ 8,677,783	\$ 22,895,683	\$ 9,450,329	\$ 11,863,847
State's proportionate share of the Net Pension Liability associated with the employer	<u>39,423,952</u>	<u>362,642,125</u>	<u>621,445,063</u>	<u>254,426,343</u>	<u>251,311,069</u>
Total	<u>\$ 39,999,449</u>	<u>\$ 371,319,908</u>	<u>\$ 644,340,746</u>	<u>\$ 263,876,672</u>	<u>\$ 263,174,916</u>
Employer's Covered-Employee Payroll	\$ 45,773,367	\$ 43,685,274	\$ 43,961,582	\$ 40,741,298	\$ 37,860,882
Employer's proportionate share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	1.26%	19.86%	52.08%	23.20%	31.34%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	40.00%	39.30%	36.40%	41.50%	43.00%

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

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

Changes of Assumptions:

For the 2018, 2017 and 2016 measurement years, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.5% and a real return of 4.5%. Salary increases were assumed to vary by service credit, but the rates of increase in the 2018 measurement year were slightly higher.

For the 2015 measurement year, the assumed investment rate of return was 7.5%, including an inflation rate of 3.0% and a real return of 4.5%. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

For the 2014 measurement year, the assumed investment rate of return was also 7.5%, including an inflation rate of 3.0% and a real return of 4.5%. However, salary increases were assumed to vary by age.

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTION
 JUNE 30, 2019

	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>	<u>6/30/2017 *</u>	<u>6/30/2016 *</u>	<u>6/30/2015 *</u>
Statutorily-Required Contribution	\$ 262,638	\$ 439,596	\$ 733,751	\$ 505,476	\$ 695,544
Contributions in relation to Statutorily-Required Contribution	<u>271,252</u>	<u>443,128</u>	<u>943,542</u>	<u>501,946</u>	<u>695,544</u>
Contribution deficiency/(excess)	<u>\$ (8,614)</u>	<u>\$ (3,532)</u>	<u>\$ (209,791)</u>	<u>\$ 3,530</u>	<u>\$ -</u>
Employer's Covered-Employee Payroll	\$ 48,247,654	\$ 45,282,486	\$ 43,961,582	\$ 40,741,298	\$ 37,860,882
Contributions as a percentage of Covered-Employee Payroll	0.56%	0.98%	2.15%	1.23%	1.84%

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

* - This information presented is based on the actuarial valuation performed as of the prior June 30 year end.

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
OTHER POST-EMPLOYMENT BENEFIT
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET OPEB
LIABILITY AND RELATED RATIOS
JUNE 30, 2019

	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>
TOTAL OPEB LIABILITY			
Service Cost	\$ 478,130	\$ 364,638	\$ 739,548
Interest	246,287	210,494	200,206
Differences Between Expected and Actual Experience	102,993	(440,977)	-
Changes in Assumptions	760,545	(167,859)	-
Benefit Payments and Refunds	<u>(226,303)</u>	<u>(285,859)</u>	<u>(227,474)</u>
Net Change in Total OPEB Liability	\$ 1,361,652	\$ (319,563)	\$ 712,280
 Total OPEB Liability - Beginning	 <u>5,871,320</u>	 <u>6,190,883</u>	 <u>5,478,603</u>
 Total OPEB Liability - Ending	 <u>\$ 7,232,972</u>	 <u>\$ 5,871,320</u>	 <u>\$ 6,190,883</u>
 OPEB PLAN FIDUCIARY NET POSITION			
Contributions - Employer	\$ 226,303	\$ 285,859	\$ 227,474
Benefit Payments, Including Refunds of Member Contributions	<u>(226,303)</u>	<u>(285,859)</u>	<u>(227,474)</u>
Net Change in OPEB Plan Fiduciary Net Position	\$ -	\$ -	\$ -
 OPEB Plan Net Position - Beginning	 <u>-</u>	 <u>-</u>	 <u>-</u>
 OPEB Net Position - Ending	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>
 District's Net OPEB Plan Liability	 <u>\$ 7,232,972</u>	 <u>\$ 5,871,320</u>	 <u>\$ 6,190,883</u>
 OPEB Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	 0.00%	 0.00%	 0.00%
 Covered-Employee Payroll	 \$ 59,732,527	 \$ 58,501,126	 \$ 67,745,771
 Employer's Net OPEB Liability as a Percentage of Covered-Valuation Payroll	 12.11%	 10.04%	 9.14%

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

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 OTHER POST-EMPLOYMENT BENEFIT
 SCHEDULE OF EMPLOYER CONTRIBUTION
 JUNE 30, 2019

	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>
Actuarially-Determined Contribution	N/A	N/A	N/A
Contributions in relation to the Actuarially-Determined Contribution	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency/(excess)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Covered Employee Payroll	\$ 59,732,527	\$ 58,501,126	\$ 67,745,771
Contributions as a percentage of Covered Employee Payroll	0.00%	0.00%	0.00%

Notes to Schedule:

There is no ADC or employer contribution in relation to the ADC, as the total OPEB liabilities are currently an unfunded obligation.

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

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
 OF THE NET OPEB LIABILITY
 JUNE 30, 2019

	<u>6/30/2019</u>	<u>6/30/2018 *</u>
Employer's proportion of the Net OPEB Liability	0.1914510%	0.1897910%
Employer's proportionate share of the Net OPEB Liability	\$ 50,439,436	\$ 49,249,904
State's proportionate share of the Net OPEB Liability associated with the employer	<u>67,729,285</u>	<u>64,677,416</u>
Total	<u>\$ 118,168,721</u>	<u>\$ 113,927,320</u>
Employer's Covered Payroll	\$ 45,282,486	\$ 43,685,274
Employer's proportionate share of the Net OPEB Liability as a percentage of Covered Payroll	111.39%	112.74%
OPEB Plan Net Position as a percentage of the Total OPEB Liability	-0.07%	-0.17%

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

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

Changes of Assumptions:

For the 2018 measurement year, the assumed investment rate of return was 0%, including an inflation rate of 2.75%, and the healthcare cost trend rates used the actual trend. Salary increases include a 3.25% wage inflation.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTION
 JUNE 30, 2019

	6/30/2019 *	6/30/2018 *
Statutorily-Required Contribution	\$ 399,388	\$ 366,749
Contributions in relation to the Statutorily-Required Contribution	398,486	366,956
Contribution deficiency/(excess)	\$ 902	\$ (207)
Employer's Covered Payroll	\$ 48,247,654	\$ 45,332,795
Contributions as a percentage of Covered Payroll	0.83%	0.81%

