

**BUTLER ELEMENTARY SCHOOL
DISTRICT NO. 53**

FINANCIAL STATEMENTS

**AS OF AND FOR THE YEAR ENDED
JUNE 30, 2018
AND
INDEPENDENT AUDITORS' REPORT**

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

TABLE OF CONTENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

	<u>Page(s)</u>
Independent Auditors' Report	1 - 2
Other Information	
Management's Discussion and Analysis (MD&A) - Unaudited	3 - 9
Basic Financial Statements	
<u>Government-Wide Financial Statements</u>	
Statement of Net Position - Modified Cash Basis	10
Statement of Activities - Modified Cash Basis	11
<u>Fund Financial Statements</u>	
Balance Sheet - Modified Cash Basis - Governmental Funds	12 - 13
Reconciliation of the Governmental Funds - Balance Sheet - Modified Cash Basis to the Statement of Net Position - Modified Cash Basis	14
Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Governmental Funds	15 - 16
Reconciliation of the Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis to the Statement of Activities - Modified Cash Basis	17
Statement of Fiduciary Assets and Liabilities - Agency Fund - Modified Cash Basis	18
Notes to Basic Financial Statements	19 - 40
Other Information	
Illinois Municipal Retirement Fund - Schedule of Changes in the District's Net Pension Liability and Related Ratios	41
Illinois Municipal Retirement Fund - Schedule of District Contributions	42
Teachers' Retirement System - Schedule of the District's Proportionate Share of the Collective Net Pension Liability and Schedule of District Contributions	43
Teachers' Health Insurance Security Fund - Schedule of the District's Proportionate Share of the Collective Net OPEB Liability and Schedule of District Contributions	44

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

TABLE OF CONTENTS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2018

	<i><u>Page(s)</u></i>
Other Information - (Continued)	
<u>Schedule of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Budget to Actual</u>	
General Fund	45 - 51
Operations and Maintenance Fund	52 - 53
Transportation Fund	54
Municipal Retirement/Social Security Fund	55 - 56
Debt Service Fund	57
Capital Projects Fund	58
Fire Prevention and Life Safety Fund	59
General Fund - Combining Balance Sheet - Modified Cash Basis	60
General Fund - Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis	61
<u>General Fund Accounts - Schedule of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Budget to Actual</u>	
Educational Accounts	62 - 68
Working Cash Accounts	69
Schedule of Changes in Assets and Liabilities - Agency Funds	70
Operating Cost and Tuition Charge	71
General Obligation School Bonds Series 2014, Issue September 8, 2014	72

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Butler Elementary School District No. 53
Oak Brook, IL

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Butler Elementary School District No. 53, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Butler Elementary School District No. 53's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control over financial reporting relevant to Butler Elementary School District No. 53'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 Butler Elementary School District No. 53's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

To the Board of Education
Butler Elementary School District No. 53

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Butler Elementary School District No. 53 as of June 30, 2018 and the respective changes in the modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared on the on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Butler Elementary School District No. 53's basic financial statements. The other information as described in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Prior-Year Comparative Information

We have previously audited Butler Elementary School District No. 53's 2017 financial statements, and we expressed unmodified audit opinions on the respective modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information in our report dated October 2, 2017. In our opinion, the summarized comparative information presented herein as of and for the year ended 2017, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 24, 2018 on our consideration of Butler Elementary School District No. 53's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Butler Elementary School District No. 53's internal control over financial reporting and compliance.



Oak Brook, Illinois
September 24, 2018

Butler Elementary School District No. 53

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2018

The discussion and analysis of Butler Elementary School District No. 53's (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2018. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- > In total, net position increased by \$1.4. This represents a 6% increase from 2017.
- > General revenues accounted for \$11.5 in revenue or 71% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$4.6 or 29% of total revenues of \$16.1.
- > The District had \$14.7 in expenses related to government activities. However, only \$4.6 of these expenses were offset by program specific charges and grants.

Overview of the Financial Statements

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

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

This report also contains other 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 - modified cash basis presents information on all District assets/deferred outflows of resources and liabilities/deferred inflows of resources arising from cash transactions, with the difference between them reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statements of activities - modified cash basis presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported with cash is received and disbursed. Additionally, activity related to acquisition, depreciation and year end balances of capital assets, as well as year end balances and related changes in long-term debt in its government-wide financial statements are reported.

Butler Elementary School District No. 53

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2018

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

Fund financial statements

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Debt Service Fund, Capital Projects Fund, and Fire Prevention and Safety Fund, 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 schedule has been provided for each fund to demonstrate compliance with this budget.

Fiduciary funds are used to account for resources held for the benefit of parties outside the School District. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements.

Notes to basic financial statements

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

Butler Elementary School District No. 53
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2018

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain information concerning the District's progress in funding its obligation to provide pension benefits and post employment benefits to its employees.

Government-Wide Financial Analysis

The District's combined net position was higher on June 30, 2018, than it was the year before, increasing 6% to \$23.3.

Table 1		
Condensed Statements of Net Position		
(in millions of dollars)		
	<u>2017</u>	<u>2018</u>
Assets:		
Current and other assets	\$ 11.8	\$ 12.4
Capital Assets	<u>11.0</u>	<u>11.6</u>
Total assets	<u>22.8</u>	<u>24.0</u>
Liabilities:		
Current liabilities	0.2	0.2
Long-term debt outstanding	<u>0.7</u>	<u>0.5</u>
Total liabilities	<u>0.9</u>	<u>0.7</u>
Net position:		
Net investment in capital assets	10.3	11.1
Restricted	3.2	2.3
Unrestricted	<u>8.4</u>	<u>9.9</u>
Total net position	<u>\$ 21.9</u>	<u>\$ 23.3</u>

Revenues in the governmental activities of the District of \$16.1 exceeded expenses by \$1.4. This was achieved through anticipated operating fund surpluses which were incorporated into the fiscal 2018 annual budget.

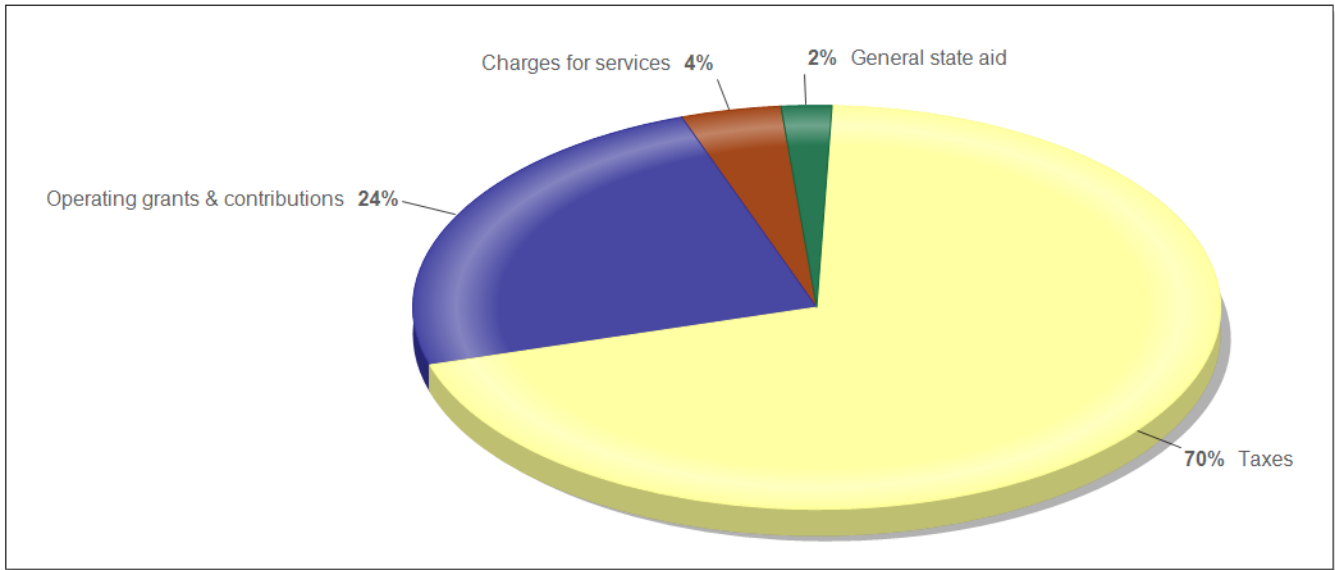
Butler Elementary School District No. 53
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2018

Table 2		
Changes in Net Position		
(in millions of dollars)		
	<u>2017</u>	<u>2018</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 0.5	\$ 0.6
Operating grants & contributions	4.2	4.0
<i>General revenues:</i>		
Taxes	10.4	11.0
General state aid	0.1	0.3
Other	0.1	0.2
Total revenues	<u>15.3</u>	<u>16.1</u>
Expenses:		
Instruction	9.9	10.1
Pupil & instructional staff services	1.3	1.3
Administration & business	2.1	1.7
Transportation	0.4	0.5
Operations & maintenance	1.0	1.1
Total expenses	<u>14.7</u>	<u>14.7</u>
Increase (decrease) in net position	<u>\$ 0.6</u>	<u>\$ 1.4</u>

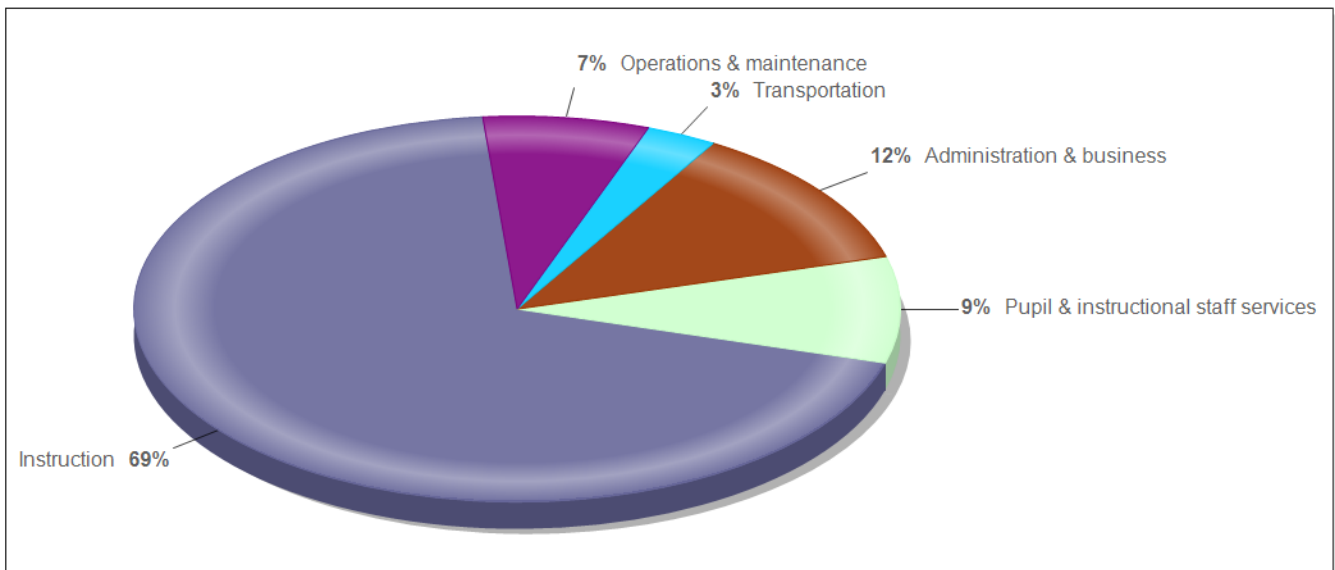
Property taxes accounted for the largest portion of the District's revenues, contributing 70%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$14.7, mainly related to instructing and caring for the students and student transportation at 81%.

Butler Elementary School District No. 53
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2018

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

The District's Governmental Funds balance increased from \$11.6 to \$12.2. This was primarily due to an elevated level of property taxes in the spring. This was due to an increase of homeowners paying their taxes up front from due to changes in the income tax code. Additional surplus was part of the annual budget.

The net position of the school district also primarily increased due largely to the increase in property tax collection rate. Revenue outpaced anticipated collection by \$831,959, an additional 8.1% over projections. Additional revenue can be attributed to unused contingency funds.

Butler Elementary School District No. 53
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2018

Major expenses for FY18 included replacing the exterior roof and related mechanical systems at Brook Forest School. In addition, the Butler Junior High School courtyard was refurbished. Anticipated cost for these projects was \$1.3. Additional field repair work was also performed to complete the 2016 restoration project. Total actual cost was \$1.3.

General Fund Budgetary Highlights

The FY18 budget was amended prior to the close of the fiscal year to adjust for a shift in the tax extension, additional reimbursements for special education expenses and additional resources from CPPRT. Expenditure accounts were adjusted to account for additional budget needs including special education, professional development, legal fees, consultants, and additional auditing and accounting services. Operations and maintenance costs increased due to additional building repair expenses.

Capital Assets and Debt Administration

Capital assets

By the end of 2018, the District had compiled a total investment of \$22.5 (\$11.6 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$1.1. More detailed information about capital assets can be found in Note 6 of the basic financial statements.

Table 3		
Capital Assets (net of depreciation)		
(in millions of dollars)		
	<u>2017</u>	<u>2018</u>
Land	\$ 0.3	\$ 0.3
Buildings & Land Improvements	9.7	10.5
Equipment	<u>1.0</u>	<u>0.8</u>
Total	<u>\$ 11.0</u>	<u>\$ 11.6</u>

Long-term debt

The District retired \$0.2 in general obligation bonds in 2018. At the end of fiscal 2018, the District had a debt margin of \$61.6. More detailed information on long-term debt can be found in Note 7 of the basic financial statements.

Table 4		
Outstanding Long-Term Debt		
(in millions of dollars)		
	<u>2017</u>	<u>2018</u>
General Obligation Bonds	\$ 0.7	\$ 0.5
Total	<u>\$ 0.7</u>	<u>\$ 0.5</u>

Butler Elementary School District No. 53

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2018

Factors Bearing on the District's Future

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

- ◆ The District has several remaining capital projects that need to be completed over the next three to five years totally approximately \$4.8M. Capital projects are part of the Master Facility Plan and Life Safety Plan for the school district developed in collaboration with the District's architects. Projects will be scheduled as funds are available so that fund balance conform to the Board of Education's Policy #3030.
- ◆ The State State of Illinois legislature enacted PA 100-0465 that changes the general state aid system for Illinois public schools. At this time, District 53 anticipates that revenue from the State of Illinois will remain low and may decrease over time, as costs are shifted to local school districts for pension payments and other expenses.
- ◆ The District will be converting to a new general ledger system, Skyward, on January 1, 2019 and will bring all accounting operations in house. The District previously utilized the Proviso Township Treasurer and its software (DCR) through an intergovernmental agreement. The District expects no additional headcount because of this change due to the increased efficiency of the new software.

Requests for Information

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

Dr. Sandra Martin
Butler Elementary School District No. 53
2801 York Road
Oak Brook, IL 60523

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

AS OF JUNE 30, 2018

	GOVERNMENTAL ACTIVITIES
Assets	
Cash and investments	\$ 12,418,124
Capital assets:	
Land	269,291
Depreciable buildings, property and equipment, net	<u>11,321,796</u>
Total assets	<u>24,009,211</u>
Liabilities	
Payroll deductions payable	180,839
Long-term liabilities:	
Other long-term liabilities - due within one year	170,000
Other long-term liabilities - due after one year	<u>368,279</u>
Total liabilities	<u>719,118</u>
Net position	
Net investment in capital assets	11,052,808
Restricted for:	
Operations and maintenance	1,625,739
Student transportation	282,112
Retirement benefits	275,651
Debt service	153,738
Capital projects	4,977
Unrestricted	<u>9,895,068</u>
Total net position	<u>\$ 23,290,093</u>

See Notes to Basic Financial Statements

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2018

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES)
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	REVENUE AND CHANGES IN NET POSITION
Governmental activities				
Instruction:				
Regular programs	\$ 4,735,068	\$ 588,617	\$ 750	\$ (4,145,701)
Special programs	1,483,544	-	174,037	(1,309,507)
Other instructional programs	180,439	-	-	(180,439)
State retirement contributions	3,706,132	-	3,706,132	-
Support Services:				
Pupils	370,718	-	2,077	(368,641)
Instructional staff	926,109	-	11,997	(914,112)
General administration	701,343	-	-	(701,343)
School administration	575,595	-	-	(575,595)
Business	405,793	-	-	(405,793)
Transportation	492,560	51,872	29,787	(410,901)
Operations and maintenance	1,070,818	2,965	-	(1,067,853)
Central	4,167	-	-	(4,167)
Interest and fees	11,619	-	-	(11,619)
Total governmental activities	\$ 14,663,905	\$ 643,454	\$ 3,924,780	(10,095,671)