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

* - This information presented is based on the actuarial valuation performed as of the prior June 30 year end.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 21,688,412	\$ 21,598,747	\$ 21,806,869	\$ 208,122
Tuition	295,000	-	203,214	203,214
Earnings on Investments	200,500	515,400	728,115	212,715
Food Service	100,000	130,000	55,447	(74,553)
District/School Activity Income	382,000	678,511	296,772	(381,739)
Textbooks	600	-	739	739
Other Local Sources	395,000	432,198	384,995	(47,203)
State Aid				
General State Aid	58,288,637	53,736,009	53,732,636	(3,373)
Special Education	825,000	833,794	640,608	(193,186)
Career and Technical Education	16,597	16,597	16,597	-
State Free Lunch and Breakfast	40,000	40,000	65,483	25,483
Driver Education	50,000	50,000	58,293	8,293
Early Childhood - Block Grant	392,360	392,360	400,510	8,150
Other Restricted Revenue from State Sources	5,146	5,146	112,157	107,011
Federal Aid				
Food Service	3,650,000	3,700,000	3,548,864	(151,136)
Title I	1,978,579	2,004,307	2,598,381	594,074
Federal Special Education	879,839	948,739	993,204	44,465
CTE - Perkins	36,621	36,621	36,621	-
Title III - English Language Acquisition	205,675	205,675	187,098	(18,577)
Title II - Teacher Quality	97,937	97,937	74,597	(23,340)
Medicaid Matching Funds - Administrative Outreach	300,000	300,000	248,168	(51,832)
Medicaid Matching Funds - Fee-for-Service Program	1,000,000	1,100,000	1,038,237	(61,763)
On-Behalf Payments	35,000,000	-	4,238,852	4,238,852
Total Revenues	\$ 125,827,903	\$ 86,822,041	\$ 91,466,457	\$ 4,644,416
EXPENDITURES				
Instruction				
Regular Programs				
Salaries	\$ 25,789,068	\$ 23,893,051	\$ 24,040,847	\$ (147,796)
Employee Benefits	4,094,956	3,424,956	3,831,969	(407,013)
Purchased Services	972,293	700,555	632,633	67,922
Supplies and Materials	510,765	1,017,658	999,442	18,216
Other Objects	35,909	35,909	10,384	25,525
Non-Capitalized Equipment	119,934	154,050	121,023	33,027
	<u>\$ 31,522,925</u>	<u>\$ 29,226,179</u>	<u>\$ 29,636,298</u>	<u>\$ (410,119)</u>
Pre-K Programs				
Salaries	\$ 175,484	\$ 298,218	\$ 336,635	\$ (38,417)
Employee Benefits	39,768	39,768	75,642	(35,874)
Purchased Services	-	400	312	88
Supplies and Materials	3,946	5,146	13,309	(8,163)
Non-Capitalized Equipment	-	2,000	1,934	66
	<u>\$ 219,198</u>	<u>\$ 345,532</u>	<u>\$ 427,832</u>	<u>\$ (82,300)</u>
Special Education Programs				
Salaries	\$ 7,447,756	\$ 7,467,364	\$ 7,459,706	\$ 7,658
Employee Benefits	1,434,234	1,434,234	1,379,659	54,575
Purchased Services	40,000	72,539	66,341	6,198
Supplies and Materials	24,277	25,377	39,298	(13,921)
Other Objects	1,700	1,700	-	1,700
Non-Capitalized Equipment	-	9,500	7,080	2,420
	<u>\$ 8,947,967</u>	<u>\$ 9,010,714</u>	<u>\$ 8,952,084</u>	<u>\$ 58,630</u>
Special Education Programs Pre-K				
Salaries	\$ 964,632	\$ 807,958	\$ 791,938	\$ 16,020
Employee Benefits	198,887	198,887	174,812	24,075
Purchased Services	20,000	6,000	5,455	545
Supplies and Materials	17,163	29,663	15,353	14,310
Non-Capitalized Equipment	-	1,000	819	181
	<u>\$ 1,200,682</u>	<u>\$ 1,043,508</u>	<u>\$ 988,377</u>	<u>\$ 55,131</u>
Remedial and Supplemental Programs K-12				
Salaries	\$ 903,542	\$ 903,542	\$ 912,394	\$ (8,852)
Employee Benefits	159,784	159,784	147,167	12,617
	<u>\$ 1,063,326</u>	<u>\$ 1,063,326</u>	<u>\$ 1,059,561</u>	<u>\$ 3,765</u>
CTE Programs				
Salaries	\$ 884,144	\$ 884,144	\$ 871,597	\$ 12,547
Employee Benefits	149,001	149,001	136,688	12,313
Purchased Services	6,696	11,100	8,723	2,377
Supplies and Materials	45,337	46,952	40,624	6,328
Other Objects	-	750	12	738
Non-Capitalized Equipment	1,785	6,000	5,521	479
	<u>\$ 1,086,963</u>	<u>\$ 1,097,947</u>	<u>\$ 1,063,165</u>	<u>\$ 34,782</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Instruction (Continued)				
Interscholastic Programs				
Salaries	\$ 798,562	\$ 876,593	\$ 1,197,514	\$ (320,921)
Employee Benefits	10,196	10,196	25,802	(15,606)
Purchased Services	11,700	119,454	93,773	25,681
Supplies and Materials	288,483	199,152	173,192	25,960
Other Objects	14,800	122,168	65,996	56,172
Non-Capitalized Equipment	-	12,000	21,215	(9,215)
	<u>\$ 1,123,741</u>	<u>\$ 1,339,563</u>	<u>\$ 1,577,492</u>	<u>\$ (237,929)</u>
Summer School Programs				
Salaries	\$ 212,505	\$ 150,005	\$ 302,868	\$ (152,863)
Employee Benefits	33,713	33,713	8,389	25,324
Purchased Services	-	-	166	(166)
Supplies and Materials	4,250	4,250	7,512	(3,262)
	<u>\$ 250,468</u>	<u>\$ 187,968</u>	<u>\$ 318,935</u>	<u>\$ (130,967)</u>
Driver's Education Programs				
Salaries	\$ -	\$ 42,000	\$ 53,471	\$ (11,471)
Employee Benefits	-	-	799	(799)
Purchased Services	11,000	13,500	9,797	3,703
Supplies and Materials	-	1,000	2,191	(1,191)
	<u>\$ 11,000</u>	<u>\$ 56,500</u>	<u>\$ 66,258</u>	<u>\$ (9,758)</u>
Bilingual Programs				
Salaries	\$ 5,732,073	\$ 5,751,059	\$ 5,587,946	\$ 163,113
Employee Benefits	975,994	975,994	939,390	36,604
Purchased Services	-	10,000	10,193	(193)
Supplies and Materials	7,814	98,556	132,977	(34,421)
	<u>\$ 6,715,881</u>	<u>\$ 6,835,609</u>	<u>\$ 6,670,506</u>	<u>\$ 165,103</u>
Truant Alternative and Optional Programs				
Salaries	\$ 76,240	\$ 76,456	\$ 76,733	\$ (277)
Employee Benefits	21,645	21,645	21,638	7
Other Objects	1,805,000	-	-	-
	<u>\$ 1,902,885</u>	<u>\$ 98,101</u>	<u>\$ 98,371</u>	<u>\$ (270)</u>
Private Tuition - Other Objects				
Special Education Programs K-12	\$ -	\$ 1,380,000	\$ 1,595,682	\$ (215,682)
	<u>\$ -</u>	<u>\$ 1,380,000</u>	<u>\$ 1,595,682</u>	<u>\$ (215,682)</u>
Total Instruction	\$ 54,045,036	\$ 51,684,947	\$ 52,454,561	\$ (769,614)
Support Services				
Pupils				
Attendance and Social Work Services				
Salaries	\$ 1,514,027	\$ 1,550,524	\$ 1,510,320	\$ 40,204
Employee Benefits	229,250	229,250	244,937	(15,687)
Purchased Services	4,000	54,600	9,815	44,785
Supplies and Materials	6,500	42,300	4,425	37,875
	<u>\$ 1,753,777</u>	<u>\$ 1,876,674</u>	<u>\$ 1,769,497</u>	<u>\$ 107,177</u>
Guidance Services				
Salaries	\$ 1,102,285	\$ 1,098,419	\$ 1,108,202	\$ (9,783)
Employee Benefits	167,032	167,032	165,729	1,303
Purchased Services	2,000	1,000	90	910
Supplies and Materials	2,000	1,600	2,954	(1,354)
Other Objects	500	500	409	91
	<u>\$ 1,273,817</u>	<u>\$ 1,268,551</u>	<u>\$ 1,277,384</u>	<u>\$ (8,833)</u>
Health Services				
Salaries	\$ 668,131	\$ 1,196,079	\$ 643,058	\$ 553,021
Employee Benefits	135,249	208,553	127,832	80,721
Purchased Services	50,000	170,000	97,722	72,278
Supplies and Materials	4,000	8,100	11,127	(3,027)
Other Objects	-	-	146	(146)
Non-Capitalized Equipment	-	13,000	4,784	8,216
	<u>\$ 857,380</u>	<u>\$ 1,595,732</u>	<u>\$ 884,669</u>	<u>\$ 711,063</u>
Psychological Services				
Salaries	\$ 1,057,439	\$ 994,928	\$ 1,006,354	\$ (11,426)
Employee Benefits	131,922	131,922	125,897	6,025
Purchased Services	1,500	28,050	35,841	(7,791)
Supplies and Materials	5,000	2,500	-	2,500
	<u>\$ 1,195,861</u>	<u>\$ 1,157,400</u>	<u>\$ 1,168,092</u>	<u>\$ (10,692)</u>
Speech Pathology and Audiology Services				
Salaries	\$ 1,462,020	\$ 1,257,174	\$ 1,261,343	\$ (4,169)
Employee Benefits	224,022	224,022	189,417	34,605
Purchased Services	330,500	555,111	227,782	327,329
Supplies and Materials	5,000	2,500	8,202	(5,702)
	<u>\$ 2,021,542</u>	<u>\$ 2,038,807</u>	<u>\$ 1,686,744</u>	<u>\$ 352,063</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Support Services (Continued)				
Pupils (Continued)				
Other Support Services - Pupils				
Salaries	\$ 1,061,453	\$ 552,294	\$ 1,208,363	\$ (656,069)
Employee Benefits	240,691	167,387	224,156	(56,769)
Purchased Services	50,500	13,100	74,247	(61,147)
Supplies and Materials	14,791	2,349	33,974	(31,625)
Non-Capitalized Equipment	-	-	7,096	(7,096)
	<u>\$ 1,367,435</u>	<u>\$ 735,130</u>	<u>\$ 1,547,836</u>	<u>\$ (812,706)</u>
Total Support Services - Pupils	<u>\$ 8,469,812</u>	<u>\$ 8,672,294</u>	<u>\$ 8,334,222</u>	<u>\$ 338,072</u>
Instructional Staff				
Improvement of Instruction Services				
Salaries	\$ 2,102,736	\$ 1,230,281	\$ 1,901,762	\$ (671,481)
Employee Benefits	532,364	532,364	566,687	(34,323)
Purchased Services	226,511	473,475	522,006	(48,531)
Supplies and Materials	25,000	66,345	125,398	(59,053)
Other Objects	900	900	295	605
Non-Capitalized Equipment	-	1,000	824	176
	<u>\$ 2,887,511</u>	<u>\$ 2,304,365</u>	<u>\$ 3,116,972</u>	<u>\$ (812,607)</u>
Educational Media Services				
Salaries	\$ 388,661	\$ 375,038	\$ 380,797	\$ (5,759)
Employee Benefits	100,311	100,311	87,553	12,758
Purchased Services	-	-	2,000	(2,000)
Supplies and Materials	9,535	13,717	9,529	4,188
	<u>\$ 498,507</u>	<u>\$ 489,066</u>	<u>\$ 479,879</u>	<u>\$ 9,187</u>
Assessment and Testing				
Salaries	\$ 47,732	\$ 46,980	\$ 47,352	\$ (372)
Employee Benefits	10,016	10,016	10,090	(74)
Purchased Services	74,000	10,000	115,151	(105,151)
Supplies and Materials	17,500	29,431	29,902	(471)
	<u>\$ 149,248</u>	<u>\$ 96,427</u>	<u>\$ 202,495</u>	<u>\$ (106,068)</u>
Total Support Services - Instructional Staff	<u>\$ 3,535,266</u>	<u>\$ 2,889,858</u>	<u>\$ 3,799,346</u>	<u>\$ (909,488)</u>
General Administration				
Board of Education Services				
Salaries	\$ 60,770	\$ 60,770	\$ 60,770	\$ -
Employee Benefits	7,447	7,447	7,800	(353)
Purchased Services	95,600	107,575	77,972	29,603
Supplies and Materials	3,000	9,500	22,107	(12,607)
Other Objects	19,000	19,000	25,951	(6,951)
Non-Capitalized Equipment	1,500	1,500	1,446	54
	<u>\$ 187,317</u>	<u>\$ 205,792</u>	<u>\$ 196,046</u>	<u>\$ 9,746</u>
Executive Administration Services				
Salaries	\$ 427,972	\$ 427,972	\$ 431,272	\$ (3,300)
Employee Benefits	107,748	107,748	111,112	(3,364)
Purchased Services	10,000	7,600	6,892	708
Supplies and Materials	7,500	7,500	7,034	466
Other Objects	8,000	8,000	7,238	762
	<u>\$ 561,220</u>	<u>\$ 558,820</u>	<u>\$ 563,548</u>	<u>\$ (4,728)</u>
Special Area Administration Services				
Salaries	\$ 456,145	\$ 457,849	\$ 459,151	\$ (1,302)
Employee Benefits	111,560	111,560	134,018	(22,458)
Purchased Services	10,000	95,500	8,172	87,328
Supplies and Materials	43,600	24,274	1,507	22,767
Other Objects	10,000	10,900	2,087	8,813
Non-Capitalized Equipment	40,000	1,450	849	601
	<u>\$ 671,305</u>	<u>\$ 701,533</u>	<u>\$ 605,784</u>	<u>\$ 95,749</u>
Tort Immunity Services				
Purchased Services	\$ 983,773	\$ 888,028	\$ 897,432	\$ (9,404)
	<u>\$ 983,773</u>	<u>\$ 888,028</u>	<u>\$ 897,432</u>	<u>\$ (9,404)</u>
Total Support Services - General Administration	<u>\$ 2,403,615</u>	<u>\$ 2,354,173</u>	<u>\$ 2,262,810</u>	<u>\$ 91,363</u>
School Administration				
Office of the Principal Services				
Salaries	\$ 3,649,750	\$ 3,625,726	\$ 3,798,208	\$ (172,482)
Employee Benefits	957,177	957,177	944,036	13,141
Purchased Services	7,600	9,075	7,609	1,466
Supplies and Materials	29,460	34,478	58,642	(24,164)
Other Objects	5,600	6,350	4,995	1,355
	<u>\$ 4,649,587</u>	<u>\$ 4,632,806</u>	<u>\$ 4,813,490</u>	<u>\$ (180,684)</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Support Services (Continued)				
School Administration (Continued)				
Other Support Services - School Administration				
Salaries	\$ 458,368	\$ 458,368	\$ 485,422	\$ (27,054)
Employee Benefits	160,597	160,597	162,858	(2,261)
	<u>\$ 618,965</u>	<u>\$ 618,965</u>	<u>\$ 648,340</u>	<u>\$ (29,375)</u>
Total Support Services - School Administration	<u>\$ 5,268,552</u>	<u>\$ 5,251,771</u>	<u>\$ 5,461,830</u>	<u>\$ (210,059)</u>
Business				
Direction of Business Support Services				
Salaries	\$ 146,539	\$ 75,046	\$ 88,028	\$ (12,982)
Employee Benefits	37,529	37,529	22,146	15,383
Purchased Services	3,685	76,935	68,436	8,499
Supplies and Materials	180	180	11,526	(11,346)
Other Objects	500	500	200	300
Non-Capitalized Equipment	-	-	1,011	(1,011)
	<u>\$ 188,433</u>	<u>\$ 190,190</u>	<u>\$ 191,347</u>	<u>\$ (1,157)</u>
Fiscal Services				
Salaries	\$ 190,784	\$ 194,284	\$ 200,002	\$ (5,718)
Employee Benefits	31,840	31,840	35,493	(3,653)
Purchased Services	38,650	57,650	72,915	(15,265)
Supplies and Materials	37,000	25,000	1,288	23,712
Other Objects	2,900	12,900	11,668	1,232
Non-Capitalized Equipment	2,750	2,500	2,472	28
	<u>\$ 303,924</u>	<u>\$ 324,174</u>	<u>\$ 323,838</u>	<u>\$ 336</u>
Internal Services				
Purchased Services	\$ 100,037	\$ 79,282	\$ 46,855	\$ 32,427
Supplies and Materials	61,305	70,910	5,303	65,607
Other Objects	-	900	235	665
	<u>\$ 161,342</u>	<u>\$ 151,092</u>	<u>\$ 52,393</u>	<u>\$ 98,699</u>
Total Support Services - Business	<u>\$ 653,699</u>	<u>\$ 665,456</u>	<u>\$ 567,578</u>	<u>\$ 97,878</u>
Food Services				
Purchased Services	\$ 2,603,225	\$ 2,404,550	\$ 2,190,312	\$ 214,238
Supplies and Materials	5,000	2,500	1,153	1,347
Non-Capitalized Equipment	34,200	34,200	-	34,200
Total Support Services - Food Services	<u>\$ 2,642,425</u>	<u>\$ 2,441,250</u>	<u>\$ 2,191,465</u>	<u>\$ 249,785</u>
Central				
Information Services				
Salaries	\$ 879,435	\$ 943,269	\$ 914,583	\$ 28,686
Employee Benefits	148,752	148,752	148,106	646
Purchased Services	1,253,972	2,164,716	1,602,172	562,544
Supplies and Materials	33,925	71,550	90,143	(18,593)
Other Objects	590	590	1,694	(1,104)
Non-Capitalized Equipment	1,450	504,450	358,842	145,608
	<u>\$ 2,318,124</u>	<u>\$ 3,833,327</u>	<u>\$ 3,115,540</u>	<u>\$ 717,787</u>
Direction of Central Support Services				
Salaries	\$ 150,000	\$ 150,000	\$ 150,000	\$ -
Employee Benefits	28,363	28,363	28,953	(590)
Purchased Services	24,400	6,400	2,326	4,074
Supplies and Materials	1,200	1,200	153	1,047
Other Objects	2,860	2,860	120	2,740
	<u>\$ 206,823</u>	<u>\$ 188,823</u>	<u>\$ 181,552</u>	<u>\$ 7,271</u>
Staff Services				
Salaries	\$ 477,070	\$ 417,477	\$ 344,081	\$ 73,396
Employee Benefits	86,839	86,839	78,911	7,928
Purchased Services	126,226	132,200	119,198	13,002
Supplies and Materials	306,200	4,710	10,104	(5,394)
Other Objects	6,400	12,880	7,861	5,019
Non-Capitalized Equipment	3,410	1,732	1,732	-
	<u>\$ 1,006,145</u>	<u>\$ 655,838</u>	<u>\$ 561,887</u>	<u>\$ 93,951</u>
Data Processing Services				
Purchased Services	\$ 18,500	\$ 55,500	\$ 70,187	(14,687)
	<u>\$ 18,500</u>	<u>\$ 55,500</u>	<u>\$ 70,187</u>	<u>\$ (14,687)</u>
Total Support Services - Central	<u>\$ 3,549,592</u>	<u>\$ 4,733,488</u>	<u>\$ 3,929,166</u>	<u>\$ 804,322</u>
Other Support Services				
Purchased Services	\$ -	\$ 331,832	\$ 323,220	\$ 8,612
Other Objects	-	25,000	22,847	2,153
Non-Capitalized Equipment	-	25,000	22,847	2,153
Total Other Support Services	<u>\$ -</u>	<u>\$ 356,832</u>	<u>\$ 346,067</u>	<u>\$ 10,765</u>
Total Support Services	<u>\$ 26,530,961</u>	<u>\$ 27,365,122</u>	<u>\$ 26,892,484</u>	<u>\$ 472,638</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Community Services				
Salaries	\$ 198,182	\$ 275,194	\$ 199,864	\$ 75,330
Employee Benefits	52,893	52,893	50,253	2,640
Purchased Services	41,426	35,400	27,691	7,709
Supplies and Materials	27,633	30,080	28,543	1,537
Total Community Services	<u>\$ 320,134</u>	<u>\$ 393,567</u>	<u>\$ 306,351</u>	<u>\$ 87,216</u>
Payments to Other Districts and Governmental Units				
Payments to Other Districts and Governmental Units (In-State)				
Payments for Special Education Programs				
Purchased Services	\$ 400,000	\$ 515,000	\$ 305,449	\$ 209,551
	<u>\$ 400,000</u>	<u>\$ 515,000</u>	<u>\$ 305,449</u>	<u>\$ 209,551</u>
Payments for CTE Programs				
Purchased Services	\$ -	\$ -	\$ 15,099	\$ (15,099)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,099</u>	<u>\$ (15,099)</u>
Other Payments to In-State Governmental Units				
Other Objects	\$ 10,000	\$ -	\$ -	\$ -
	<u>\$ 10,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 410,000</u>	<u>\$ 515,000</u>	<u>\$ 320,548</u>	<u>\$ 194,452</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)				
Payments for Special Education Programs				
Other Objects	\$ 2,200,000	\$ 2,485,868	\$ 2,616,158	\$ (130,290)
Payment for Adult/Continuing Education Programs				
Other Objects	584,833	-	-	-
Payment for CTE Programs				
Other Objects	-	589,000	588,952	48
Payments for Other Programs				
Other Objects	-	10,000	4,075	5,925
Other Payments to In-State Governmental Units				
Other Objects	100,000	100,000	7,200	92,800
Purchased Services	-	15,099	-	15,099
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 2,884,833</u>	<u>\$ 3,199,967</u>	<u>\$ 3,216,385</u>	<u>\$ (16,418)</u>
Total Payments to Other Districts and Governmental Units	<u>\$ 3,294,833</u>	<u>\$ 3,714,967</u>	<u>\$ 3,536,933</u>	<u>\$ 178,034</u>
Capital Outlay				
Instruction				
Regular Programs	\$ 77,000	\$ 150,000	\$ 75,508	\$ 74,492
Other Instructional Programs	54,929	30,000	20,905	9,095
Support Services				
Pupils	-	15,000	14,814	186
Operations and Maintenance	-	26,000	25,258	742
Central	41,600	66,600	45,755	20,845
Total Capital Outlay	<u>\$ 173,529</u>	<u>\$ 287,600</u>	<u>\$ 182,240</u>	<u>\$ 105,360</u>
Provision for Contingencies	<u>\$ 5,584,097</u>	<u>\$ 750,000</u>	<u>\$ -</u>	<u>\$ 750,000</u>
On-Behalf Payments	<u>\$ 35,000,000</u>	<u>\$ -</u>	<u>\$ 4,238,852</u>	<u>\$ (4,238,852)</u>
Total Expenditures	<u>\$ 124,948,590</u>	<u>\$ 84,196,203</u>	<u>\$ 87,611,421</u>	<u>\$ (3,415,218)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 879,313	\$ 2,625,838	\$ 3,855,036	\$ 1,229,198
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	(809,786)	(2,000,000)	(2,000,000)	-
NET CHANGE IN FUND BALANCE	<u>\$ 69,527</u>	<u>\$ 625,838</u>	<u>\$ 1,855,036</u>	<u>\$ 1,229,198</u>
FUND BALANCE - JULY 1, 2018			23,837,362	
FUND BALANCE - JUNE 30, 2019			<u>\$ 25,692,398</u>	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - OPERATIONS AND MAINTENANCE FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 2,589,455	\$ 2,560,794	\$ 2,600,204	\$ 39,410
Earnings on Investments	-	6,500	25,030	18,530
Other Local Sources	-	1,073,109	1,098,135	25,026
State Aid				
General State Aid	3,679,028	3,679,028	3,679,028	-
Total Revenues	\$ 6,268,483	\$ 7,319,431	\$ 7,402,397	\$ 82,966
EXPENDITURES				
Support Services				
Operations and Maintenance				
Salaries	\$ 2,798,231	\$ 2,918,542	\$ 2,909,976	\$ 8,566
Employee Benefits	544,170	542,610	516,205	26,405
Purchased Services	1,134,876	2,249,344	1,240,715	1,008,629
Supplies and Materials	1,488,006	1,939,036	1,718,685	220,351
Other Objects	3,200	3,200	1,506	1,694
Non-Capitalized Equipment	70,000	69,837	35,419	34,418
Total Support Services - Operations and Maintenance	\$ 6,038,483	\$ 7,722,569	\$ 6,422,506	\$ 1,300,063
Food Services				
Non-Capitalized Equipment	\$ -	\$ -	\$ 2,604	\$ (2,604)
Total Support Services - Food Services	\$ -	\$ -	\$ 2,604	\$ (2,604)
Other Support Services				
Purchased Services	\$ -	\$ -	\$ 684,146	\$ (684,146)
Supplies and Materials	-	-	4,136	(4,136)
Non-Capitalized Equipment	-	-	20,837	(20,837)
Total Other Support Services	\$ -	\$ -	\$ 709,119	\$ (709,119)
Total Support Services	\$ 6,038,483	\$ 7,722,569	\$ 7,134,229	\$ 588,340
Capital Outlay				
Support Services				
Operations and Maintenance	\$ 230,000	\$ 874,810	\$ 395,906	\$ 478,904
Total Capital Outlay	\$ 230,000	\$ 874,810	\$ 395,906	\$ 478,904
Total Expenditures	\$ 6,268,483	\$ 8,597,379	\$ 7,530,135	\$ 1,067,244
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ (1,277,948)	\$ (127,738)	\$ 1,150,210
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	\$ -	\$ 6,000,000	\$ 6,000,000	\$ -
Fund Balance Transfers Pledged to Pay for Capital Projects	-	(6,000,000)	(6,000,000)	-
	\$ -	\$ -	\$ -	\$ -
NET CHANGE IN FUND BALANCE	\$ -	\$ (1,277,948)	\$ (127,738)	\$ 1,150,210
FUND BALANCE - JULY 1, 2018			2,518,899	
FUND BALANCE - JUNE 30, 2019			\$ 2,391,161	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - TRANSPORTATION FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 1,419,362	\$ 1,412,410	\$ 1,426,868	\$ 14,458
Transportation Fees	58,000	10,816	45,679	34,863
Earnings on Investments	75,000	100,000	141,687	41,687
Other Local Sources	2,000	1,119	1,119	-
State Aid				
Transportation	3,105,000	2,129,144	2,833,208	704,064
Total Revenues	\$ 4,659,362	\$ 3,653,489	\$ 4,448,561	\$ 795,072
EXPENDITURES				
Support Services				
Transportation				
Salaries	\$ 1,943,640	\$ 1,806,898	\$ 2,030,153	\$ (223,255)
Employee Benefits	479,914	532,755	480,593	52,162
Purchased Services	2,035,308	2,392,458	2,327,334	65,124
Supplies and Materials	178,500	265,500	179,805	85,695
Other Objects	10,000	1,000	1,254	(254)
Non-Capitalized Equipment	12,000	-	-	-
Total Support Services - Transportation	\$ 4,659,362	\$ 4,998,611	\$ 5,019,139	\$ (20,528)
Total Support Services	\$ 4,659,362	\$ 4,998,611	\$ 5,019,139	\$ (20,528)
Total Expenditures	\$ 4,659,362	\$ 4,998,611	\$ 5,019,139	\$ (20,528)
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ (1,345,122)	\$ (570,578)	\$ 774,544
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	-	(4,000,000)	(4,000,000)	-
NET CHANGE IN FUND BALANCE	\$ -	\$ (5,345,122)	\$ (4,570,578)	\$ 774,544
FUND BALANCE - JULY 1, 2018			7,573,254	
FUND BALANCE - JUNE 30, 2019			\$ 3,002,676	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 1,004,404	\$ 998,342	\$ 1,009,059	\$ 10,717
FICA/Medicare Only Purposes Levies	1,499,016	1,491,539	1,506,308	14,769
Other Tax Levies	25,985	24,590	24,826	236
Payments in Lieu of Taxes	233,143	233,143	226,388	(6,755)
Earnings on Investments	7,500	30,000	28,293	(1,707)
State Aid				
Early Childhood - Block Grant	22,239	22,239	20,395	(1,844)
Other Revenue from State Sources	-	-	1,691	1,691
Federal Aid				
Title I	131,358	131,358	119,726	(11,632)
Federal - Special Education	96,335	96,335	87,556	(8,779)
Title III - English Language Acquisition	725	725	779	54
Title II - Teacher Quality	500	500	414	(86)
Total Revenues	\$ 3,021,205	\$ 3,028,771	\$ 3,025,435	\$ (3,336)
EXPENDITURES				
Instruction				
Regular Programs				
Employee Benefits	\$ 610,263	\$ 527,493	\$ 432,589	\$ 94,904
Pre-K Programs				
Employee Benefits	11,423	11,423	20,919	(9,496)
Special Education Programs				
Employee Benefits	392,364	392,364	362,601	29,763
Special Education Programs - Pre-K				
Employee Benefits	83,456	83,456	56,118	27,338
Remedial and Supplemental Programs - K-12				
Employee Benefits	27,026	27,026	26,022	1,004
CTE Programs				
Employee Benefits	12,820	12,820	11,987	833
Interscholastic Programs				
Employee Benefits	9,429	9,429	41,043	(31,614)
Summer School Programs				
Employee Benefits	-	-	12,277	(12,277)
Driver's Education Programs				
Employee Benefits	-	-	761	(761)
Bilingual Programs				
Employee Benefits	119,605	119,605	112,868	6,737
Truant Alternative and Optional Programs				
Employee Benefits	12,070	12,070	11,136	934
Total Instruction	\$ 1,278,456	\$ 1,195,686	\$ 1,088,321	\$ 107,365
Support Services				
Pupils				
Attendance and Social Work Services				
Employee Benefits	\$ 27,241	\$ 28,066	\$ 25,881	\$ 2,185
Guidance Services				
Employee Benefits	22,527	21,702	21,852	(150)
Health Services				
Employee Benefits	105,765	193,440	69,950	123,490
Psychological Services				
Employee Benefits	15,481	15,481	14,265	1,216
Speech Pathology and Audiology Services				
Employee Benefits	21,273	21,273	17,965	3,308
Other Support Services - Pupils				
Employee Benefits	166,042	78,367	157,023	(78,656)
Total Supports Services - Pupils	\$ 358,329	\$ 358,329	\$ 306,936	\$ 51,393