General revenues:

Taxes:

Real estate taxes, levied for general purposes	9,753,146
Real estate taxes, levied for specific purposes	790,434
Real estate taxes, levied for debt service	188,382
Personal property replacement taxes	314,519
State aid-formula grants	291,974
Net investment income (loss)	144,448
Miscellaneous	<u>26,554</u>

Total general revenues 11,509,457

Change in net position 1,413,786

Net position, beginning of year 21,876,307

Net position, end of year \$ 23,290,093

See Notes to Basic Financial Statements

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**GOVERNMENTAL FUNDS**

BALANCE SHEET - MODIFIED CASH BASIS

AS OF JUNE 30, 2018

WITH COMPARATIVE TOTALS AS OF JUNE 30, 2017

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash and investments	\$ 9,987,870	\$ 1,625,739	\$ 282,112	\$ 284,726
Total assets	<u>\$ 9,987,870</u>	<u>\$ 1,625,739</u>	<u>\$ 282,112</u>	<u>\$ 284,726</u>
Liabilities and fund balance				
Liabilities				
Payroll deductions payable	\$ 171,764	\$ -	\$ -	\$ 9,075
Total liabilities	<u>171,764</u>	<u>-</u>	<u>-</u>	<u>9,075</u>
Fund balance				
Restricted	-	1,625,739	282,112	275,651
Assigned	-	-	-	-
Unassigned	<u>9,816,106</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>9,816,106</u>	<u>1,625,739</u>	<u>282,112</u>	<u>275,651</u>
Total liabilities and fund balance	<u>\$ 9,987,870</u>	<u>\$ 1,625,739</u>	<u>\$ 282,112</u>	<u>\$ 284,726</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2018	2017
\$ 153,738	\$ 78,962	\$ 4,977	\$ 12,418,124	\$ 11,774,974
<u>\$ 153,738</u>	<u>\$ 78,962</u>	<u>\$ 4,977</u>	<u>\$ 12,418,124</u>	<u>\$ 11,774,974</u>
\$ -	\$ -	\$ -	\$ 180,839	\$ 195,433
-	-	-	180,839	195,433
153,738	-	4,977	2,342,217	3,225,156
-	78,962	-	78,962	385,870
-	-	-	9,816,106	7,968,515
<u>153,738</u>	<u>78,962</u>	<u>4,977</u>	<u>12,237,285</u>	<u>11,579,541</u>
<u>\$ 153,738</u>	<u>\$ 78,962</u>	<u>\$ 4,977</u>	<u>\$ 12,418,124</u>	<u>\$ 11,774,974</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

RECONCILIATION OF THE GOVERNMENTAL FUNDS

BALANCE SHEET - MODIFIED CASH BASIS TO THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS
AS OF JUNE 30, 2018

Total fund balances - governmental funds - modified cash basis		\$	12,237,285
Amounts reported for governmental activities in the Statement of Net Position - Modified Cash Basis are different because:			
Net capital assets used in governmental activities and included in the Statement of Net Position - Modified Cash Basis do not require the expenditure of financial resources and, therefore, are not reported in the Governmental Funds Balance Sheet - Modified Cash Basis.			
			11,591,087
Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position - Modified Cash Basis.			
Balances at June 30, 2018 are:			
Bonds payable		\$	(525,000)
Unamortized bond premium			<u>(13,279)</u>
			<u>(538,279)</u>
Net position of governmental activities - modified cash basis		\$	<u><u>23,290,093</u></u>

See Notes to Basic Financial Statements

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2017

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 9,753,146	\$ 583,402	\$ 144,351	\$ 62,681
Corporate personal property replacement taxes	308,861	-	-	5,658
State aid	4,084,030	-	29,787	-
Federal aid	102,937	-	-	-
Investment income	97,106	14,759	4,294	3,236
Gain or loss on sale of investments	23,837	-	-	-
Other	400,847	217,289	51,872	-
Total revenues	<u>14,770,764</u>	<u>815,450</u>	<u>230,304</u>	<u>71,575</u>
Expenditures				
Current:				
Instruction:				
Regular programs	4,103,960	-	-	48,158
Special programs	977,873	-	-	47,858
Other instructional programs	155,301	-	-	3,078
State retirement contributions	3,706,132	-	-	-
Support Services:				
Pupils	320,867	-	-	4,273
Instructional staff	771,049	-	-	25,064
General administration	600,050	-	-	16,058
School administration	484,110	-	-	22,719
Business	335,423	-	-	22,724
Transportation	-	-	492,560	-
Operations and maintenance Central	4,167	1,033,308	-	37,510
Payments to other districts and gov't units	343,238	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	121,003	260,782	-	-
Total expenditures	<u>11,923,173</u>	<u>1,294,090</u>	<u>492,560</u>	<u>227,442</u>
Excess (deficiency) of revenues over expenditures	<u>2,847,591</u>	<u>(478,640)</u>	<u>(262,256)</u>	<u>(155,867)</u>
Other financing sources (uses)				
Transfers in between funds	-	1,000,000	-	-
Transfers (out) between funds	(1,000,000)	(1,000,000)	-	-
Total other financing sources (uses)	<u>(1,000,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	1,847,591	(478,640)	(262,256)	(155,867)
Fund balance, beginning of year	7,968,515	2,104,379	544,368	431,518
Fund balance, end of year	<u>\$ 9,816,106</u>	<u>\$ 1,625,739</u>	<u>\$ 282,112</u>	<u>\$ 275,651</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2018	2017
\$ 188,382	\$ -	\$ -	\$ 10,731,962	\$ 9,986,911
-	-	-	314,519	375,882
-	-	-	4,113,817	4,111,976
-	-	-	102,937	152,502
850	361	5	120,611	48,328
-	-	-	23,837	-
-	-	-	670,008	566,749
<u>189,232</u>	<u>361</u>	<u>5</u>	<u>16,077,691</u>	<u>15,242,348</u>
-	-	-	4,152,118	4,205,595
-	-	-	1,025,731	889,327
-	-	-	158,379	160,895
-	-	-	3,706,132	3,836,210
-	-	-	325,140	309,239
-	-	-	796,113	822,578
-	-	-	616,108	755,932
-	-	-	506,829	506,267
-	-	-	358,147	349,523
-	-	-	492,560	394,780
-	-	-	1,070,818	1,031,526
-	-	-	4,167	3,000
-	-	-	343,238	376,299
160,000	-	-	160,000	155,000
15,413	-	-	15,413	18,467
-	<u>1,307,269</u>	-	<u>1,689,054</u>	<u>3,358,404</u>
<u>175,413</u>	<u>1,307,269</u>	-	<u>15,419,947</u>	<u>17,173,042</u>
<u>13,819</u>	<u>(1,306,908)</u>	<u>5</u>	<u>657,744</u>	<u>(1,930,694)</u>
-	1,000,000	-	2,000,000	5,400,000
-	-	-	(2,000,000)	(5,400,000)
-	<u>1,000,000</u>	-	-	-
13,819	(306,908)	5	657,744	(1,930,694)
<u>139,919</u>	<u>385,870</u>	<u>4,972</u>	<u>11,579,541</u>	<u>13,510,235</u>
<u>\$ 153,738</u>	<u>\$ 78,962</u>	<u>\$ 4,977</u>	<u>\$ 12,237,285</u>	<u>\$ 11,579,541</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
- MODIFIED CASH BASIS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2018

Net change in fund balances - total governmental funds - modified cash basis	\$ 657,744
Amounts reported for governmental activities in the Statement of Activities - Modified Cash Basis are different because:	
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities - Modified Cash Basis, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which current year net capital outlay exceeds depreciation expense.	592,248
The principal repayment of long-term debt (bonds, capital leases, etc.) consumes current financial resources of the governmental funds but has no effect on net position. This is the amount of current year principal repayments.	160,000
Governmental funds report the effects of premiums, discounts and similar items when the debt is issued. However, these amounts are deferred and amortized in the Statement of Activities - Modified Cash Basis. This is the amount of the current year, net effect of these differences.	<u>3,794</u>
Change in net position of governmental activities - modified cash basis	<u>\$ 1,413,786</u>

See Notes to Basic Financial Statements

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - MODIFIED CASH BASIS
AS OF JUNE 30, 2018

	<u>AGENCY STUDENT ACTIVITY FUND</u>
Assets	
Cash and investments	\$ <u>79,787</u>
Total assets	\$ <u><u>79,787</u></u>
Liabilities	
Due to student groups	\$ <u>79,787</u>
Total liabilities	\$ <u><u>79,787</u></u>

See Notes to Basic Financial Statements

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Butler Elementary School District No. 53 (the "District") operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to the modified cash basis of accounting as applicable to the local governmental units of this type. This modified basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The following is a summary of the more significant accounting policies of the District:

Basis of Presentation

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity has been removed from these statements. The District's operating activities are all considered "governmental activities", that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered "business activities".