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Support Services (Continued)				
Instructional Staff				
Improvement of Instruction Services				
Employee Benefits	\$ 39,891	\$ 39,891	\$ 42,993	\$ (3,102)
Educational Media Services				
Employee Benefits	61,524	61,524	54,578	6,946
Assessment and Testing				
Employee Benefits	7,555	7,555	7,028	527
Total Support Services - Instructional Staff	<u>\$ 108,970</u>	<u>\$ 108,970</u>	<u>\$ 104,599</u>	<u>\$ 4,371</u>
General Administration				
Board of Education Services				
Employee Benefits	\$ 9,620	\$ 9,620	\$ 8,840	\$ 780
Executive Administration Services				
Employee Benefits	15,692	15,692	14,533	1,159
Special Area Administrative Services				
Employee Benefits	15,315	15,315	14,552	763
Total Support Services - General Administration	<u>\$ 40,627</u>	<u>\$ 40,627</u>	<u>\$ 37,925</u>	<u>\$ 2,702</u>
School Administration				
Office of the Principal Services				
Employee Benefits	\$ 246,798	\$ 246,798	\$ 253,957	\$ (7,159)
Other Support Services - School Administration				
Employee Benefits	6,646	6,646	6,958	(312)
Total Support Services - School Administration	<u>\$ 253,444</u>	<u>\$ 253,444</u>	<u>\$ 260,915</u>	<u>\$ (7,471)</u>
Business				
Direction of Business Support Services				
Employee Benefits	\$ 2,125	\$ 2,125	\$ 1,277	\$ 848
Fiscal Services				
Employee Benefits	29,568	29,568	29,504	64
Internal Services				
Employee Benefits	-	-	70	(70)
Total Support Services - Business	<u>\$ 31,693</u>	<u>\$ 31,693</u>	<u>\$ 30,851</u>	<u>\$ 842</u>
Operations and Maintenance				
Employee Benefits	\$ 436,162	\$ 436,162	\$ 430,308	\$ 5,854
Total Support Services - Operations and Maintenance	<u>\$ 436,162</u>	<u>\$ 436,162</u>	<u>\$ 430,308</u>	<u>\$ 5,854</u>
Transportation				
Employee Benefits	\$ 237,027	\$ 237,027	\$ 300,786	\$ (63,759)
Total Support Services - Transportation	<u>\$ 237,027</u>	<u>\$ 237,027</u>	<u>\$ 300,786</u>	<u>\$ (63,759)</u>
Central				
Direction of Central Support Services				
Employee Benefits	\$ 2,175	\$ 2,175	\$ 2,174	\$ 1
Information Services				
Employee Benefits	161,126	161,126	152,359	8,767
Staff Services				
Employee Benefits	59,881	59,881	55,448	4,433
Total Support Services - Central	<u>\$ 223,182</u>	<u>\$ 223,182</u>	<u>\$ 209,981</u>	<u>\$ 13,201</u>
Total Support Services	<u>\$ 1,689,434</u>	<u>\$ 1,689,434</u>	<u>\$ 1,682,301</u>	<u>\$ 7,133</u>
Community Services				
Employee Benefits	\$ 27,105	\$ 27,105	\$ 27,316	\$ (211)
Total Community Services	<u>\$ 27,105</u>	<u>\$ 27,105</u>	<u>\$ 27,316</u>	<u>\$ (211)</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
 YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Payments to Other Districts and Governmental Units				
Payments for Special Education Programs				
Employee Benefits	\$ 26,210	\$ 26,210	\$ 26,210	\$ -
Total Payments to Other Districts and Governmental Units	<u>\$ 26,210</u>	<u>\$ 26,210</u>	<u>\$ 26,210</u>	<u>\$ -</u>
Total Expenditures	<u>\$ 3,021,205</u>	<u>\$ 2,938,435</u>	<u>\$ 2,824,148</u>	<u>\$ 114,287</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ 90,336	\$ 201,287	\$ 110,951
OTHER FINANCING SOURCES (USES)	-	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ 90,336</u>	<u>\$ 201,287</u>	<u>\$ 110,951</u>
FUND BALANCE - JULY 1, 2018			<u>1,184,737</u>	
FUND BALANCE - JUNE 30, 2019			<u>\$ 1,386,024</u>	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 JUNE 30, 2019

NOTE 1 - BUDGETARY PROCESS

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budget was passed on September 24, 2018 and amended on June 17, 2019. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

For each fund, total fund expenditures may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally adopted through passage of a resolution.
4. Formal budgetary integration is employed as a management control device during the year.
5. The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
6. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2019 the following funds presented as Required Supplementary Information had expenditures that exceeded the budget:

Fund	Budget	Actual	Excess of Actual Over Budget
Education Fund	\$ 83,308,175	\$ 86,713,989	\$ 3,405,814
Debt Services Fund	5,827,306	5,829,200	1,894
Transportation Fund	4,998,611	5,019,138	20,528
Capital Projects Fund	2,835,000	2,844,774	9,774
Tort Fund	888,028	897,432	9,404
Fire Prevention and Safety Fund	405,000	409,741	4,741

SUPPLEMENTARY INFORMATION

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 COMBINING BALANCE SHEET
 GENERAL FUND
 JUNE 30, 2019

	Educational Fund	Working Cash Fund	Tort Fund	Total General Fund
ASSETS				
Cash and Cash Equivalents	\$ 22,874,352	\$ 6,129,648	\$ 324,037	\$ 29,328,037
Investments, at Fair Value	2,927,705	853,515	-	3,781,220
Property Taxes Receivable, net of allowance of \$190,273	10,553,489	25,326	489,330	11,068,145
Due from Other Governments, net of allowance of \$0	1,859,986	-	-	1,859,986
Other Accounts Receivable, net of allowance of \$0	316,220	-	-	316,220
Prepaid Expenses	297,800	-	-	297,800
Total Assets	\$ 38,829,552	\$ 7,008,489	\$ 813,367	\$ 46,651,408
LIABILITIES				
Accounts Payable and Accrued Expenses	\$ 264,388	\$ -	\$ 17,024	\$ 281,412
Payroll Liabilities	9,736,177	-	-	9,736,177
Total Liabilities	\$ 10,000,565	\$ -	\$ 17,024	\$ 10,017,589
DEFERRED INFLOWS OF RESOURCES				
Property Taxes - Subsequent Year	\$ 10,326,098	\$ 24,894	\$ 480,973	\$ 10,831,965
Tuition - Subsequent Year	109,456	-	-	109,456
Total Deferred Inflows of Resources	\$ 10,435,554	\$ 24,894	\$ 480,973	\$ 10,941,421
FUND BALANCE				
Nonspendable				
Prepaid Expenses	\$ 297,800	\$ -	\$ -	\$ 297,800
Restricted				
Drivers Education	37,788	-	-	37,788
Tort Liability	-	-	91,149	91,149
Unassigned	18,057,845	6,983,595	224,221	25,265,661
Total Fund Balance	\$ 18,393,433	\$ 6,983,595	\$ 315,370	\$ 25,692,398
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 38,829,552	\$ 7,008,489	\$ 813,367	\$ 46,651,408

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 GENERAL FUND
 YEAR ENDED JUNE 30, 2019