The statement of activities demonstrates the degree to which the direct cash disbursements of a given function are offset by program receipts. Direct cash disbursement are those that are clearly identifiable with a specific function. Program receipts include (1) amounts paid by the recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program receipts are reported instead as general receipts.

Governmental Funds Financial Statements

Governmental funds financial statements are organized and operated on the basis of funds and are used to account for the District's general governmental activities. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, reserves, fund balance, revenues and expenditures. The minimum number of funds is maintained consistent with legal and managerial requirements.

Separate financial statements are provided for all governmental funds and fiduciary funds; the fiduciary funds are excluded from the government-wide financial statements.

Measurement Focus and Basis of Accounting

The government-wide financial statements and the fund financial statements are reported using the modified cash basis of accounting. Assets, liabilities, net position, revenues, and expenditures are recognized when they result from cash transactions with a provision for depreciation in the government-wide statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

In the government-wide financial statements, governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as described above. In the governmental fund financial statements, the current financial resources measurement focus is used. Only current financial assets, deferred outflows of resources, liabilities, and deferred inflows of resources are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period.

As a result of the use of the modified cash basis of accounting, certain assets and their related revenues, (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the District utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

Major Governmental Funds

General Fund - the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid.

Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than those accounted for in the Debt Service Fund, Capital Projects Funds or Fiduciary Funds.

Operations and Maintenance Fund - accounts for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes.

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

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

Debt Service Fund - accounts for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service and transfers of local revenues from operating funds to pay for capital leases.

Capital Project Funds - accounts for the financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities.

Capital Projects Fund - accounts for construction projects and renovations financed through annual transfers from the General Fund from fund balance accumulated through debt issuance and budgetary savings.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

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

Other Fund Types

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

Agency Funds - include Student Activity Funds, Convenience Accounts and Other Agency Funds. These funds are custodial in nature and do not present results of operations or have a measurement focus. Although the Board of Education has the ultimate responsibility for Activity Funds, they are not local education agency funds. Student Activity Funds account for assets held by the District which are owned, operated and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational or cultural purposes. Convenience Accounts account for assets that are normally maintained by a local education agency as a convenience for its faculty, staff, etc.

Assets, Liabilities and Net Position or Equity

Deposits and Investments

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. Investments are stated at cost.

Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". These amounts are eliminated in the governmental activities column in the statement of net position. Receivables are expected to be collected within one year.

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2017 levy resolution was approved during the December 11, 2017 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

The tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2017 and 2016 tax levies were 2.1% and 0.7%, respectively.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Property taxes are collected by the County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 60 days of the respective installment dates.

Personal Property Replacement Taxes

Personal property replacement taxes are first allocated to the Municipal Retirement / Social Security Fund, and the balance is allocated to the remaining funds at the discretion of the District.

Capital Assets

Capital assets, which include land, land improvements, buildings, building improvements, vehicles, machinery, equipment, and construction in progress are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$1,500 and an estimated useful life of more than 1 year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

<i>Assets</i>	<i>Years</i>
Buildings	50
Land Improvements	20
Equipment	5-10

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the applicable bonds using the effective interest method. The balance at year end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the period incurred. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Equity Classifications

Equity is classified as net position in the government-wide financial statements and displayed in three components:

Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less than any unspent debt proceeds.

Restricted net position - Consists of net position with constraints placed on its use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

Unrestricted net position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

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

Equity is classified as fund balance in the fund financial statements and displayed in five components:

Nonspendable - includes amounts not in spendable form, such as inventory, or amounts required to be maintained intact legally or contractually (principal endowment) (e.g. inventory, pre-paid items, permanent scholarships).

Restricted - includes amounts constrained for a specific purpose by external parties (e.g. Debt Service, Capital Projects, State and Federal Grant Funds). The District's restricted fund balances are for the purpose of each respective fund as defined in the "Major Governmental Funds" section, above.

Committed - includes amounts constrained for a specific purpose by a government using its highest level of decision making authority, the Board of Education. This formal action (a resolution) must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Board of Education board that originally created the commitment.

Assigned - includes general fund amounts constrained for a specific purpose by the Board of Education or by an official that has been delegated authority to assign amounts. The Board of Education has declared that the Superintendent or her designee may assign amounts for a specific purpose. The Board of Education may also take official action to assign amounts. Additionally, all remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended in the General Fund is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance. In all other funds (Special Revenue, Debt Service, Capital Projects), assigned fund balance will be spent first, followed by committed fund balance, and then restricted fund balance.

The District has a formal minimum fund balance policy, which states that the District will maintain an aggregate fund balance in its Operating Funds (Educational Accounts, Working Cash Accounts, Operations and Maintenance Fund and Municipal Retirement/Social Security Fund) of not less than 50% of the amount of (representing at least 180 days of) the aggregated operating expenditures of the Operating Funds. As of June 30, 2018, the District met this requirement.

The restricted and assigned fund balances included in the Governmental Fund balance sheet are for the purpose of the respective fund as described above in the Major Governmental Funds section.

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2017, from which such summarized information was derived.

Eliminations and Reclassifications

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

The budgeted amounts for the Governmental Funds are adopted on the cash basis, which is consistent with cash basis of accounting prescribed by the program accounting manual for Illinois school districts.

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

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - (CONTINUED)

4. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

The Board of Education amended the budget on June 4, 2018.

Excess of Expenditures over Budget

For the year ended June 30, 2018, expenditures exceeded budget in the General Fund by \$2,300,465. This matter was primarily attributable to variance related to the District's budget for the on-behalf payments to TRS from the State of Illinois of \$3,168,745. The on-behalf payment has no impact on the District's ending fund balances and after adjusting for this portion of the budget variance the District's expenditure budget in the General Fund was underspent by \$868,280.

NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES

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

NOTE 4 - DEPOSITS AND INVESTMENTS

At year end, the District's cash and investments was comprised of the following:

	Government- wide	Fiduciary	Total
Cash and investments	\$ 12,418,124	\$ 79,787	\$ 12,497,911
Total	<u>\$ 12,418,124</u>	<u>\$ 79,787</u>	<u>\$ 12,497,911</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)

For disclosure purposes, this amount is segregated into the following components: 1) cash on hand 2) deposits with financial institutions, which include amounts held in demand accounts, savings accounts and non-negotiable certificates of deposit; and 3) other investments, which consist of all investments other than certificates of deposit, as follows:

	Cash and investments
Deposits with financial institutions	\$ 10,510,724
Illinois Funds	762,770
IMET Convenience Fund	3,773
Other investments	<u>1,220,644</u>
Total	<u>\$ 12,497,911</u>

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the District's policy states the objectives of the District's investment activities to be meeting the school district's need for safety, liquidity, rate of return, and diversification, and its general performance. Maturity information on other investments is shown in the table above.

At year end, the District had the following investments:

	Investment Maturity (In Years)				
	Fair Value	Less than one	1-5	6-10	More than 10
U.S. Agencies	\$ 1,220,558	\$ -	\$ 1,220,558	\$ -	\$ -
ISDLAF	<u>86</u>	<u>86</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 1,220,644</u>	<u>\$ 86</u>	<u>\$ 1,220,558</u>	<u>\$ -</u>	<u>\$ -</u>

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized rating organizations (NRSRO's). The District has no investment policy that would further limit its investment choices. At June 30, 2018, the District's investments in government securities had ratings of Moody's Aaa/S&P AA+.