	Educational Fund	Working Cash Fund	Tort Fund	Total General Fund
REVENUES				
Property Taxes	\$ 20,768,384	\$ 49,904	\$ 988,581	\$ 21,806,869
Tuition	203,214	-	-	203,214
Earnings on Investments	590,053	137,771	291	728,115
Food Service	55,447	-	-	55,447
District/School Activity Income	296,772	-	-	296,772
Textbooks	739	-	-	739
Other Local Sources	367,774	-	17,221	384,995
State Aid	55,026,284	-	-	55,026,284
Federal Aid	8,725,170	-	-	8,725,170
On-Behalf Payments	4,238,852	-	-	4,238,852
	<u>\$ 90,272,689</u>	<u>\$ 187,675</u>	<u>\$ 1,006,093</u>	<u>\$ 91,466,457</u>
EXPENDITURES				
Current				
Instruction				
Regular Programs	\$ 30,064,130	\$ -	\$ -	\$ 30,064,130
Special Education Programs	9,940,461	-	-	9,940,461
Other Instructional Programs	12,449,970	-	-	12,449,970
Support Services				
Pupils	8,334,222	-	-	8,334,222
Instructional Staff	3,799,346	-	-	3,799,346
General Administration	1,365,378	-	897,432	2,262,810
School Administration	5,461,830	-	-	5,461,830
Business	567,578	-	-	567,578
Food Services	2,191,465	-	-	2,191,465
Central	3,929,166	-	-	3,929,166
Other Support Services	346,067	-	-	346,067
Community Services	306,351	-	-	306,351
Payments to Other Districts and Governmental Units	3,536,933	-	-	3,536,933
Capital Outlay	182,240	-	-	182,240
On-Behalf Payments	4,238,852	-	-	4,238,852
	<u>\$ 86,713,989</u>	<u>\$ -</u>	<u>\$ 897,432</u>	<u>\$ 87,611,421</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 3,558,700	\$ 187,675	\$ 108,661	\$ 3,855,036
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	(2,000,000)	-	-	(2,000,000)
NET CHANGE IN FUND BALANCES	\$ 1,558,700	\$ 187,675	\$ 108,661	\$ 1,855,036
FUND BALANCES - JULY 1, 2018	16,834,733	6,795,920	206,709	23,837,362
FUND BALANCES - JUNE 30, 2019	<u>\$ 18,393,433</u>	<u>\$ 6,983,595</u>	<u>\$ 315,370</u>	<u>\$ 25,692,398</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 20,655,612	\$ 20,570,538	\$ 20,768,384	\$ 197,846
Tuition	295,000	-	203,214	203,214
Earnings on Investments	180,000	415,000	590,053	175,053
Food Service	100,000	130,000	55,447	(74,553)
District/School Activity Income	382,000	678,511	296,772	(381,739)
Textbooks	600	-	739	739
Other Local Sources	395,000	414,977	367,774	(47,203)
State Aid				
General State Aid	58,288,637	53,736,009	53,732,636	(3,373)
Special Education	825,000	833,794	640,608	(193,186)
Career and Technical Education	16,597	16,597	16,597	-
State Free Lunch and Breakfast	40,000	40,000	65,483	25,483
Driver Education	50,000	50,000	58,293	8,293
Early Childhood - Block Grant	392,360	392,360	400,510	8,150
Other Restricted Revenue from State Sources	5,146	5,146	112,157	107,011
Federal Aid				
Food Service	3,650,000	3,700,000	3,548,864	(151,136)
Title I	1,978,579	2,004,307	2,598,381	594,074
Federal Special Education	879,839	948,739	993,204	44,465
CTE - Perkins	36,621	36,621	36,621	-
Title III - English Language Acquisition	205,675	205,675	187,098	(18,577)
Title II - Teacher Quality	97,937	97,937	74,597	(23,340)
Medicaid Matching Funds - Administrative Outreach	300,000	300,000	248,168	(51,832)
Medicaid Matching Funds - Fee-for-Service Program	1,000,000	1,100,000	1,038,237	(61,763)
On-Behalf Payments	35,000,000	-	4,238,852	4,238,852
Total Revenues	\$ 124,774,603	\$ 85,676,211	\$ 90,272,689	\$ 4,596,478
EXPENDITURES				
Instruction				
Regular Programs				
Salaries	\$ 25,789,068	\$ 23,893,051	\$ 24,040,847	\$ (147,796)
Employee Benefits	4,094,956	3,424,956	3,831,969	(407,013)
Purchased Services	972,293	700,555	632,633	67,922
Supplies and Materials	510,765	1,017,658	999,442	18,216
Other Objects	35,909	35,909	10,384	25,525
Non-Capitalized Equipment	119,934	154,050	121,023	33,027
	<u>\$ 31,522,925</u>	<u>\$ 29,226,179</u>	<u>\$ 29,636,298</u>	<u>\$ (410,119)</u>
Pre-K Programs				
Salaries	\$ 175,484	\$ 298,218	\$ 336,635	\$ (38,417)
Employee Benefits	39,768	39,768	75,642	(35,874)
Purchased Services	-	400	312	88
Supplies and Materials	3,946	5,146	13,309	(8,163)
Non-Capitalized Equipment	-	2,000	1,934	66
	<u>\$ 219,198</u>	<u>\$ 345,532</u>	<u>\$ 427,832</u>	<u>\$ (82,300)</u>
Special Education Programs				
Salaries	\$ 7,447,756	\$ 7,467,364	\$ 7,459,706	\$ 7,658
Employee Benefits	1,434,234	1,434,234	1,379,659	54,575
Purchased Services	40,000	72,539	66,341	6,198
Supplies and Materials	24,277	25,377	39,298	(13,921)
Other Objects	1,700	1,700	-	1,700
Non-Capitalized Equipment	-	9,500	7,080	2,420
	<u>\$ 8,947,967</u>	<u>\$ 9,010,714</u>	<u>\$ 8,952,084</u>	<u>\$ 58,630</u>
Special Education Programs Pre-K				
Salaries	\$ 964,632	\$ 807,958	\$ 791,938	\$ 16,020
Employee Benefits	198,887	198,887	174,812	24,075
Purchased Services	20,000	6,000	5,455	545
Supplies and Materials	17,163	29,663	15,353	14,310
Non-Capitalized Equipment	-	1,000	819	181
	<u>\$ 1,200,682</u>	<u>\$ 1,043,508</u>	<u>\$ 988,377</u>	<u>\$ 55,131</u>
Remedial and Supplemental Programs K-12				
Salaries	\$ 903,542	\$ 903,542	\$ 912,394	\$ (8,852)
Employee Benefits	159,784	159,784	147,167	12,617
	<u>\$ 1,063,326</u>	<u>\$ 1,063,326</u>	<u>\$ 1,059,561</u>	<u>\$ 3,765</u>
CTE Programs				
Salaries	\$ 884,144	\$ 884,144	\$ 871,597	\$ 12,547
Employee Benefits	149,001	149,001	136,688	12,313
Purchased Services	6,696	11,100	8,723	2,377
Supplies and Materials	45,337	46,952	40,624	6,328
Other Objects	-	750	12	738
Non-Capitalized Equipment	1,785	6,000	5,521	479
	<u>\$ 1,086,963</u>	<u>\$ 1,097,947</u>	<u>\$ 1,063,165</u>	<u>\$ 34,782</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Instruction (Continued)				
Interscholastic Programs				
Salaries	\$ 798,562	\$ 876,593	\$ 1,197,514	\$ (320,921)
Employee Benefits	10,196	10,196	25,802	(15,606)
Purchased Services	11,700	119,454	93,773	25,681
Supplies and Materials	288,483	199,152	173,192	25,960
Other Objects	14,800	122,168	65,996	56,172
Non-Capitalized Equipment	-	12,000	21,215	(9,215)
	<u>\$ 1,123,741</u>	<u>\$ 1,339,563</u>	<u>\$ 1,577,492</u>	<u>\$ (237,929)</u>
Summer School Programs				
Salaries	\$ 212,505	\$ 150,005	\$ 302,868	\$ (152,863)
Employee Benefits	33,713	33,713	8,389	25,324
Purchased Services	-	-	166	(166)
Supplies and Materials	4,250	4,250	7,512	(3,262)
	<u>\$ 250,468</u>	<u>\$ 187,968</u>	<u>\$ 318,935</u>	<u>\$ (130,967)</u>
Driver's Education Programs				
Salaries	\$ -	\$ 42,000	\$ 53,471	\$ (11,471)
Employee Benefits	-	-	799	(799)
Purchased Services	11,000	13,500	9,797	3,703
Supplies and Materials	-	1,000	2,191	(1,191)
	<u>\$ 11,000</u>	<u>\$ 56,500</u>	<u>\$ 66,258</u>	<u>\$ (9,758)</u>
Bilingual Programs				
Salaries	\$ 5,732,073	\$ 5,751,059	\$ 5,587,946	\$ 163,113
Employee Benefits	975,994	975,994	939,390	36,604
Purchased Services	-	10,000	10,193	(193)
Supplies and Materials	7,814	98,556	132,977	(34,421)
	<u>\$ 6,715,881</u>	<u>\$ 6,835,609</u>	<u>\$ 6,670,506</u>	<u>\$ 165,103</u>
Truant Alternative and Optional Programs				
Salaries	\$ 76,240	\$ 76,456	\$ 76,733	\$ (277)
Employee Benefits	21,645	21,645	21,638	7
Other Objects	1,805,000	-	-	-
	<u>\$ 1,902,885</u>	<u>\$ 98,101</u>	<u>\$ 98,371</u>	<u>\$ (270)</u>
Private Tuition - Other Objects				
Special Education Programs K-12	\$ -	\$ 1,380,000	\$ 1,595,682	\$ (215,682)
	<u>\$ -</u>	<u>\$ 1,380,000</u>	<u>\$ 1,595,682</u>	<u>\$ (215,682)</u>
Total Instruction	\$ 54,045,036	\$ 51,684,947	\$ 52,454,561	\$ (769,614)
Support Services				
Pupils				
Attendance and Social Work Services				
Salaries	\$ 1,514,027	\$ 1,550,524	\$ 1,510,320	\$ 40,204
Employee Benefits	229,250	229,250	244,937	(15,687)
Purchased Services	4,000	54,600	9,815	44,785
Supplies and Materials	6,500	42,300	4,425	37,875
	<u>\$ 1,753,777</u>	<u>\$ 1,876,674</u>	<u>\$ 1,769,497</u>	<u>\$ 107,177</u>
Guidance Services				
Salaries	\$ 1,102,285	\$ 1,098,419	\$ 1,108,202	\$ (9,783)
Employee Benefits	167,032	167,032	165,729	1,303
Purchased Services	2,000	1,000	90	910
Supplies and Materials	2,000	1,600	2,954	(1,354)
Other Objects	500	500	409	91
	<u>\$ 1,273,817</u>	<u>\$ 1,268,551</u>	<u>\$ 1,277,384</u>	<u>\$ (8,833)</u>
Health Services				
Salaries	\$ 668,131	\$ 1,196,079	\$ 643,058	\$ 553,021
Employee Benefits	135,249	208,553	127,832	80,721
Purchased Services	50,000	170,000	97,722	72,278
Supplies and Materials	4,000	8,100	11,127	(3,027)
Other Objects	-	-	146	(146)
Non-Capitalized Equipment	-	13,000	4,784	8,216
	<u>\$ 857,380</u>	<u>\$ 1,595,732</u>	<u>\$ 884,669</u>	<u>\$ 711,063</u>
Psychological Services				
Salaries	\$ 1,057,439	\$ 994,928	\$ 1,006,354	\$ (11,426)
Employee Benefits	131,922	131,922	125,897	6,025
Purchased Services	1,500	28,050	35,841	(7,791)
Supplies and Materials	5,000	2,500	-	2,500
	<u>\$ 1,195,861</u>	<u>\$ 1,157,400</u>	<u>\$ 1,168,092</u>	<u>\$ (10,692)</u>
Speech Pathology and Audiology Services				
Salaries	\$ 1,462,020	\$ 1,257,174	\$ 1,261,343	\$ (4,169)
Employee Benefits	224,022	224,022	189,417	34,605
Purchased Services	330,500	555,111	227,782	327,329
Supplies and Materials	5,000	2,500	8,202	(5,702)
	<u>\$ 2,021,542</u>	<u>\$ 2,038,807</u>	<u>\$ 1,686,744</u>	<u>\$ 352,063</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL FUND - EDUCATIONAL FUND
 YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Support Services (Continued)				
Pupils (Continued)				
Other Support Services - Pupils				
Salaries	\$ 1,061,453	\$ 552,294	\$ 1,208,363	\$ (656,069)
Employee Benefits	240,691	167,387	224,156	(56,769)
Purchased Services	50,500	13,100	74,247	(61,147)
Supplies and Materials	14,791	2,349	33,974	(31,625)
Non-Capitalized Equipment	-	-	7,096	(7,096)
	<u>\$ 1,367,435</u>	<u>\$ 735,130</u>	<u>\$ 1,547,836</u>	<u>\$ (812,706)</u>
Total Support Services - Pupils	\$ 8,469,812	\$ 8,672,294	\$ 8,334,222	\$ 338,072
Instructional Staff				
Improvement of Instruction Services				
Salaries	\$ 2,102,736	\$ 1,230,281	\$ 1,901,762	\$ (671,481)
Employee Benefits	532,364	532,364	566,687	(34,323)
Purchased Services	226,511	473,475	522,006	(48,531)
Supplies and Materials	25,000	66,345	125,398	(59,053)
Other Objects	900	900	295	605
Non-Capitalized Equipment	-	1,000	824	176
	<u>\$ 2,887,511</u>	<u>\$ 2,304,365</u>	<u>\$ 3,116,972</u>	<u>\$ (812,607)</u>
Educational Media Services				
Salaries	\$ 388,661	\$ 375,038	\$ 380,797	\$ (5,759)
Employee Benefits	100,311	100,311	87,553	12,758
Purchased Services	-	-	2,000	(2,000)
Supplies and Materials	9,535	13,717	9,529	4,188
	<u>\$ 498,507</u>	<u>\$ 489,066</u>	<u>\$ 479,879</u>	<u>\$ 9,187</u>
Assessment and Testing				
Salaries	\$ 47,732	\$ 46,980	\$ 47,352	\$ (372)
Employee Benefits	10,016	10,016	10,090	(74)
Purchased Services	74,000	10,000	115,151	(105,151)
Supplies and Materials	17,500	29,431	29,902	(471)
	<u>\$ 149,248</u>	<u>\$ 96,427</u>	<u>\$ 202,495</u>	<u>\$ (106,068)</u>
Total Support Services - Instructional Staff	\$ 3,535,266	\$ 2,889,858	\$ 3,799,346	\$ (909,488)
General Administration				
Board of Education Services				
Salaries	\$ 60,770	\$ 60,770	\$ 60,770	\$ -
Employee Benefits	7,447	7,447	7,800	(353)
Purchased Services	95,600	107,575	77,972	29,603
Supplies and Materials	3,000	9,500	22,107	(12,607)
Other Objects	19,000	19,000	25,951	(6,951)
Non-Capitalized Equipment	1,500	1,500	1,446	54
	<u>\$ 187,317</u>	<u>\$ 205,792</u>	<u>\$ 196,046</u>	<u>\$ 9,746</u>
Executive Administration Services				
Salaries	\$ 427,972	\$ 427,972	\$ 431,272	\$ (3,300)
Employee Benefits	107,748	107,748	111,112	(3,364)
Purchased Services	10,000	7,600	6,892	708
Supplies and Materials	7,500	7,500	7,034	466
Other Objects	8,000	8,000	7,238	762
	<u>\$ 561,220</u>	<u>\$ 558,820</u>	<u>\$ 563,548</u>	<u>\$ (4,728)</u>
Special Area Administration Services				
Salaries	\$ 456,145	\$ 457,849	\$ 459,151	\$ (1,302)
Employee Benefits	111,560	111,560	134,018	(22,458)
Purchased Services	10,000	95,500	8,172	87,328
Supplies and Materials	43,600	24,274	1,507	22,767
Other Objects	10,000	10,900	2,087	8,813
Non-Capitalized Equipment	40,000	1,450	849	601
	<u>\$ 671,305</u>	<u>\$ 701,533</u>	<u>\$ 605,784</u>	<u>\$ 95,749</u>
Total Support Services - General Administration	\$ 1,419,842	\$ 1,466,145	\$ 1,365,378	\$ 100,767
School Administration				
Office of the Principal Services				
Salaries	\$ 3,649,750	\$ 3,625,726	\$ 3,798,208	\$ (172,482)
Employee Benefits	957,177	957,177	944,036	13,141
Purchased Services	7,600	9,075	7,609	1,466
Supplies and Materials	29,460	34,478	58,642	(24,164)
Other Objects	5,600	6,350	4,995	1,355
	<u>\$ 4,649,587</u>	<u>\$ 4,632,806</u>	<u>\$ 4,813,490</u>	<u>\$ (180,684)</u>
Other Support Services - School Administration				
Salaries	\$ 458,368	\$ 458,368	\$ 485,422	\$ (27,054)
Employee Benefits	160,597	160,597	162,858	(2,261)
Other Objects	-	-	60	(60)
	<u>\$ 618,965</u>	<u>\$ 618,965</u>	<u>\$ 648,340</u>	<u>\$ (29,375)</u>
Total Support Services - School Administration	\$ 5,268,552	\$ 5,251,771	\$ 5,461,830	\$ (210,059)