The Illinois Metropolitan Investment Fund (IMET) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. As of June 30, 2018, the fund was rated AAA by S&P and not rated by Moody's.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. The fund is not registered with the SEC as an investment company. Investments are each rated AAAM and are valued at share price, which is the price for which the investment could be sold.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are rated AAAM and are valued at Illinois Funds' share price, which is the price for which the investment could be sold.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's investment policy requires diversification of the investment portfolio to minimize risk of loss arising from over-concentration in a particular type of security, risk factor, issuer or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity, and rate of return. At June 30, 2018, the District held more than 5% of its other investments portfolio in the Federal Farm Credit Bonds (5.79%), and Federal Home Loan Mortgage Corporation (8.35%).

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2018, the bank balance of the District's deposit with financial institutions totaled \$10,941,139; of this amount, \$10,850 was uncollateralized and uninsured.

Custodial Credit Risk - Investments. With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring all investments be secured by private insurance or collateral.

Separate cash and investment accounts are not maintained for all District funds; instead, the individual funds maintain their invested and uninvested balances in the common checking and investment accounts, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund.

NOTE 5 - INTERFUND TRANSFERS

During the year, the Board transferred \$1,000,000 from the General Fund to the Operations and Maintenance Fund and then transferred the same amount from the Operations and Maintenance Fund to the Capital Projects Fund. These transfers were made for the purpose of enabling payment of anticipated expenditures associated with capital projects.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 6 - CAPITAL ASSETS

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

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<i>Capital assets not being depreciated:</i>				
Land	\$ 269,291	\$ -	\$ -	\$ 269,291
Total capital assets not being depreciated	<u>269,291</u>	<u>-</u>	<u>-</u>	<u>269,291</u>
<i>Capital assets being depreciated:</i>				
Land improvements	3,085,972	68,558	-	3,154,530
Building improvements	14,139,418	1,432,015	-	15,571,433
Equipment	<u>3,340,334</u>	<u>185,198</u>	<u>-</u>	<u>3,525,532</u>
Total capital assets being depreciated	<u>20,565,724</u>	<u>1,685,771</u>	<u>-</u>	<u>22,251,495</u>
<i>Less Accumulated Depreciation for:</i>				
Land improvements	273,463	156,013	-	429,476
Building improvements	7,207,435	594,216	-	7,801,651
Equipment	<u>2,355,278</u>	<u>343,294</u>	<u>-</u>	<u>2,698,572</u>
Total accumulated depreciation	<u>9,836,176</u>	<u>1,093,523</u>	<u>-</u>	<u>10,929,699</u>
Net capital assets being depreciated	<u>10,729,548</u>	<u>592,248</u>	<u>-</u>	<u>11,321,796</u>
Net governmental activities capital assets	<u>\$ 10,998,839</u>	<u>\$ 592,248</u>	<u>\$ -</u>	<u>\$ 11,591,087</u>

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

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 582,950
Special programs	114,575
Other instructional programs	22,060
Pupils	45,578
Instructional staff	126,713
General administration	85,235
School administration	68,766
Business	<u>47,646</u>
Total depreciation expense - governmental activities	<u>\$ 1,093,523</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 7 - LONG TERM LIABILITIES

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2018:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
General obligation bonds	\$ 685,000	\$ -	\$ 160,000	\$ 525,000	\$ 170,000
Unamortized premium	<u>17,073</u>	<u>-</u>	<u>3,794</u>	<u>13,279</u>	<u>-</u>
Total bonds payable	<u>702,073</u>	<u>-</u>	<u>163,794</u>	<u>538,279</u>	<u>170,000</u>
Total long-term liabilities - governmental activities	<u>\$ 702,073</u>	<u>\$ -</u>	<u>\$ 163,794</u>	<u>\$ 538,279</u>	<u>\$ 170,000</u>

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

Purpose	Interest Rates	Original Indebtedness	Carrying Amount
Series General Obligation School Bonds, Series 2014 dated September 9, 2014 are due in annual installments through January 1, 2021	2.250%	\$ <u>990,000</u>	\$ <u>525,000</u>
Total		\$ <u>990,000</u>	\$ <u>525,000</u>

Annual debt service requirements to maturity for general obligation bonds are as follows for governmental type activities:

	Principal	Interest	Total
2019	\$ 170,000	\$ 11,813	\$ 181,813
2020	175,000	7,988	182,988
2021	<u>180,000</u>	<u>4,051</u>	<u>184,051</u>
Total	<u>\$ 525,000</u>	<u>\$ 23,852</u>	<u>\$ 548,852</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2018, the statutory debt limit for the District was \$62,101,032, providing a debt margin of \$61,576,032.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 8 - RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following public entity risk pools: Suburban School Cooperative Insurance Pool (SSCIP) which insures all of the District's property, general liability, automobile, employee dishonesty, and excess liability claims; and the School Employee Loss Fund (SELF), which covers workers' compensation claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools. The District carries commercial insurance for risks related to employee health. There have been no significant reductions in insurance coverage from coverage in any of the past three fiscal years.

NOTE 9 - JOINT AGREEMENTS

The District is a member of LADSE (LaGrange Area Department of Special Education), a joint agreement that provides certain special education services to residents of many school districts. The District believes that because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these are not included as component units of the District.

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS

Teachers' Health Insurance Security

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

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

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

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

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

On Behalf Contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 1.18% of pay during the year ended June 30, 2018. State of Illinois contributions were \$61,880, and the District recognized revenues and expenditures of this amount during the year.

Contributions. The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.88% during the year ended June 30, 2018. The percentage of employer required contributions in the future will not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. For the year ended June 30, 2018, the District paid \$46,148 to the THIS Fund, respectively, which was 100 percent of the required contribution for the year.

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

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

District's proportionate share of the collection net OPEB liability	\$ 12,353,974
State's proportionate share of the collective net OPEB liability associated with the District	<u>13,453,237</u>
Total	<u>\$ 25,807,211</u>

The net OPEB liability was measured as of June 30, 2017, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2017, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2017 and 2016, the District's proportion was 0.047608% and 0.043679%, respectively.

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

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

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

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

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

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

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

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

	1% Decrease	Current Discount Rate	1% Increase
Net OPEB Liability	<u>\$ 14,824,820</u>	<u>\$ 12,353,974</u>	<u>\$ 10,377,079</u>

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

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability	<u>\$ 9,971,000</u>	<u>\$ 12,353,974</u>	<u>\$ 15,774,565</u>

OPEB Expense. District OPEB expense, as part of the June 30, 2017 valuation, was \$1,050,358. For the year ended June 30, 2018, the District recognized on-behalf revenue and expenditures of \$61,880 for support provided by the state.

NOTE 11 - RETIREMENT SYSTEMS

The retirement plans of the District include the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Most funding for TRS is provided through payroll withholdings of certified employees and contributions made by the State of Illinois on-behalf of the District. IMRF is funded through property taxes and a perpetual lien of the District's corporate personal property replacement tax. Each retirement system is discussed below.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

Teachers' Retirement System

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

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

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

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

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

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

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2016 was 9.4 percent of creditable earnings. On July 1, 2016 the rate dropped to 9.0 percent of pay due to the expiration of the Early Retirement Option (ERO). The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

On Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2018, State of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$3,644,252 in pension contributions from the State of Illinois.

2.2 Formula Contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2018, were \$30,416.

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

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

District's proportionate share of the collective net pension liability	\$ 537,889
State's proportionate share of the collective net pension liability associated with the District	<u>37,029,354</u>
Total	<u>\$ 37,567,243</u>

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016, and rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2017, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2017 and 2016, the District's proportion was 0.00070406 percent and 0.00072629 percent, respectively.

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

Actuarial Assumptions. The assumptions used to measure the total pension liability in the June 30, 2017 actuarial valuation included (a) 7.00% investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases varies by amount of service credit, and (c) inflation of 2.50%.

Mortality. Mortality rates were based on the RP-2014 White Collar Table with adjustments as appropriate for TRS experience. The rates are used on a fully-generational basis using projection table MP-2014. The same assumptions were used in the June 30, 2016 valuation.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

<i>Asset Class</i>	<i>Target Allocation</i>	<i>Long-Term Expected Real Rate of Return</i>
U.S. equities large cap	14.40 %	6.94 %
U.S. equities small/mid cap	3.60 %	8.09 %
International equities developed	14.40 %	7.46 %
Emerging market equities	3.60 %	10.15 %
U.S. bonds core	10.70 %	2.44 %
International debt developed	5.30 %	1.70 %
Real estate	15.00 %	5.44 %
Commodities (real return)	11.00 %	4.28 %
Hedge funds (absolute return)	8.00 %	4.16 %
Private equity	14.00 %	10.63 %

Discount Rate. At June 30, 2017, the discount rate used to measure the total pension liability was a blended rate of 7.00 percent, which was a change from the June 30, 2016 rate of 6.83 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2017 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. *Tier 1's* liability is partially funded by *Tier 2* members, as the *Tier 2* member contribution is higher than the cost of *Tier 2* benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

At June 30, 2016, the discount rate used to measure the total pension liability was 6.83 percent. The discount rate was lower than the actuarially-assumed rate of return on investments that year as well because TRS's fiduciary net position and the subsidy provided by *Tier 2* were not sufficient to cover all projected benefit payments.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the collective net pension liability	\$ <u>660,866</u>	\$ <u>537,889</u>	\$ <u>437,160</u>

Pension Expense. District pension expense, as part of the June 30, 2017 valuation, was \$31,740. For the year ended June 30, 2018, the District recognized TRS-related pension expense of \$30,416 and on-behalf revenue and expense of \$3,644,252 for support provided by the state.

Illinois Municipal Retirement Fund

Plan Description. The District's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer pension plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Public Act 96-0889 created a second tier for IMRF's Regular Plan. IMRF assigns a benefit tier to a member when he or she is enrolled in IMRF. The tier is determined by the member's first IMRF participation date. If the member first participated in IMRF before January 1, 2011, they participate in *Regular Tier 1*. If the member first participated in IMRF on or after January 1, 2011, they participate in *Regular Tier 2*.

For *Regular Tier 1*, pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under *Regular Tier 1*, the pension is increased by 3% of the original amount on January 1 every year after retirement. For *Regular Tier 2*, pension benefits vest after ten years of service. Participating members who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under *Regular Tier 2*, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of 3% of the original pension amount, or 1/2 of the increase in the Consumer Price Index of the original pension amount. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

Retirees and beneficiaries	50
Inactive, non-retired members	86
Active members	28
	<hr/>
Total	<u>164</u>

Contributions. As set by statute, District employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's actuarially determined contribution rate for calendar year 2017 was 11.33 percent of annual covered payroll. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability/(Asset). The net pension liability/(asset) was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

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

Actuarial Assumptions. The assumptions used to measure the total pension liability in the December 31, 2017 annual actuarial valuation included (a) 7.50% investment rate of return, (b) projected salary increases from 3.75% to 14.50%, including inflation, and (c) price inflation of 2.75%. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

Mortality. For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

Asset Class	Target Allocation	Projected Returns/Risk	
		One Year Arithmetic	Ten Year Geometric
Equities	37.00 %	8.30 %	6.85 %
International equities	18.00 %	8.45 %	6.75 %
Fixed income	28.00 %	3.05 %	3.00 %
Real estate	9.00 %	6.90 %	5.75 %
Alternatives	7.00 %		
Private equity		12.45 %	7.35 %
Hedge funds		5.35 %	5.05 %
Commodities		4.25 %	2.65 %
Cash equivalents	1.00 %	2.25 %	2.25 %

Discount Rate. The discount rate used to measure the total pension liability for IMRF was 7.50%. The discount rate calculated using the December 31, 2016 measurement date was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits payments to determine the total pension liability.

Discount Rate Sensitivity. The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate of 7.50% as well as what the net pension liability/(asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total pension liability	\$ 4,382,182	\$ 3,965,512	\$ 3,614,099
Plan fiduciary net position	<u>3,869,831</u>	<u>3,869,831</u>	<u>3,869,831</u>
Net pension liability/(asset)	<u>\$ 512,351</u>	<u>\$ 95,681</u>	<u>\$ (255,732)</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

Changes in Net Pension Liability/(Asset). The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2017 was as follows:

	<i>Increase (Decrease)</i>		
	<i>Total Pension Liability (a)</i>	<i>Plan Fiduciary Net Position (b)</i>	<i>Net Pension Liability/ (Asset) (a) - (b)</i>
Balances at December 31, 2016	\$ 3,906,425	\$ 3,424,494	\$ 481,931
Service cost	85,749	-	85,749
Interest on total pension liability	287,568	-	287,568
Differences between expected and actual experience of the total pension liability	48,340	-	48,340
Change of assumptions	(132,458)	-	(132,458)
Benefit payments, including refunds of employee contributions	(230,112)	(230,112)	-
Contributions - employer	-	88,183	(88,183)
Contributions - employee	-	41,233	(41,233)
Net investment income	-	616,081	(616,081)
Other (net transfer)	-	(70,048)	70,048
	<u> </u>	<u> </u>	<u> </u>
Balances at December 31, 2017	<u>\$ 3,965,512</u>	<u>\$ 3,869,831</u>	<u>\$ 95,681</u>

Pension Expense. District pension expense, as part of the December 31, 2017 valuation, was \$89,068. For the year ended June 30, 2018, the District recognized pension expense of \$89,303.

NOTE 12 - CONTINGENT LIABILITIES

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

NOTE 13 - STATE AND FEDERAL AID CONTINGENCIES

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

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

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

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

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 83, *Asset Retirement Obligations*, GASB Statement No. 84, *Fiduciary Activities*, GASB Statement No. 85, *Omnibus 2017*, GASB Statement No. 86, *Certain Debt Extinguishment Issues*, GASB Statement No. 87, *Leases*, GASB Statement No. 88, *Certain Disclosures Related to Debt Including Direct Borrowings and Direct Placements*, and GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*. Application of these standards may restate portions of these financial statements.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE DISTRICT'S NET PENSION LIABILITY
AND RELATED RATIOS
Four Most Recent Fiscal Years

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability				
Service cost	\$ 85,749	\$ 83,564	\$ 81,201	\$ 84,002
Interest	287,568	276,496	269,129	245,934
Differences between expected and actual experience	48,340	12,423	(32,876)	30,288
Changes of assumptions	(132,458)	(3,992)	-	160,156
Benefit payments, including refunds of member contributions	<u>(230,112)</u>	<u>(223,640)</u>	<u>(216,904)</u>	<u>(192,939)</u>
Net change in total pension liability	59,087	144,851	100,550	327,441
Total pension liability - beginning	<u>3,906,425</u>	<u>3,761,574</u>	<u>3,661,024</u>	<u>3,333,583</u>
Total pension liability - ending (a)	<u>\$ 3,965,512</u>	<u>\$ 3,906,425</u>	<u>\$ 3,761,574</u>	<u>\$ 3,661,024</u>
Plan fiduciary net position				
Employer contributions	\$ 88,183	\$ 89,387	\$ 85,838	\$ 87,817
Employee contributions	41,233	42,349	38,506	36,596
Net investment income	616,081	222,471	16,321	191,602
Benefit payments, including refunds of member contributions	(230,112)	(223,640)	(216,904)	(192,939)
Other (net transfer)	<u>(70,048)</u>	<u>2,990</u>	<u>56,761</u>	<u>12,052</u>
Net change in plan fiduciary net position	445,337	133,557	(19,478)	135,128
Plan fiduciary net position - beginning	<u>3,424,494</u>	<u>3,290,937</u>	<u>3,310,415</u>	<u>3,175,287</u>
Plan fiduciary net position - ending (b)	<u>\$ 3,869,831</u>	<u>\$ 3,424,494</u>	<u>\$ 3,290,937</u>	<u>\$ 3,310,415</u>
Employer's net pension liability - ending (a) - (b)	<u>\$ 95,681</u>	<u>\$ 481,931</u>	<u>\$ 470,637</u>	<u>\$ 350,609</u>
Plan fiduciary net position as a percentage of the total pension liability	97.59%	87.66%	87.49%	90.42%
Covered-employee payroll	\$ 844,653	\$ 785,479	\$ 745,767	\$ 711,648
Employer's net pension liability as a percentage of covered-employee payroll	11.33%	61.36%	63.11%	49.27%

Notes to Schedule:

The District implemented GASB Statement No. 68 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

Actuary valuations are as of December 31st, which is 6 months prior to the end of the fiscal year.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTIONS
 Four Most Recent Fiscal Years

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 88,182	\$ 89,388	\$ 85,838	\$ 87,818
Contributions in relation to the actuarially determined contribution	<u>(88,183)</u>	<u>(89,387)</u>	<u>(85,838)</u>	<u>(87,817)</u>
Contribution deficiency (excess)	<u>\$ (1)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 1</u>
Covered-employee payroll	\$ 844,653	\$ 785,479	\$ 745,767	\$ 711,648
Contributions as a percentage of covered-employee payroll	10.44%	11.38%	11.51%	12.34%