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL FUND - EDUCATIONAL FUND
 YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Support Services (Continued)				
Business				
Direction of Business Support Services				
Salaries	\$ 146,539	\$ 75,046	\$ 88,028	\$ (12,982)
Employee Benefits	37,529	37,529	22,146	15,383
Purchased Services	3,685	76,935	68,436	8,499
Supplies and Materials	180	180	11,526	(11,346)
Other Objects	500	500	200	300
Non-Capitalized Equipment	-	-	1,011	(1,011)
	<u>\$ 188,433</u>	<u>\$ 190,190</u>	<u>\$ 191,347</u>	<u>\$ (1,157)</u>
Fiscal Services				
Salaries	\$ 190,784	\$ 194,284	\$ 200,002	\$ (5,718)
Employee Benefits	31,840	31,840	35,493	(3,653)
Purchased Services	38,650	57,650	72,915	(15,265)
Supplies and Materials	37,000	25,000	1,288	23,712
Other Objects	2,900	12,900	11,668	1,232
Non-Capitalized Equipment	2,750	2,500	2,472	28
	<u>\$ 303,924</u>	<u>\$ 324,174</u>	<u>\$ 323,838</u>	<u>\$ 336</u>
Internal Services				
Purchased Services	\$ 100,037	\$ 79,282	\$ 46,855	\$ 32,427
Supplies and Materials	61,305	70,910	5,303	65,607
Other Objects	-	900	235	665
	<u>\$ 161,342</u>	<u>\$ 151,092</u>	<u>\$ 52,393</u>	<u>\$ 98,699</u>
Total Support Services - Business	<u>\$ 653,699</u>	<u>\$ 665,456</u>	<u>\$ 567,578</u>	<u>\$ 97,878</u>
Operations and Maintenance				
Salaries	\$ 8,000	\$ -	\$ -	\$ -
Total Support Services - Operation and Maintenance	<u>\$ 8,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Food Services				
Purchased Services	\$ 2,603,225	\$ 2,404,550	\$ 2,190,312	\$ 214,238
Supplies and Materials	5,000	2,500	1,153	1,347
Non-Capitalized Equipment	34,200	34,200	-	34,200
Total Support Services - Food Services	<u>\$ 2,642,425</u>	<u>\$ 2,441,250</u>	<u>\$ 2,191,465</u>	<u>\$ 249,785</u>
Central				
Direction of Central Support Services				
Salaries	\$ 150,000	\$ 150,000	\$ 150,000	\$ -
Employee Benefits	28,363	28,363	28,953	(590)
Purchased Services	24,400	6,400	2,326	4,074
Supplies and Materials	1,200	1,200	153	1,047
Other Objects	2,860	2,860	120	2,740
	<u>\$ 206,823</u>	<u>\$ 188,823</u>	<u>\$ 181,552</u>	<u>\$ 7,271</u>
Information Services				
Salaries	\$ 879,435	\$ 943,269	\$ 914,583	\$ 28,686
Employee Benefits	148,752	148,752	148,106	646
Purchased Services	1,253,972	2,164,716	1,602,172	562,544
Supplies and Materials	33,925	71,550	90,143	(18,593)
Other Objects	590	590	1,694	(1,104)
Non-Capitalized Equipment	1,450	504,450	358,842	145,608
	<u>\$ 2,318,124</u>	<u>\$ 3,833,327</u>	<u>\$ 3,115,540</u>	<u>\$ 717,787</u>
Staff Services				
Salaries	\$ 477,070	\$ 417,477	\$ 344,081	\$ 73,396
Employee Benefits	86,839	86,839	78,911	7,928
Purchased Services	126,226	132,200	119,198	13,002
Supplies and Materials	306,200	4,710	10,104	(5,394)
Other Objects	6,400	12,880	7,861	5,019
Non-Capitalized Equipment	3,410	1,732	1,732	-
	<u>\$ 1,006,145</u>	<u>\$ 655,838</u>	<u>\$ 561,887</u>	<u>\$ 93,951</u>
Data Processing Services				
Purchased Services	\$ 18,500	\$ 55,500	\$ 70,187	(14,687)
	<u>\$ 18,500</u>	<u>\$ 55,500</u>	<u>\$ 70,187</u>	<u>\$ (14,687)</u>
Total Support Services - Central	<u>\$ 3,549,592</u>	<u>\$ 4,733,488</u>	<u>\$ 3,929,166</u>	<u>\$ 804,322</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Support Services (Continued)				
Other Support Services				
Purchased Services	\$ -	\$ 331,832	\$ 323,220	\$ 8,612
Non-Capitalized Equipment	-	25,000	22,847	2,153
Total Other Support Services	<u>\$ -</u>	<u>\$ 356,832</u>	<u>\$ 346,067</u>	<u>\$ 10,765</u>
Total Support Services	<u>\$ 25,547,188</u>	<u>\$ 26,477,094</u>	<u>\$ 25,995,052</u>	<u>\$ 482,042</u>
Community Services				
Salaries	\$ 198,182	\$ 275,194	\$ 199,864	\$ 75,330
Employee Benefits	52,893	52,893	50,253	2,640
Purchased Services	41,426	35,400	27,691	7,709
Supplies and Materials	27,633	30,080	28,543	1,537
Total Community Services	<u>\$ 320,134</u>	<u>\$ 393,567</u>	<u>\$ 306,351</u>	<u>\$ 87,216</u>
Payments to Other Districts and Governmental Units				
Payments to Other Districts and Governmental Units (In-State)				
Payments for Special Education Programs				
Purchased Services	\$ 400,000	\$ 515,000	\$ 305,449	\$ 209,551
	<u>\$ 400,000</u>	<u>\$ 515,000</u>	<u>\$ 305,449</u>	<u>\$ 209,551</u>
Payments for CTE Programs				
Purchased Services	\$ -	-	\$ 15,099	\$ (15,099)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,099</u>	<u>\$ (15,099)</u>
Other Payments to In-State Governmental Units				
Other Objects	\$ 10,000	-	-	-
	<u>\$ 10,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 410,000</u>	<u>\$ 515,000</u>	<u>\$ 320,548</u>	<u>\$ 194,452</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)				
Payments for Special Education Programs				
Other Objects	\$ 2,200,000	\$ 2,485,868	\$ 2,616,158	\$ (130,290)
Payment for Adult/Continuing Education Programs				
Other Objects	584,833	-	-	-
Payment for CTE Programs				
Other Objects	-	589,000	588,952	48
Payments for Other Programs				
Other Objects	-	10,000	4,075	5,925
Other Payments to In-State Governmental Units				
Other Objects	100,000	100,000	7,200	92,800
Purchased Services	-	15,099	-	-
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 2,884,833</u>	<u>\$ 3,199,967</u>	<u>\$ 3,216,385</u>	<u>\$ (31,517)</u>
Total Payments to Other Districts and Governmental Units	<u>\$ 3,294,833</u>	<u>\$ 3,714,967</u>	<u>\$ 3,536,933</u>	<u>\$ 162,935</u>
Capital Outlay				
Instruction				
Regular Programs	\$ 77,000	\$ 150,000	\$ 75,508	\$ 74,492
Other Instructional Programs	54,929	30,000	20,905	9,095
Support Services				
Pupils	-	15,000	14,814	186
Operations and Maintenance	-	26,000	25,258	742
Central	41,600	66,600	45,755	20,845
Total Capital Outlay	<u>\$ 173,529</u>	<u>\$ 287,600</u>	<u>\$ 182,240</u>	<u>\$ 105,360</u>
Provision for Contingencies	<u>\$ 5,584,097</u>	<u>\$ 750,000</u>	<u>\$ -</u>	<u>\$ 750,000</u>
On-Behalf Payments	<u>\$ 35,000,000</u>	<u>-</u>	<u>\$ 4,238,852</u>	<u>\$ (4,238,852)</u>
Total Expenditures	<u>\$ 123,964,817</u>	<u>\$ 83,308,175</u>	<u>\$ 86,713,989</u>	<u>\$ (3,420,913)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 809,786	\$ 2,368,036	\$ 3,558,700	\$ 1,175,565
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	(809,786)	(2,000,000)	(2,000,000)	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ 368,036</u>	<u>\$ 1,558,700</u>	<u>\$ 1,175,565</u>
FUND BALANCE - JULY 1, 2018			16,834,733	
FUND BALANCE - JUNE 30, 2019			<u>\$ 18,393,433</u>	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - WORKING CASH FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 49,527	\$ 49,398	\$ 49,904	\$ 506
Earnings on Investments	20,000	100,000	137,771	37,771
Total Revenues	<u>\$ 69,527</u>	<u>\$ 149,398</u>	<u>\$ 187,675</u>	<u>\$ 38,277</u>
EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 69,527	\$ 149,398	\$ 187,675	\$ 38,277
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 69,527</u>	<u>\$ 149,398</u>	\$ 187,675	<u>\$ 38,277</u>
FUND BALANCE - JULY 1, 2018			<u>6,795,920</u>	
FUND BALANCE - JUNE 30, 2019			<u>\$ 6,983,595</u>	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - TORT FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 983,273	\$ 978,811	\$ 988,581	\$ 9,770
Earnings on Investments	500	400	291	(109)
Other Local Sources	-	17,221	17,221	-
Total Revenues	<u>\$ 983,773</u>	<u>\$ 996,432</u>	<u>\$ 1,006,093</u>	<u>\$ 9,661</u>
EXPENDITURES				
Support Services				
General Administration				
Workers' Compensation or Worker's Occupational Disease Act				
Purchased Services	\$ 410,000	\$ 427,000	\$ 426,772	\$ 228
	<u>\$ 410,000</u>	<u>\$ 427,000</u>	<u>\$ 426,772</u>	<u>\$ 228</u>
Unemployment Insurance Payments				
Purchased Services	\$ 50,000	\$ 12,000	\$ 18,409	\$ (6,409)
	<u>\$ 50,000</u>	<u>\$ 12,000</u>	<u>\$ 18,409</u>	<u>\$ (6,409)</u>
Insurance Payments				
Purchased Services	\$ 290,000	\$ 257,000	\$ 252,276	\$ 4,724
Other Objects	-	33,255	33,255	-
	<u>\$ 290,000</u>	<u>\$ 290,255</u>	<u>\$ 285,531</u>	<u>\$ 4,724</u>
Judgment and Settlements				
Purchased Services	\$ 50,000	-	-	-
Other Objects	25,000	-	-	-
	<u>\$ 75,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Educational, Inspectional, Supervisory Services				
Purchased Services	\$ 73,773	\$ 73,773	\$ 75,853	\$ (2,080)
	<u>\$ 73,773</u>	<u>\$ 73,773</u>	<u>\$ 75,853</u>	<u>\$ (2,080)</u>
Legal Services				
Purchased Services	\$ 85,000	\$ 85,000	\$ 90,867	\$ (5,867)
	<u>\$ 85,000</u>	<u>\$ 85,000</u>	<u>\$ 90,867</u>	<u>\$ (5,867)</u>
Total Support Services - General Administration	<u>\$ 983,773</u>	<u>\$ 888,028</u>	<u>\$ 897,432</u>	<u>\$ (9,404)</u>
Total Support Services	<u>\$ 983,773</u>	<u>\$ 888,028</u>	<u>\$ 897,432</u>	<u>\$ (9,404)</u>
Total Expenditures	<u>\$ 983,773</u>	<u>\$ 888,028</u>	<u>\$ 897,432</u>	<u>\$ (9,404)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ 108,404	\$ 108,661	\$ 257
OTHER FINANCING SOURCES (USES)	-	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ 108,404</u>	<u>\$ 108,661</u>	<u>\$ 257</u>
FUND BALANCE - JULY 1, 2018			<u>206,709</u>	
FUND BALANCE - JUNE 30, 2019			<u>\$ 315,370</u>	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICES FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 5,718,944	\$ 5,692,304	\$ 5,750,579	\$ 58,275
Earnings on Investments	-	75,000	82,890	7,890
State Aid				
General State Aid	-	166,201	166,201	-
Federal Aid				
Build America Bond Interest Reimbursement	-	166,201	-	(166,201)
Total Revenues	\$ 5,718,944	\$ 6,099,706	\$ 5,999,670	\$ (100,036)
EXPENDITURES				
Debt Services				
Interest				
Other Interest on Long-Term Debt				
Other Objects	\$ 4,395,819	\$ 4,398,969	\$ 4,399,575	\$ (606)
Total Debt Services - Interest	\$ 4,395,819	\$ 4,398,969	\$ 4,399,575	\$ (606)
Debt Services - Payment of Principal on Long-Term Debt				
Other Objects	\$ 1,422,337	\$ 1,422,337	\$ 1,421,731	\$ 606
Total Debt Services - Payment of Principal on Long-Term Debt	\$ 1,422,337	\$ 1,422,337	\$ 1,421,731	\$ 606
Debt Services - Other				
Purchased Services	\$ -	\$ 2,000	\$ 2,000	\$ -
Other Objects	5,000	4,000	5,894	(1,894)
Total Debt Services - Other	\$ 5,000	\$ 6,000	\$ 7,894	\$ (1,894)
Total Debt Services	\$ 5,823,156	\$ 5,827,306	\$ 5,829,200	\$ (1,894)
Total Expenditures	\$ 5,823,156	\$ 5,827,306	\$ 5,829,200	\$ (1,894)
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (104,212)	\$ 272,400	\$ 170,470	\$ (101,930)
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	166,201	-	-	-
NET CHANGE IN FUND BALANCE	\$ 61,989	\$ 272,400	\$ 170,470	\$ (101,930)
FUND BALANCE - JULY 1, 2018			5,320,874	
FUND BALANCE - JUNE 30, 2019			\$ 5,491,344	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Earnings on Investments	\$ 125,000	\$ 35,000	\$ 47,555	\$ 12,555
Total Revenues	<u>\$ 125,000</u>	<u>\$ 35,000</u>	<u>\$ 47,555</u>	<u>\$ 12,555</u>
EXPENDITURES				
Support Services				
Facilities Acquisition and Construction				
Purchased Services	\$ -	\$ 550,000	\$ -	\$ 550,000
Total Support Services - Facilities Acquisition and Construction	<u>\$ -</u>	<u>\$ 550,000</u>	<u>\$ -</u>	<u>\$ 550,000</u>
Total Support Services	<u>\$ -</u>	<u>\$ 550,000</u>	<u>\$ -</u>	<u>\$ 550,000</u>
Capital Outlay				
Support Services				
Facilities Acquisition and Construction				
Total Capital Outlay	<u>\$ 2,105,000</u>	<u>\$ 2,285,000</u>	<u>\$ 2,892,329</u>	<u>\$ (607,329)</u>
Total Expenditures	<u>\$ 2,105,000</u>	<u>\$ 2,835,000</u>	<u>\$ 2,892,329</u>	<u>\$ (57,329)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (1,980,000)</u>	<u>\$ (2,800,000)</u>	<u>\$ (2,844,774)</u>	<u>\$ (44,774)</u>
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	\$ 643,585	\$ 6,000,000	\$ -	\$ (6,000,000)
Other Sources Not Classified Elsewhere	-	-	6,000,000	6,000,000
	<u>\$ 643,585</u>	<u>\$ 6,000,000</u>	<u>\$ 6,000,000</u>	<u>\$ -</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,336,415)</u>	<u>\$ 3,200,000</u>	<u>\$ 3,155,226</u>	<u>\$ (44,774)</u>
FUND BALANCE - JULY 1, 2018			4,373,990	
FUND BALANCE - JUNE 30, 2019			<u>\$ 7,529,216</u>	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND - FIRE PREVENTION AND SAFETY FUND
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 355,915	\$ 354,570	\$ 358,199	\$ 3,629
Earnings on Investments	800	4,000	4,918	918
Refund of Prior Years' Expenditures	-	5,250	5,250	-
Total Revenues	\$ 356,715	\$ 363,820	\$ 368,367	\$ 9,797
EXPENDITURES				
Support Services				
Operations and Maintenance				
Purchased Services	\$ -	\$ 91,830	\$ 132,982	\$ (41,152)
Supplies and Materials	-	5,000	10,251	(5,251)
Total Support Services - Operations and Maintenance	\$ -	\$ 96,830	\$ 143,233	\$ (46,403)
Total Support Services	\$ -	\$ 96,830	\$ 143,233	\$ (46,403)
Capital Outlay				
Facilities Acquisition and Construction	\$ 405,000	\$ 229,670	\$ 89,825	\$ 139,845
Operations and Maintenance	-	78,500	176,683	(98,183)
Total Capital Outlay	\$ 405,000	\$ 308,170	\$ 266,508	\$ 41,662
Total Expenditures	\$ 405,000	\$ 405,000	\$ 409,741	\$ (4,741)
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (48,285)	\$ (41,180)	\$ (41,374)	\$ 5,056
OTHER FINANCING SOURCES (USES)	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ (48,285)	\$ (41,180)	\$ (41,374)	\$ 5,056
FUND BALANCE - JULY 1, 2018			108,876	
FUND BALANCE - JUNE 30, 2019			<u>\$ 67,502</u>	

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
ACTIVITY FUNDS
FOR YEAR ENDED JUNE 30, 2019

ASSETS	BALANCE JUNE 30, 2018	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2019
Cash and Cash Equivalents	\$ 91,145	\$ 330,520	\$ 318,877	\$ 102,788
	<u>\$ 91,145</u>	<u>\$ 330,520</u>	<u>\$ 318,877</u>	<u>\$ 102,788</u>
 LIABILITIES				
Due to Activity Fund Organizations				
Elementary				
Beach School	\$ 33	\$ 312	\$ 312	\$ 33
Ellis School	1,006	257	150	1,113
Indian Hills School	1,146	1,438	1,277	1,307
Magee School	7,607	14,251	12,741	9,117
Murphy School	2,468	760	1,603	1,625
Middle School	13,186	24,171	25,485	11,872
High School	53,550	105,818	113,656	45,712
Village Student Council	-	3,376	3,376	-
Ila Bauer Scholarship	4,476	-	-	4,476
Ben Martindale Scholarship	4,004	-	-	4,004
District	3,669	180,137	160,277	23,529
Total Due to Activity Fund Organizations	<u>\$ 91,145</u>	<u>\$ 330,520</u>	<u>\$ 318,877</u>	<u>\$ 102,788</u>
Total Liabilities	<u>\$ 91,145</u>	<u>\$ 330,520</u>	<u>\$ 318,877</u>	<u>\$ 102,788</u>

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 COMPUTATION OF OPERATING EXPENSE PER PUPIL
 AND PER CAPITA TUITION CHARGE
 FOR YEAR ENDED JUNE 30, 2019

OPERATING EXPENSE PER PUPIL			
EXPENDITURES:			
ED	Total Expenditures	\$	82,475,137
O&M	Total Expenditures		7,530,135
DS	Total Expenditures		5,829,200
TR	Total Expenditures		5,019,139
MR/SS	Total Expenditures		2,824,148
TORT	Total Expenditures		897,432
	Total Expenditures	\$	104,575,191

LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:

ED	Pre-K Programs	\$	425,898
ED	Special Education Programs Pre-K		987,558
ED	Summer School Programs		318,935
ED	Special Education Programs K-12 - Private Tuition		1,595,682
ED	Community Services		306,351
ED	Total Payments to Other Govt Units		3,536,933
ED	Capital Outlay		182,240
ED	Non-Capitalized Equipment		559,495
O&M	Capital Outlay		395,906
O&M	Non-Capitalized Equipment		58,860
DS	Debt Service - Payments of Principal on Long-Term Debt		1,422,337
MR/SS	Pre-K Programs		20,919
MR/SS	Special Education Programs - Pre-K		56,118
MR/SS	Summer School Programs		12,277
MR/SS	Community Services		27,316
MR/SS	Total Payments to Other Govt Units		26,210
	Total Deductions for OEPP Computation (Sum of Lines 18 - 74)	\$	9,933,035
	Total Operating Expenses Regular K-12 (Line 14 minus Line 76)		94,642,156
	9 Month ADA from District Average Daily Attendance/Prior General State Aid Inquiry 2017-2018		6,048.80
	Estimated OEPP (Line 77 divided by Line 78)	\$	15,646.43

PER CAPITA TUITION CHARGE			
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LESS OFFSETTING RECEIPTS/REVENUES:

TR	Regular - Transp Fees from Other Sources (In State)	\$	26,629
TR	Regular - Transp Fees from Co-curricular Activities (In State)		19,050
ED	Total Food Service		55,447
ED-O&M	Total District/School Activity Income		296,772
ED	Other (Describe & Itemize)		739
ED-O&M	Rentals		16,377
ED-O&M-TR	Total Special Education		640,608
ED-O&M-MR/SS	Total Career and Technical Education		16,597
ED	State Free Lunch & Breakfast		65,483
ED-O&M	Driver Education		58,293
ED-O&M-TR-MR/SS	Total Transportation		2,833,208
ED-O&M-DS-TR-MR/SS-Tort	Other Restricted Revenue from State Sources		113,848
ED-MR/SS	Total Food Service		3,548,864
ED-O&M-TR-MR/SS	Total Title I		2,718,107
ED-O&M-TR-MR/SS	Fed - Spec Education - IDEA - Flow Through		942,329
ED-O&M-TR-MR/SS	Fed - Spec Education - IDEA - Room & Board		83,380
ED-O&M-MR/SS	Total CTE - Perkins		36,621
ED-TR-MR/SS	Title III - Language Inst Program - Limited Eng (LIPLEP)		187,877
ED-O&M-TR-MR/SS	Title II - Teacher Quality		75,011
ED-O&M-TR-MR/SS	Medicaid Matching Funds - Administrative Outreach		248,168
ED-O&M-TR-MR/SS	Medicaid Matching Funds - Fee-for-Service Program		1,038,237
ED-TR-MR/SS	Special Education Contributions from EBF Funds **		3,092,190
ED-MR/SS	English Learning (Bilingual) Contributions from EBF Funds ***		1,499,332
	Total Deductions for PCTC Computation Line 84 through Line 174	\$	17,613,167
	Net Operating Expense for Tuition Computation (Line 77 minus Line 176)		77,028,989
	Total Depreciation Allowance (from page 26, Line 18, Col I)		2,438,362
	Total Allowance for PCTC Computation (Line 177 plus Line 178)		79,467,351
	9 Month ADA from District Average Daily Attendance/Prior General State Aid Inquiry 2017-2018		6,048.80
	Total Estimated PCTC (Line 179 divided by Line 180) *		13,137.71

Unaudited

STATISTICAL SECTION

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Contents	Page
Financial Trends	81
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity	85
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
Debt Capacity	89
These schedules present information to help the reader assess the affordability of the District's current level of outstanding debt and the District's ability to issue additional debt in the future	
Demographic and Economic Information	94
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
Operating Information	96
These schedules contain information about the District's service and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses									
Governmental Activities									
Instruction									
Regular Programs	\$ 30,643,507	\$ 31,857,870	\$ 30,996,739	\$ 31,506,641	\$ 30,244,288	\$ 27,245,665	\$ 20,837,896	\$ 22,418,167	\$ 21,896,666
Special Education Programs	10,602,455	10,691,292	10,388,245	9,263,172	8,498,507	7,019,041	6,669,405	6,575,279	6,140,817
Other Instructional Programs	12,843,183	11,450,247	10,917,989	10,740,663	9,848,931	9,906,022	9,451,845	10,746,276	11,091,582
Supporting Services									
Pupils	8,768,127	8,487,469	7,871,869	7,028,535	6,599,281	5,671,563	6,013,039	4,460,743	4,193,755
Instructional Staff	3,992,364	2,572,478	2,251,156	1,952,519	2,493,675	1,950,447	1,873,079	2,003,790	1,929,893
General Administration	2,339,859	3,423,009	3,182,112	2,739,884	2,888,694	2,768,389	2,911,237	2,852,235	2,004,990
School Administration	6,036,726	5,652,792	5,833,235	5,125,896	4,666,228	4,502,095	3,718,378	3,234,150	3,139,591
Business	610,478	727,491	973,899	1,095,658	1,167,717	1,155,436	998,920	1,077,641	965,147
Facilities Acquisition and Construction	-	-	840,815	163,608	-	506,513	1,847	40,268	166,883
Operations and Maintenance	7,083,887	7,074,071	6,683,396	6,740,832	6,275,686	5,612,071	5,781,988	5,087,139	5,355,880
Transportation	5,299,628	4,956,046	4,632,918	4,920,051	4,692,036	4,263,100	5,049,483	4,259,677	4,091,200
Food Services	2,222,493	2,535,681	2,513,036	2,597,382	2,536,299	2,151,438	2,494,645	2,514,745	2,353,814
Central	4,208,661	3,450,562	2,960,075	3,037,380	2,392,570	2,808,663	2,849,066	1,472,282	1,220,786
Other Support Services	1,055,186	1,987	2,984	2,205	363	217,288	226,631	277,326	127,344
Community Services	342,954	340,136	362,237	310,124	228,184	264,749	296,898	207,054	191,936
Payments to Other Governments	3,563,143	3,034,429	2,967,074	3,325,769	3,452,402	3,148,448	3,338,130	3,530,658	3,439,086
Interest and Fees on Long-Term Debt	2,196,616	2,426,613	3,480,610	1,741,231	2,648,666	2,876,037	3,195,110	3,300,005	3,525,311
On-Behalf Retirement Contributions	4,238,852	36,171,133	61,518,968	21,300,702	20,648,770	13,307,743	9,767,363	8,388,700	7,249,972
Depreciation - Unallocated	2,348,102	2,356,683	2,034,730	1,669,913	1,721,003	1,800,740	1,943,460	2,100,796	2,204,090
Total Governmental Activities Expenses	\$ 108,396,221	\$ 137,209,989	\$ 160,412,087	\$ 115,262,165	\$ 111,003,300	\$ 97,175,448	\$ 87,418,420	\$ 84,546,931	\$ 81,288,743
Program Revenues									
Governmental Activities									
Charges for Service									
Regular Programs	\$ 481,862	\$ 377,214	\$ 255,848	\$ 212,209	\$ 161,320	\$ 170,052	\$ 153,983	\$ 94,841	\$ 126,505
Other Instructional Programs	278,816	354,727	496,976	486,903	437,974	500,367	527,657	717,811	665,654
Operations and Maintenance	16,377	17,831	26,731	9,332	13,725	6,279	11,923	11,445	7,834
Transportation	45,679	54,830	66,247	44,682	46,722	43,253	61,731	71,615	84,992
Food Services	55,447	86,001	88,839	96,239	102,650	444,990	541,219	619,027	482,687
Operating Grants and Contributions	17,321,439	48,929,155	76,182,958	35,497,325	34,384,483	27,139,822	23,731,998	24,937,806	20,661,212
Total Governmental Activities Program Revenues	\$ 18,199,620	\$ 49,819,758	\$ 77,117,599	\$ 36,346,690	\$ 35,146,874	\$ 28,304,763	\$ 25,028,511	\$ 26,452,545	\$ 22,028,884
Net (Expense) Revenue	\$ (90,196,601)	\$ (87,390,231)	\$ (83,294,488)	\$ (78,915,475)	\$ (75,856,426)	\$ (68,870,685)	\$ (62,389,909)	\$ (58,094,386)	\$ (59,259,859)

(continued)

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Revenues									
Governmental Activities									
Taxes									
Property Taxes, Levied for General Purposes	\$ 28,732,333	\$ 27,943,448	\$ 27,575,195	\$ 27,324,073	\$ 26,984,357	\$ 26,582,717	\$ 25,998,851	\$ 24,993,660	\$ 24,184,257
Property Taxes, Levied for Debt Service	5,750,579	5,654,250	5,718,584	5,893,919	6,225,598	6,485,706	6,485,681	6,270,308	6,024,066
Personal Property Replacement Taxes	226,388	209,267	250,095	225,141	244,553	233,646	222,938	210,638	238,826
TIF Revenues	-	-	-	-	-	-	-	1,080,508	1,116,095
Grants and Contributions not Restricted to Specific Activities	57,577,865	53,337,490	44,632,201	42,734,645	38,828,995	36,289,770	33,913,672	34,117,507	33,201,558
Unrestricted Investment Earnings	1,058,488	375,249	235,268	143,350	89,407	58,393	110,410	56,624	175,964
(Gain)/Loss on Refunding	-	-	-	-	(2,551,738)	-	(66,592)	-	-
Miscellaneous	1,196,293	165,304	135,409	216,086	257,899	403,485	143,377	383,928	616,033
Gain/(Loss) on Sale of Capital Assets	(6,217)	-	-	-	(55,080)	-	-	(880)	(91,359)
Total Governmental Activities General Revenues	<u>\$ 94,535,729</u>	<u>\$ 87,685,008</u>	<u>\$ 78,546,752</u>	<u>\$ 76,537,214</u>	<u>\$ 70,023,991</u>	<u>\$ 70,053,717</u>	<u>\$ 66,808,337</u>	<u>\$ 67,112,293</u>	<u>\$ 65,465,440</u>
Change in Net Position	\$ 4,339,128	\$ 294,777	\$ (4,747,736)	\$ (2,378,261)	\$ (5,832,435)	\$ 1,183,032	\$ 4,418,428	\$ 9,017,907	\$ 6,205,581
Net Position - Beginning	(26,412,831)	24,835,501	27,579,642	29,957,903	43,563,536	42,380,504	37,962,076	28,934,558	28,728,861
Net Position Adjustment	-	(51,543,109)	2,003,595	-	(7,773,198)	-	-	9,611	(5,999,884)
Net Position - Ending	<u>\$ (22,073,703)</u>	<u>\$ (26,412,831)</u>	<u>\$ 24,835,501</u>	<u>\$ 27,579,642</u>	<u>\$ 29,957,903</u>	<u>\$ 43,563,536</u>	<u>\$ 42,380,504</u>	<u>\$ 37,962,076</u>	<u>\$ 28,934,558</u>
Net Position by Component									
Governmental Activities									
Net Investment in Capital Assets	\$ 16,522,658	\$ 14,208,223	\$ 15,705,938	\$ 15,067,833	\$ 14,438,183	\$ 16,979,329	\$ 15,339,651	\$ 13,470,815	\$ 11,544,846
Restricted for:									
Tort	91,149	-	83,157	295,249	240,765	-	-	-	-
Drivers Education	37,788	32,727	30,175	-	-	-	-	3,060	88,622
Operations and Maintenance	-	-	-	-	-	-	-	-	1,514,712
Debt Service	-	-	-	-	-	-	-	-	-
Transportation	2,233,652	2,924,818	2,701,895	2,294,291	2,312,596	2,491,162	2,394,214	2,607,358	2,698,171
Retirement	20,428	21,812	21,372	354,441	729,945	754,817	518,542	595,561	638,250
Capital Projects	-	-	-	-	-	-	-	-	-
Fire Prevention and Safety	50,539	102,081	112,555	169,191	386,584	435,962	598,926	498,457	321,001
Working Cash	-	-	-	-	-	-	-	-	-
Unrestricted (Deficit)	<u>(41,029,917)</u>	<u>(43,702,492)</u>	<u>6,180,409</u>	<u>9,398,637</u>	<u>11,849,830</u>	<u>22,902,266</u>	<u>23,529,171</u>	<u>20,786,825</u>	<u>12,128,956</u>
Total Governmental Activities Net Position	<u>\$ (22,073,703)</u>	<u>\$ (26,412,831)</u>	<u>\$ 24,835,501</u>	<u>\$ 27,579,642</u>	<u>\$ 29,957,903</u>	<u>\$ 43,563,536</u>	<u>\$ 42,380,504</u>	<u>\$ 37,962,076</u>	<u>\$ 28,934,558</u>

Source: 2010-2019 Annual Financial Reports

Note: The District implemented GASB No. 34 in fiscal year 2010 therefore financial information prior to that date is not available on the GASB No. 34 basis