Notes to Schedule:

The District implemented GASB Statement No. 68 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 each year, which are 6 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	26 years
Asset valuation method	5-Year Smoothed Market, 20% corridor
Inflation	
Salary increases	3.75% to 14.50%, including inflation
Investment rate of return	
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 Employee Mortality Table, adjusted to match current IMRF experience

Other information:

There were no benefit changes during the year.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
TEACHERS' RETIREMENT SYSTEM
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY AND DISTRICT CONTRIBUTIONS
Four Most Recent Fiscal Years

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's proportion of the net pension liability	0.00070406%	0.00072629%	0.00081661%	0.00076553%
District's proportionate share of the net pension liability	\$ 537,889	\$ 573,301	\$ 534,964	\$ 465,887
State's proportionate share of the net pension liability	<u>37,029,354</u>	<u>38,492,475</u>	<u>31,944,361</u>	<u>29,053,181</u>
Total net pension liability	<u>\$ 37,567,243</u>	<u>\$ 39,065,776</u>	<u>\$ 32,479,325</u>	<u>\$ 29,519,068</u>
Covered-employee payroll	\$ 5,244,079	\$ 5,001,209	\$ 4,878,843	\$ 4,904,088
District's proportionate share of the net pension liability as a percentage of covered payroll	10.26%	11.46%	10.96%	9.50%
Plan fiduciary net position as a percentage of the total pension liability	97.59%	36.40%	41.50%	43.00%
Contractually required contribution	\$ 30,416	\$ 29,007	\$ 28,297	\$ 28,444
Contributions in relation to the contractually required contribution	<u>(27,265)</u>	<u>(25,312)</u>	<u>(24,945)</u>	<u>(28,614)</u>
Contribution deficiency (excess)	<u>\$ 3,151</u>	<u>\$ 3,695</u>	<u>\$ 3,352</u>	<u>\$ (170)</u>
Contributions as a percentage of covered employee payroll	0.5199%	0.5061%	0.5113%	0.5835%

Notes to Schedule:

The District implemented GASB 68 in 2015. Information for fiscal years prior to 2015 is not applicable.

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

Key Assumptions:

Long-term expected rate of return	7.00%	7.00%	7.50%	7.50%
Municipal bond index	3.85%	2.85%	3.73%	N/A
Single equivalent discount rate	7.00%	6.83%	7.47%	7.50%
Inflation rate	3.00%	2.50%	3.00%	3.00%
Projected salary increases	3.75% to 9.75% composite	3.25% to 9.25% varying by service	3.75% to 9.75% varying by service	5.75%

BUTLER SCHOOL DISTRICT 53
TEACHERS' HEALTH INSURANCE SECURITY FUND
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY AND DISTRICT CONTRIBUTIONS
Most Recent Fiscal Year

	2018
District's proportion of the net OPEB liability	0.0476080000%
District's proportionate share of the net OPEB liability	\$ 12,353,974
State's proportionate share of the net OPEB liability	13,453,237
Total net OPEB liability	\$ 25,807,211
Covered-employee payroll	\$ 5,001,209
District's proportionate share of the net OPEB liability as a percentage of covered payroll	247.02%
Plan fiduciary net position as a percentage of the total pension liability	-0.17%
Contractually required contribution	\$ 46,148
Contributions in relation to the contractually required contribution	46,148
Contribution deficiency (excess)	\$ 92,296
Contributions as a percentage of covered employee payroll	-0.9227%

Notes to Schedule:

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

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

Key Assumptions:

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

See Auditors' Report and Notes to Required Supplementary Information

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2018

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

	2018				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	2017 ACTUAL
Revenues					
Local sources					
General levy	\$ 8,726,826	\$ 8,982,193	\$ 9,753,146	\$ 770,953	\$ 8,749,497
Corporate personal property replacement taxes	285,000	285,000	308,861	23,861	370,211
Regular tuition from pupils or parents (in state)	-	-	55,501	55,501	50,411
Regular tuition from other LEA's (in state)	-	-	9,000	9,000	-
Summer school - tuition from pupils or parents (in state)	7,500	7,500	-	(7,500)	7,600
Net investment income (loss)	37,000	52,000	97,106	45,106	32,853
Gain or loss on sale of investments	-	-	23,837	23,837	-
Fees	326,000	326,000	321,631	(4,369)	336,818
Contributions and donations from private sources	8,800	7,200	7,200	-	9,600
Refund of prior years' expenditures	-	2,000	1,954	(46)	452
Other	<u>12,000</u>	<u>3,800</u>	<u>5,561</u>	<u>1,761</u>	<u>34,172</u>
Total local sources	<u>9,403,126</u>	<u>9,665,693</u>	<u>10,583,797</u>	<u>918,104</u>	<u>9,591,614</u>
State sources					
Evidence Based Funding Formula	115,000	185,400	291,974	106,574	119,540
Special education - private facility tuition	7,000	7,000	-	(7,000)	7,081
Special education - extraordinary	46,000	46,000	31,663	(14,337)	46,191
Special education - personnel	56,000	56,000	54,223	(1,777)	82,811
Special education - summer school	-	-	38	38	-
On behalf payment to TRS from the state	<u>537,387</u>	<u>537,387</u>	<u>3,706,132</u>	<u>3,168,745</u>	<u>3,836,210</u>
Total state sources	<u>761,387</u>	<u>831,787</u>	<u>4,084,030</u>	<u>3,252,243</u>	<u>4,091,833</u>
Federal sources					
Title I - Low income	25,845	42,824	21,781	(21,043)	55,535
Title IV - Safe & drug free schools - formula	10,000	10,000	2,077	(7,923)	-
Title IV - Other	750	750	-	(750)	-
Federal - special education - IDEA - flow-through/low incident	90,000	90,000	-	(90,000)	-
Federal - special education - IDEA - room & board	-	-	62,015	62,015	89,189

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2018

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

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Title II - Eisenhower professional development formula	\$ 6,856	\$ 10,780	\$ -	\$ (10,780)	\$ -
Title II - Teacher quality	-	-	11,997	11,997	7,778
Medicaid matching funds - fee-for-service program	-	4,317	4,317	-	-
Other restricted revenue from federal sources	-	-	750	750	-
Total federal sources	<u>133,451</u>	<u>158,671</u>	<u>102,937</u>	<u>(55,734)</u>	<u>152,502</u>
Total revenues	<u>10,297,964</u>	<u>10,656,151</u>	<u>14,770,764</u>	<u>4,114,613</u>	<u>13,835,949</u>
Expenditures					
Instruction					
Regular programs					
Salaries	3,639,574	3,634,074	3,447,959	186,115	3,401,510
Employee benefits	679,091	679,091	596,806	82,285	637,939
On-behalf payments to TRS from the state	537,387	537,387	3,706,132	(3,168,745)	3,836,210
Purchased services	24,100	24,100	14,735	9,365	22,558
Supplies and materials	99,380	99,590	52,836	46,754	95,897
Other objects	<u>1,700</u>	<u>1,700</u>	<u>(8,376)</u>	<u>10,076</u>	<u>686</u>
Total	<u>4,981,232</u>	<u>4,975,942</u>	<u>7,810,092</u>	<u>(2,834,150)</u>	<u>7,994,800</u>
Special education programs					
Salaries	829,039	829,039	793,452	35,587	690,936
Employee benefits	10,576	10,576	9,466	1,110	-
Purchased services	26,000	26,500	-	26,500	-
Supplies and materials	7,600	7,600	3,683	3,917	4,300
Other objects	<u>62,200</u>	<u>62,200</u>	<u>-</u>	<u>62,200</u>	<u>-</u>
Total	<u>935,415</u>	<u>935,915</u>	<u>806,601</u>	<u>129,314</u>	<u>695,236</u>
Special education programs Pre-K					
Purchased services	-	-	26,470	(26,470)	25,754
Supplies and materials	-	-	2,410	(2,410)	1,913
Other objects	<u>-</u>	<u>-</u>	<u>8,862</u>	<u>(8,862)</u>	<u>9,640</u>
Total	<u>-</u>	<u>-</u>	<u>37,742</u>	<u>(37,742)</u>	<u>37,307</u>
Interscholastic programs					
Salaries	141,685	141,685	138,283	3,402	137,418
Purchased services	1,150	1,150	880	270	1,116
Supplies and materials	600	600	-	600	-
Other objects	<u>15,000</u>	<u>15,500</u>	<u>15,205</u>	<u>295</u>	<u>13,980</u>
Total	<u>158,435</u>	<u>158,935</u>	<u>154,368</u>	<u>4,567</u>	<u>152,514</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2018