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
REVENUES										
Local Sources	\$ 37,860,829	\$ 35,238,120	\$ 34,849,192	\$ 34,651,934	\$ 34,562,503	\$ 34,928,890	\$ 34,257,770	\$ 34,510,404	\$ 33,722,915	\$ 32,863,733
State Sources	61,725,116	57,566,783	51,483,099	48,910,032	45,003,360	43,086,145	41,083,471	41,934,838	40,162,717	30,259,772
Federal Sources	8,933,645	8,528,729	7,813,090	8,021,237	7,561,350	7,035,704	6,794,835	8,731,776	6,450,079	12,407,615
On-Behalf Payments	4,238,852	36,171,133	61,518,968	21,300,702	20,648,770	13,307,743	9,767,363	8,388,700	7,249,972	7,136,019
	<u>\$ 112,758,442</u>	<u>\$ 137,504,765</u>	<u>\$ 155,664,349</u>	<u>\$ 112,883,905</u>	<u>\$ 107,775,983</u>	<u>\$ 98,358,482</u>	<u>\$ 91,903,439</u>	<u>\$ 93,565,718</u>	<u>\$ 87,585,683</u>	<u>\$ 82,667,139</u>
EXPENDITURES										
Instruction	\$ 53,542,882	\$ 51,348,611	\$ 49,124,011	\$ 49,387,179	\$ 46,594,335	\$ 43,285,541	\$ 39,383,623	\$ 38,934,594	\$ 38,340,818	\$ 36,373,694
Support Services	40,871,386	37,275,273	35,703,211	34,213,878	33,282,391	31,620,089	33,261,924	27,246,555	25,460,304	24,604,569
Community Services	333,667	314,927	329,614	291,473	222,434	264,749	296,898	207,054	192,004	251,322
Payments to Other Governments	3,563,143	3,034,429	2,967,074	3,325,769	3,452,402	3,148,448	3,338,130	3,530,658	3,439,086	3,121,549
Debt Service										
Principal	1,421,731	1,466,486	1,557,203	2,436,434	3,175,474	3,293,010	3,446,655	3,827,464	4,556,431	4,497,396
Interest and Fees	4,407,469	4,350,607	4,374,390	4,801,135	3,554,770	3,392,252	3,227,739	2,995,605	2,926,787	2,825,790
Capital Outlay	3,736,983	748,442	7,655,314	20,706,099	2,220,718	447,980	441,194	259,698	216,614	691,112
On-Behalf Payments	4,238,852	36,171,133	61,518,968	21,300,702	20,648,770	13,307,743	9,767,363	8,388,700	7,249,972	7,136,019
	<u>\$ 112,116,113</u>	<u>\$ 134,709,908</u>	<u>\$ 163,229,785</u>	<u>\$ 136,462,669</u>	<u>\$ 113,151,294</u>	<u>\$ 98,759,812</u>	<u>\$ 93,163,526</u>	<u>\$ 85,390,328</u>	<u>\$ 82,382,016</u>	<u>\$ 79,501,451</u>
Excess or (Deficiency) of										
Revenues over Expenditures	\$ 642,329	\$ 2,794,857	\$ (7,565,436)	\$ (23,578,764)	\$ (5,375,311)	\$ (401,330)	\$ (1,260,087)	\$ 8,175,390	\$ 5,203,667	\$ 3,165,688
Other Financing Sources (Uses)										
Issuance of Debt	\$ -	\$ -	\$ -	\$ 2,029,000	\$ 48,230,699	\$ -	\$ 3,200,000	\$ -	\$ 182,040	\$ 47,606
Premium on Issuance of Debt	-	-	-	-	3,485,147	-	85,615	-	-	-
Discount on Issuance of Debt	-	-	-	-	(472,145)	-	-	-	-	-
Payments to Refunding Bond Escrow Agent	-	-	-	-	(20,884,088)	-	(3,206,592)	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	21,625	-	-	-	49,000	-
Other Sources	-	-	-	-	1,702	-	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,029,000</u>	<u>\$ 30,382,940</u>	<u>\$ -</u>	<u>\$ 79,023</u>	<u>\$ -</u>	<u>\$ 231,040</u>	<u>\$ 47,606</u>
Net Change in Fund Balance	\$ 642,329	\$ 2,794,857	\$ (7,565,436)	\$ (21,549,764)	\$ 25,007,629	\$ (401,330)	\$ (1,181,064)	\$ 8,175,390	\$ 5,434,707	\$ 3,213,294
Debt Service as a Percentage										
of Noncapital Expenditures	5.38%	4.34%	3.81%	6.25%	6.07%	6.80%	7.20%	8.01%	9.11%	9.29%

Source: 2010-2019 Annual Financial Reports

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	GASB 54										Pre-GASB 54
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	
General Fund											
Nonspendable	\$ 297,800	\$ 193,973	\$ 854,765	\$ 96,063	\$ 111,316	\$ 356,240	\$ 115,273	\$ 66,861	\$ 244,800	\$ -	\$ -
Restricted	128,937	32,727	113,332	295,249	240,765	-	-	3,060	88,622	-	-
Unassigned	25,265,661	23,610,662	23,247,108	23,284,210	24,543,634	27,372,705	27,654,423	29,000,182	23,618,894	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-	13,516,343
Total General Fund	\$ 25,692,398	\$ 23,837,362	\$ 24,215,205	\$ 23,675,522	\$ 24,895,715	\$ 27,728,945	\$ 27,769,696	\$ 29,070,103	\$ 23,952,316	\$ 13,516,343	
All Other Governmental Funds											
Nonspendable	\$ 10,781	\$ 11,884	\$ 53,316	\$ 20,978	\$ 182,745	\$ 362,377	\$ 358,704	\$ 441,221	\$ 542,389	\$ -	\$ -
Restricted	7,320,816	8,210,508	7,915,366	7,938,682	9,567,864	8,805,132	8,663,444	8,756,267	10,110,276	-	-
Committed	7,529,216	4,373,989	1,117,773	9,122,752	27,569,630	21,547	178,001	179,581	219,629	-	-
Assigned	5,007,110	8,484,248	8,821,474	8,930,636	9,022,380	9,312,704	9,662,190	9,365,927	4,813,099	-	-
Reserved	-	-	-	-	-	-	-	-	-	-	616,882
Unreserved, reported in:											
Operations and Maintenance Fund	-	-	-	-	-	-	-	-	-	-	4,305,774
Debt Services Fund	-	-	-	-	-	-	-	-	-	-	5,209,248
Transportation Fund	-	-	-	-	-	-	-	-	-	-	3,231,977
Illinois Municipal Retirement/Social Security Fund	-	-	-	-	-	-	-	-	-	-	390,138
Capital Projects Fund	-	-	-	-	-	-	-	-	-	-	385,854
Working Cash Fund	-	-	-	-	-	-	-	-	-	-	6,209,786
Tort Fund	-	-	-	-	-	-	-	-	-	-	67,489
Fire Prevention/Life Safety Fund	-	-	-	-	-	-	-	-	-	-	269,511
Total All Other Governmental Funds	\$ 19,867,923	\$ 21,080,629	\$ 17,907,929	\$ 26,013,048	\$ 46,342,619	\$ 18,501,760	\$ 18,862,339	\$ 18,742,996	\$ 15,685,393	\$ 20,686,659	
Total All Governmental Funds	\$ 45,560,321	\$ 44,917,991	\$ 42,123,134	\$ 49,688,570	\$ 71,238,334	\$ 46,230,705	\$ 46,632,035	\$ 47,813,099	\$ 39,637,709	\$ 34,203,002	

Source: 2010-2019 Annual Financial Reports

Note: The Working Cash Fund and Tort Fund are included in the General Fund in 2011 through 2019. The Tort Fund is included in the General Fund for 2008.

Note: GASB 54 was implemented in fiscal year 2011. With this implementation, the Working Cash Fund and the Tort Fund were combined with the General Fund and governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN LEVY YEARS

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Taxes Extended for Levy Year	\$ 34,955,259	\$ 34,219,782	\$ 33,587,950	\$ 33,439,445	\$ 33,442,552	\$ 33,426,472	\$ 32,990,572	\$ 32,096,357	\$ 30,771,244	\$ 29,871,156
Amount of Levy Collected within the Fiscal Year of the Levy	17,477,630	17,590,993	16,978,367	16,608,749	16,614,194	16,584,111	16,304,766	15,841,679	14,962,281	14,558,714
Percentage of Levy Collected within the Fiscal Year of the Levy	50.00%	51.41%	50.55%	49.67%	49.68%	49.61%	49.42%	49.36%	48.62%	48.74%
Amount of Collections in Subsequent Years	N/A	16,524,554	16,303,414	16,610,777	16,605,350	16,617,804	16,540,687	16,190,888	15,401,844	15,246,042
Amount of Levy Collected to Date	17,477,630	34,115,547	33,281,781	33,219,526	33,219,544	33,201,915	32,845,453	32,032,567	30,364,125	29,804,756
Percentage of Levy Collected to Date	50.00%	99.70%	99.09%	99.34%	99.33%	99.33%	99.56%	99.80%	98.68%	99.78%

Source: Lake County Clerk's Office, Lake County Treasurer's Office

Note: Amounts collected in subsequent years for the 2018 levy is not yet available.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN LEVY YEARS

Levy Year	Residential Property	Farm Property	Commercial Property	Industrial Property	Railroad Property	Total Taxable Equalized Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value
2018	\$ 319,629,697	\$ 1,253,195	\$ 65,533,550	\$ 11,271,577	\$ 153	\$ 397,688,172	8.7896	\$ 1,193,064,516
2017	300,877,313	1,353,986	63,794,592	10,830,135	-	376,856,026	9.0803	1,130,568,078
2016	277,217,722	1,256,535	61,247,981	10,225,732	-	349,947,970	9.5980	1,049,843,910
2015	251,352,253	1,158,993	59,006,593	9,089,520	-	320,607,359	10.4300	961,822,077
2014	269,047,165	1,227,153	56,779,864	8,322,809	-	335,376,991	9.9716	1,006,130,973
2013	283,661,881	1,165,055	61,570,190	8,524,000	-	354,921,126	9.4180	1,064,763,378
2012	315,581,376	1,256,251	67,083,960	9,948,668	-	393,870,255	8.3760	1,181,610,765
2011	378,188,938	1,014,930	75,783,402	11,326,219	-	466,313,489	6.8830	1,398,940,467
2010	439,527,179	1,058,071	77,222,061	11,362,833	-	529,170,144	5.8150	1,587,510,432
2009	459,802,020	901,983	81,220,966	12,065,292	-	553,990,261	5.3920	1,661,970,783

Source: Lake County Clerk's Office

Note: The total direct tax rate is the total property tax extension divided by the total taxable equalized assessed value. The County assesses property at approximately 33.3% of actual value for all types of property. Tax rates are per \$100 equalized assessed valuation.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN LEVY YEARS

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Lake County	0.612	0.622	0.632	0.663	0.682	0.663	0.608	0.554	0.505	0.464
Lake County Forest Preserve District	0.182	0.187	0.193	0.208	0.210	0.218	0.212	0.201	0.198	0.200
Township of Avon	0.069	0.071	0.075	0.081	0.081	0.076	0.067	0.057	0.067	0.065
Road and Bridge-Avon	0.085	0.090	0.096	0.105	0.108	0.102	0.007	0.006	0.011	0.017
Special Road Improvement-Avon	-	-	-	-	-	-	0.083	0.070	0.065	0.063
Central Lake County Joint Action Water Agency	-	0.041	0.046	0.054	0.056	0.055	0.052	0.047	0.045	0.042
Village of Round Lake Beach	0.783	0.782	0.807	0.864	0.832	0.777	0.702	0.599	0.543	0.544
Greater Round Lake Fire Protection District	1.069	1.047	1.087	1.171	1.155	1.093	0.988	0.862	0.754	0.688
Round Lake Library District	0.621	0.642	0.680	0.709	0.709	0.656	0.581	0.475	0.404	0.371
Round Lake Park District	0.739	0.757	0.787	0.849	0.842	0.797	0.720	0.603	0.530	0.485
Round Lake Sanitary District	-	-	-	-	-	-	-	-	-	-
Community College District #532	0.282	0.281	0.285	0.299	0.306	0.296	0.272	0.240	0.218	0.200
Total Overlapping Rate	4.441	4.519	4.688	5.003	4.981	4.733	4.292	3.714	3.340	3.139
Round Lake Area Schools Community Unit District No. 116	8.790	9.080	9.598	10.430	9.971	9.418	8.376	6.883	5.815	5.392
Total Rate	13.231	13.599	14.286	15.433	14.952	14.151	12.668	10.597	9.155	8.531

Source: Lake County Clerk's Office

Note: Tax rates are per \$100 equalized assessed valuation.

Note: The District is subject to the property tax extension limitation law, which limits the District's ability to raise its direct rates.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 PRINCIPAL TAXPAYERS IN THE DISTRICT
 CURRENT LEVY YEAR AND NINE YEARS AGO

Taxpayer	2018		2009 (3)	
	Equalized Assessed Value(1)	Percentage of Total District Equalized Assessed Valuation(2)	Equalized Assessed Value	Percentage of Total District Equalized Assessed Valuation(4)
CG Capital Partners, LLC	\$ 5,910,404	1.49%	\$ -	
BRE Retail Residual Owner 3 LLC	4,214,020	1.06%	-	
Cedar Villas Associates LLC	3,599,640	0.91%	3,852,248	0.70%
Illinois Underground and Illinois Underground Contractors Inc.	2,567,532	0.65%	3,134,082	0.57%
Timber Creek Homes	2,357,663	0.59%	1,790,207	0.32%
Rosewood Apartments & Limited Partnership	2,126,208	0.53%	2,400,644	0.43%
Groot Industries Inc.	1,809,563	0.46%	-	
Nipoti LLC	1,606,744	0.40%	-	
Kmart Corp Property Tax Compliance	1,666,233	0.42%	4,555,680	0.82%
BMO Harris Bank N.A.	1,084,286	0.27%	-	0.00%
Centro Saturn Holdings SPE, LLC			6,762,501	1.22%
Mept Coventry Glen, LLC			6,150,000	1.11%
Cadillac Sand Realty			2,182,583	0.39%
Eagle Creek LLC			1,775,173	0.32%
Norstates Bank			1,530,074	0.28%
	<u>\$ 26,942,293</u>	<u>6.78%</u>	<u>\$ 34,133,192</u>	<u>6.16%</u>

- (1) Includes tax year 2018 equalized assessed valuations of property parcels with an aggregate total over approximately \$207,000.
 (2) Uses the District's 2018 equalized assessed valuation of \$397,688,172.
 (3) Includes tax year 2009 equalized assessed valuations of property parcels with an aggregate total over approximately \$234,000.
 (4) Uses the District's 2009 equalized assessed valuation of \$553,990,261.

Data Source: Office of the Lake County Clerk

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 LEGAL DEBT MARGINS
 LAST TEN FISCAL YEARS

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Debt Limit	\$ 54,880,968	\$ 52,006,132	\$ 48,292,820	\$ 44,243,816	\$ 46,282,025	\$ 48,979,115	\$ 54,354,095	\$ 64,351,261	\$ 73,025,480	\$ 76,450,656
Total Net Debt Applicable to Limit	48,410,594	49,367,213	50,381,540	51,474,625	51,462,730	22,993,729	25,817,759	31,659,026	35,473,691	39,781,217
Legal Debt Margin	\$ 6,470,374	\$ 2,638,919	\$ (2,088,720)	\$ (7,230,809)	\$ (5,180,705)	\$ 25,985,386	\$ 28,536,336	\$ 32,692,235	\$ 37,551,789	\$ 36,669,439
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	88.21%	94.93%	104.33%	116.34%	111.19%	46.95%	47.50%	49.20%	48.58%	52.04%

Source: 2010-2019 Annual Financial Reports

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 COMPUTATION OF LEGAL DEBT MARGIN
 JUNE 30, 2019

Equalized Assessed Value 2018 Tax Year	\$	397,688,172	
Statutory Debt Limit Percentage		<u>13.8%</u>	
Statutory Debt Limit	\$		54,880,968
Total Debt Outstanding	\$	54,196,676	
Exempted Debt		<u>5,786,082</u>	
Net Debt Subjected to the Limit			<u>48,410,594</u>
Legal Debt Margin	\$		<u><u>6,470,374</u></u>

Source: 2019 Annual Financial Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 OUTSTANDING DEBT BY TYPE
 LAST TEN FISCAL YEARS

June 30,	General Obligation Bonds	Alternative Revenue Bonds	Lease/ Purchase Agreements	SEDOL Bonds	Total Debt	Percentage of Estimated Actual Property Value	Personal Income	Ratio of Outstanding Debt per Personal Income	Estimated Population	Outstanding Debt Per Capita
2019	\$ 53,683,860	\$ -	\$ -	\$ 512,816	\$ 54,196,676	5%	\$ 771,870,000	7%	35,321	1,534
2018	57,021,500	-	50,443	603,534	57,675,477	5%	703,093,000	8%	35,287	1,634
2017	60,112,374	-	99,337	690,694	60,902,405	6%	672,344,000	9%	28,128	2,165
2016	63,090,975	-	146,728	774,849	64,012,552	7%	678,151,000	9%	28,241	2,267
2015	65,125,100	-	193,657	844,178	66,162,935	7%	793,408,352	8%	29,416	2,249
2014	39,822,492	-	31,346	921,242	40,775,080	4%	739,306,150	6%	29,590	1,378
2013	43,592,848	-	89,831	995,224	44,677,903	4%	658,083,700	7%	36,509	1,224
2012	46,913,818	-	157,243	1,065,611	48,136,672	3%	658,083,700	7%	36,509	1,318
2011	49,857,519	-	764,952	1,135,348	51,757,819	3%	665,551,700	8%	36,420	1,421
2010	52,447,687	655,000	1,307,706	1,203,981	55,614,374	3%	668,974,600	8%	35,103	1,584

Sources: Debt information was obtained from the District's Annual Financial Reports for 2009-2018. Personal income and estimated population (2009-2017) were obtained from the U.S. Census Bureau: Population - School District Data Files, Income - American FactFinder, American Community Survey 5-year estimates (2009-2012), and 3-year estimates (2009-2011), most recent available. Personal income and estimated population (2018) was obtained from the National Center for Education Statistics, EDGE.

N/A - information not available at time of publication

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
NET BONDED DEBT
LAST TEN FISCAL YEARS

June 30,	General Bonded Debt	Less: Amounts Available to Repay Principal	Net General Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Taxable Value	Net General Bonded Debt Per Capita
2019	\$ 53,683,860	\$ 5,491,344	\$ 48,192,516	4.04%	\$ 1,364
2018	57,021,500	5,320,874	51,700,626	4.57%	1,465
2017	60,112,374	5,281,029	54,831,345	5.22%	1,949
2016	63,090,975	5,308,683	57,782,292	6.01%	2,046
2015	65,125,100	6,481,961	58,643,139	5.83%	1,994
2014	39,822,492	5,638,061	34,184,431	3.21%	1,155
2013	43,592,848	5,645,765	37,947,083	3.21%	1,039
2012	46,913,818	5,541,749	41,372,069	2.96%	1,133
2011	49,857,519	5,380,326	44,477,193	2.80%	1,221
2010	52,447,687	5,209,248	47,238,439	2.84%	1,346

Sources: Debt information was obtained from the District's Annual Financial Reports for 2010-2019.

N/A - information not available at time of publication

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 COMPUTATION OF DIRECT AND OVERLAPPING DEBT
 JUNE 30, 2019

Taxing Authority	Outstanding Bonded Debt		Percentage of Debt Applicable to District	District's Share of Debt
Lake County Forest Preserve	\$ 240,365,000	(4)	1.498%	\$ 3,600,668
Lake County	-	(1)	1.498%	-
Village of Round Lake	-	(1)	28.398%	-
Village of Round Lake Beach	5,785,000	(3)(4)	58.060%	3,358,771
Village of Round Lake Park	4,780,000		65.241%	3,118,520
Greater Round Lake Fire District	4,385,000		57.257%	2,510,719
Lake Villa Library District	-	(1)	3.132%	-
Round Lake Park District	921,000	(1)(4)	47.064%	433,459
Community College #532	13,290,000	(1)	1.576%	<u>209,450</u>
 Total Overlapping Bonded Debt				 \$ 13,231,587
 Round Lake Area Schools Community Unit District No. 116	 51,220,594	(2)	 100.000%	 <u>51,220,594</u>
 Total Direct and Overlapping General Obligation Bonded Debt				 <u><u>\$ 64,452,181</u></u>

- (1) Excludes outstanding principal amounts of General Obligation Alternate Revenue Source Bonds.
- (2) Includes outstanding original principal amounts of Capital Appreciation Bonds.
- (3) Considered to be self-supported debt as abatements are filed annually.
- (4) Excludes outstanding Debt Certificates and/or leases and loans.

Source: Lake County Clerk's Office

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

Year	Population (1)	Personal Income	Per Capita Personal Income	Unemployment Rate (2)
2019	35,321	\$ 771,870,000	21,853	6.7%
2018	35,287	703,093,000	19,925	6.3%
2017	28,128	672,344,000	23,903	7.3%
2016	28,241	678,151,000	24,013	7.4%
2015	29,416	793,408,352	26,972	9.1%
2014	29,590	739,306,150	24,985	12.1%
2013	36,509	658,083,700	18,025	12.4%
2012	36,509	658,083,700	18,025	13.7%
2011	36,420	665,551,700	18,274	14.6%
2010	35,103	668,974,600	19,057	14.5%

- Sources: (1) U.S. Census Bureau information -
 Population - School District Data Files
 Income - American FactFinder, American Community Survey 5-year estimates (2008-2012) and 3-year estimates (2010-2012), most recent available for fiscal years 2010-2018
 Income - National Center for Education Statistics, EDGE for fiscal year 2019
- (2) Illinois Department of Employment Security - Village of Round Lake Beach information chosen because it has the largest population of all the communities in the District - 27,776 of 35,287 or approximately 79% of the District in 2016.

N/A - information not available at time of publication

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO

Employer	2019				2010			
	Employees**	Data Source	Rank	Percentage of Total District Employment	Employees	Data Source	Rank	Percentage of Total District Employment
Baxter Healthcare Corp	1,900	(2)	1	13.18%	2,100	(5)	1	17.88%
School District 116	932	(3)	2	6.46%	702	(3)	2	5.98%
Wal-Mart Supercenter	405	(3)	3	2.81%	233	(5)	4	1.98%
Meijer	375	(4)	4	2.60%	-			
Round Lake Area Park District	300	(4)	4	2.08%	295	(5)	3	2.51%
Jewel-Osco	200	(4)	5	1.39%	196	(5)	5	1.67%
First Midwest Bank	150	(4)	6	1.04%	-			
Home Depot	150	(4)	7	1.04%	-			
Kohl's	110	(4)	8	0.76%	-			
Hillcrest Nursing Center	111	(1)	9	0.77%	-	(5)		
The Grieve Corp	100		10	0.69%	70	(5)	8	0.60%
Village of Round Lake Beach (FTE)	75		11	0.59%	104	(5)	7	0.89%
Super Kmart	-				195	(5)	6	1.66%

** Includes part-time, seasonal and temporary employees

IDES: The estimated number of persons employed in the District in 2018 is 14,421.
 IDES: The estimated number of persons employed in the District in 2010 is 11,747
 Illinois Department of Employment Security

Data Sources

- (1) 2019 Illinois Manufacturers Directory
- (2) 2019 Illinois Services Directory
- (3) Employer or Village Website and/or Financial Report
- (4) AtoZdatabase.com
- (5) 2009 Official Statement - Round Lake and Round Lake Beach

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
STAFFING INFORMATION BY FUNCTION
LAST TEN FISCAL YEARS

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Administration:										
Central Office	28.0	21.0	21.0	19.0	22.0	20.0	20.0	16.0	15.8	12.8
Site Based	24.0	30.0	30.0	31.0	23.0	23.0	24.0	22.1	19.5	21.0
Total Administration	52.0	51.0	51.0	50.0	45.0	43.0	44.0	38.1	35.3	33.8
Teachers:										
District - Regular Ed	<u>18.5</u>									
<i>Subtotal District Regular Ed</i>	18.5									
High School - Regular Ed	129.4	122.0	126.5	129.0	121.7	113.6	101.6	99.8	92.8	94.3
Middle School - Regular Ed	111.0	104.0	108.0	108.0	107.0	99.2	81.6	75.8	75.0	77.6
Elementary School - Regular Ed	<u>183.6</u>	<u>192.0</u>	<u>196.0</u>	<u>196.0</u>	<u>196.0</u>	<u>189.1</u>	<u>163.7</u>	<u>159.7</u>	<u>154.5</u>	<u>156.3</u>
<i>Subtotal Regular Ed</i>	<u>424.0</u>	<u>418.0</u>	<u>430.5</u>	<u>433.0</u>	<u>424.7</u>	<u>401.9</u>	<u>346.9</u>	<u>335.3</u>	<u>322.3</u>	<u>328.2</u>
High School - Special Ed	30.0	30.5	27.0	26.0	20.0	19.4	17.4	17.4	15.0	16.0
Middle School - Special Ed	21.0	20.0	19.0	19.0	16.0	16.0	18.0	18.0	18.0	17.7
Elementary School - Special Ed	<u>38.0</u>	<u>43.0</u>	<u>43.0</u>	<u>41.0</u>	<u>39.5</u>	<u>28.5</u>	<u>26.7</u>	<u>28.9</u>	<u>32.0</u>	<u>28.5</u>
<i>Subtotal Special Ed</i>	<u>89.0</u>	<u>93.5</u>	<u>89.0</u>	<u>86.0</u>	<u>75.5</u>	<u>63.9</u>	<u>62.1</u>	<u>64.2</u>	<u>65.0</u>	<u>62.2</u>
Total Teachers	531.5	511.5	519.5	519.0	500.2	465.8	409.0	399.6	387.3	390.4
Pupil Support:										
Social Workers	21.5	18.0	18.5	17.5	14.0	13.0	13.8	13.0	12.5	12.0
Psychologists	12.4	12.4	12.4	10.9	9.5	10.0	9.0	8.5	6.0	6.0
Counselors	13.0	12.0	10.0	10.0	9.0	7.0	6.0	6.0	6.0	6.0
Speech & Language Therapist	16.6	18.2	15.8	12.1	13.9	11.2	10.2	10.2	8.2	7.9
Occupational & Physical Therapists	8.2	8.0	6.8	5.2	4.0	4.0	4.0	4.0	4.4	3.4
Truancy/Other	29.0	3.0	3.0	4.0	4.0	1.0	4.8	7.0	3.3	2.0
Total Pupil Support	100.7	71.6	66.5	59.7	54.4	46.2	47.9	48.7	40.3	37.3
Other Support Staff:										
Aides	137.0	148.5	142.0	140.0	133.0	110.0	108.3	118.5	108.0	103.0
Bus Drivers	47.0	46.0	46.0	47.0	47.0	47.0	48.2	49.3	46.6	42.5
Clerical Support	56.0	47.0	47.0	51.0	51.0	52.5	53.9	48.7	46.2	49.4
Custodial	56.6	56.0	56.0	54.0	52.0	47.0	49.3	50.2	48.8	45.9
Total Other Support Staff	296.6	297.5	291.0	292.0	283.0	256.5	259.6	266.7	249.6	240.7
Grand Total	980.8	931.6	928.0	920.7	882.6	811.5	760.4	753.1	712.6	702.3

Source: District Records

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
ILLINOIS STATE BOARD OF EDUCATION SCHOOL DISTRICT FINANCIAL PROFILE
LAST TEN FISCAL YEARS

	2019 Est.	2018	2017	2016	2015	2014	2013	2012	2011	2010
Fund Balance to Revenue Ratio	0.31	0.37	0.41	0.41	0.46	0.52	0.54	0.54	0.47	0.42
Expenditures to Revenue Ratio	0.97	0.96	0.99	1.02	1.05	1.00	1.03	0.89	0.93	0.96
Days Cash on Hand	143.49	165.58	163.40	174.00	181.65	216.00	189.00	204.00	180.00	161.00
Short-Term Borrowing Remaining	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00
Long-Term Debt Margin Remaining	5.73	(2.21)	(13.10)	(26.97)	(22.23)	48.70	47.85	49.14	49.86	47.96
Financial Profile Score										
Fund Balance to Revenue Score	4	4	4	4	4	4	4	4	4	4
Expenditures to Revenue Score	4	4	4	3	3	4	3	4	4	4
Days Cash on Hand Score	3	3	3	3	4	4	4	4	3	3
Short-Term Borrowing Score	4	4	4	4	4	4	4	4	4	4
Long-Term Debt Margin Score	1	1	1	1	1	2	2	2	2	2
Weighted Scores										
Fund Balance to Revenue Weighted	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40
Expenditures to Revenue Weighted	0.35	0.35	1.40	1.05	1.05	1.40	1.05	1.40	1.40	1.40
Days Cash on Hand Weighted	0.30	0.30	0.30	0.30	0.40	0.40	0.40	0.40	0.30	0.30
Short-Term Borrowing Weighted	0.40	0.40	0.40	0.40	0.40	0.40	0.40	0.40	0.40	0.40
Long-Term Debt Margin Weighted	0.10	0.10	0.10	0.10	0.10	0.20	0.20	0.20	0.20	0.20
Total Profile Score	3.60	3.60	3.60	3.25	3.35	3.80	3.45	3.80	3.70	3.70
Designation	Recognition	Recognition	Recognition	Review	Review	Recognition	Review	Recognition	Recognition	Recognition

Sources: Obtained from Illinois State Board of Education

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 OPERATING INDICATORS BY FUNCTION
 LAST TEN FISCAL YEARS

Year	Enrollment	Direct Operating Expenditures *	Direct Operating Cost Per Pupil	Total Direct Expenditures **	Direct Cost Per Pupil	Teaching Staff FTE	Pupil-Teacher Ratio	% of Students Receiving Free and Reduced Price Meals
2019	6,979	\$ 97,848,559	14,020	\$ 107,877,261	15,457	531.50	13.1	74.8%
2018	7,046	90,648,689	12,865	98,538,775	13,985	511.50	13.8	74.3%
2017	7,128	86,123,693	12,082	101,710,817	14,269	519.50	13.7	53.2%
2016	7,182	85,989,075	11,973	115,161,967	16,035	519.00	13.8	67.7%
2015	7,249	83,124,680	11,467	92,502,524	12,761	500.20	14.5	68.0%
2014	7,265	76,900,406	10,585	85,452,069	11,762	465.80	15.6	76.6%
2013	7,274	75,807,910	10,422	83,396,163	11,465	409.00	17.8	75.0%
2012	7,225	69,511,779	9,621	77,001,628	10,658	399.56	18.1	68.3%
2011	7,127	66,874,232	9,383	75,132,044	10,542	387.32	18.4	63.8%
2010	6,936	63,578,914	9,167	72,365,432	10,433	390.43	17.8	60.4%
2009	6,863	59,668,997	8,694	72,872,987	10,618	390.46	17.6	51.3%

* - Operating Funds include Educational (excluding On-behalf payments), Operations and Maintenance, Transportation, IMRF/SS and Working Cash Funds.

** - Total Direct Expenditures include total expenditures except On-behalf payments

Source: 2009-2018 Annual Financial Reports filed with the Illinois State Board of Education, School Report Card/Fall Housing

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	Building Area sq ft	Capacity pupils	Capacity with Mobile Classrooms pupils	Housed Students										
				2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	
St. Paul Lutheran Church (leased) *	3,200	120	120	n/a	n/a	n/a	n/a	n/a	106	106	95	96	89	
420 Greenwood Drive Early Education Center	17,435	250	250	152	185	192	192	183	482	543	468	501	512	
882 Nippersink Road Pleviak Elementary (leased)**	75,254	705	705	448	476	473	498	522	n/a	n/a	n/a	n/a	n/a	
304 E Grand Ave, Lake Villa Round Lake Beach Elementary School	43,454	624	653	464	493	515	450	486	524	592	588	560	541	
1421 N. Ardmore Drive Indian Hill Elementary School	58,880	546	662	472	475	518	521	503	515	517	584	569	592	
1920 Lotus Drive W.J. Murphy Elementary School	45,630	676	676	511	541	538	579	601	654	659	641	654	668	
220 Greenwood Street Raymond Ellis Elementary School	59,960	752	752	593	644	657	695	748	758	708	741	720	718	
720 Central Park Drive Village Elementary School	42,775	516	516	424	428	440	458	430	474	453	473	475	440	
880 Nippersink Road John T. Magee Middle School	93,000	880	880	775	717	733	686	701	683	685	718	684	705	
500 Cedar Lake Rd. Round Lake Middle School	80,112	993	1,109	896	911	921	948	962	1,012	969	964	938	887	
2000 Lotus Drive Round Lake Senior High School	293,494	2,500	2,674	2,219	2,157	2,123	2,137	2,103	2,057	1,994	1,920	1,884	1,873	
800 N. High School Drive Round Lake High School Annex	6,000	n/a	n/a	-	-	-	-	-	-	-	-	-	-	
Administration Service Center	15,000	n/a	n/a	-	-	-	-	-	-	-	-	-	-	
Operations Service Center	4,000	n/a	n/a	-	-	-	-	-	-	-	-	-	-	
Education Service Center (Round Lake Transition Center)	5,750	70	70	25	19	18	18	10	-	-	-	-	-	

Source: District's capital asset records

* Only leased during 2010 - 2014

** Did not start leasing until 2015