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

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Gifted programs					
Supplies and materials	\$ 1,150	\$ 1,150	\$ 766	\$ 384	\$ 4,162
Total	<u>1,150</u>	<u>1,150</u>	<u>766</u>	<u>384</u>	<u>4,162</u>
Bilingual programs					
Salaries	1,000	1,000	-	1,000	-
Supplies and materials	<u>400</u>	<u>400</u>	<u>167</u>	<u>233</u>	<u>407</u>
Total	<u>1,400</u>	<u>1,400</u>	<u>167</u>	<u>1,233</u>	<u>407</u>
Pre - K programs - private tuition					
Other objects	<u>268,000</u>	<u>268,000</u>	<u>-</u>	<u>268,000</u>	<u>-</u>
Total	<u>268,000</u>	<u>268,000</u>	<u>-</u>	<u>268,000</u>	<u>-</u>
Special education programs K -12 - private tuition					
Other objects	<u>-</u>	<u>-</u>	<u>133,530</u>	<u>(133,530)</u>	<u>107,209</u>
Total	<u>-</u>	<u>-</u>	<u>133,530</u>	<u>(133,530)</u>	<u>107,209</u>
Total instruction	<u>6,345,632</u>	<u>6,341,342</u>	<u>8,943,266</u>	<u>(2,601,924)</u>	<u>8,991,635</u>
Support services					
Pupils					
Attendance and social work services					
Salaries	135,030	135,030	133,756	1,274	126,186
Employee benefits	-	-	9,116	(9,116)	7,077
Supplies and materials	<u>400</u>	<u>400</u>	<u>47</u>	<u>353</u>	<u>307</u>
Total	<u>135,430</u>	<u>135,430</u>	<u>142,919</u>	<u>(7,489)</u>	<u>133,570</u>
Health services					
Salaries	32,240	32,240	32,058	182	30,974
Employee benefits	355	355	295	60	289
Purchased services	2,275	2,310	2,117	193	2,094
Supplies and materials	1,420	1,420	1,213	207	1,052
Capital outlay	<u>1,800</u>	<u>1,800</u>	<u>-</u>	<u>1,800</u>	<u>-</u>
Total	<u>38,090</u>	<u>38,125</u>	<u>35,683</u>	<u>2,442</u>	<u>34,409</u>
Psychological services					
Salaries	68,420	68,420	68,061	359	65,919
Purchased services	2,300	2,300	2,300	-	2,300
Supplies and materials	<u>1,800</u>	<u>1,800</u>	<u>1,021</u>	<u>779</u>	<u>191</u>
Total	<u>72,520</u>	<u>72,520</u>	<u>71,382</u>	<u>1,138</u>	<u>68,410</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2018

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

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Speech pathology and audiology services					
Salaries	\$ 70,179	\$ 70,179	\$ 69,838	\$ 341	\$ 67,777
Supplies and materials	<u>1,200</u>	<u>1,200</u>	<u>1,045</u>	<u>155</u>	<u>985</u>
Total	<u>71,379</u>	<u>71,379</u>	<u>70,883</u>	<u>496</u>	<u>68,762</u>
Total pupils	<u>317,419</u>	<u>317,454</u>	<u>320,867</u>	<u>(3,413)</u>	<u>305,151</u>
Instructional staff					
Improvement of instructional services					
Salaries	127,410	141,618	139,580	2,038	147,496
Employee benefits	15,348	15,348	11,212	4,136	11,400
Purchased services	63,468	78,871	76,183	2,688	70,448
Supplies and materials	11,227	15,227	10,353	4,874	24,545
Other objects	<u>7,100</u>	<u>7,100</u>	<u>7,289</u>	<u>(189)</u>	<u>19,429</u>
Total	<u>224,553</u>	<u>258,164</u>	<u>244,617</u>	<u>13,547</u>	<u>273,318</u>
Educational media services					
Salaries	305,552	305,552	285,763	19,789	270,730
Employee benefits	55,508	55,508	44,181	11,327	44,543
Purchased services	81,310	81,310	73,825	7,485	69,220
Supplies and materials	165,200	166,520	113,773	52,747	126,237
Capital outlay	<u>152,000</u>	<u>152,000</u>	<u>121,003</u>	<u>30,997</u>	<u>153,623</u>
Total	<u>759,570</u>	<u>760,890</u>	<u>638,545</u>	<u>122,345</u>	<u>664,353</u>
Assessment and testing					
Purchased services	13,000	13,000	7,636	5,364	11,516
Supplies and materials	<u>1,450</u>	<u>1,450</u>	<u>1,254</u>	<u>196</u>	<u>1,026</u>
Total	<u>14,450</u>	<u>14,450</u>	<u>8,890</u>	<u>5,560</u>	<u>12,542</u>
Total instructional staff	<u>998,573</u>	<u>1,033,504</u>	<u>892,052</u>	<u>141,452</u>	<u>950,213</u>
General administration					
Board of education services					
Purchased services	333,439	333,479	302,282	31,197	457,415
Other objects	<u>28,500</u>	<u>28,500</u>	<u>21,701</u>	<u>6,799</u>	<u>26,032</u>
Total	<u>361,939</u>	<u>361,979</u>	<u>323,983</u>	<u>37,996</u>	<u>483,447</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2018

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

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Executive administration services					
Salaries	\$ 225,320	\$ 225,320	\$ 224,679	\$ 641	\$ 203,822
Employee benefits	29,369	29,369	26,279	3,090	26,058
Purchased services	11,000	11,000	9,744	1,256	10,004
Supplies and materials	12,500	12,500	11,802	698	12,741
Capital outlay	3,500	3,500	-	3,500	5,375
Other objects	<u>4,000</u>	<u>4,100</u>	<u>3,563</u>	<u>537</u>	<u>3,674</u>
Total	<u>285,689</u>	<u>285,789</u>	<u>276,067</u>	<u>9,722</u>	<u>261,674</u>
Total general administration	<u>647,628</u>	<u>647,768</u>	<u>600,050</u>	<u>47,718</u>	<u>745,121</u>
School administration					
Office of the principal services					
Salaries	416,623	416,623	409,972	6,651	414,397
Employee benefits	78,147	78,147	67,549	10,598	68,991
Purchased services	3,450	3,450	2,870	580	2,121
Supplies and materials	2,350	2,350	2,242	108	2,089
Other objects	<u>1,900</u>	<u>2,400</u>	<u>1,477</u>	<u>923</u>	<u>625</u>
Total	<u>502,470</u>	<u>502,970</u>	<u>484,110</u>	<u>18,860</u>	<u>488,223</u>
Total school administration	<u>502,470</u>	<u>502,970</u>	<u>484,110</u>	<u>18,860</u>	<u>488,223</u>
Business					
Direction of business support services					
Salaries	145,410	145,410	145,410	-	142,205
Employee benefits	29,060	29,060	26,776	2,284	25,812
Purchased services	33,700	33,700	42,208	(8,508)	44,701
Supplies and materials	900	900	807	93	696
Capital outlay	500	500	-	500	-
Other objects	<u>900</u>	<u>900</u>	<u>392</u>	<u>508</u>	<u>50</u>
Total	<u>210,470</u>	<u>210,470</u>	<u>215,593</u>	<u>(5,123)</u>	<u>213,464</u>
Fiscal services					
Purchased services	<u>21,000</u>	<u>21,000</u>	<u>17,961</u>	<u>3,039</u>	<u>17,242</u>
Total	<u>21,000</u>	<u>21,000</u>	<u>17,961</u>	<u>3,039</u>	<u>17,242</u>
Food services					
Salaries	33,500	33,500	37,114	(3,614)	33,179
Purchased services	5,000	5,000	5,235	(235)	2,870
Supplies and materials	<u>800</u>	<u>800</u>	<u>-</u>	<u>800</u>	<u>315</u>
Total	<u>39,300</u>	<u>39,300</u>	<u>42,349</u>	<u>(3,049)</u>	<u>36,364</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**GENERAL FUND**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2018

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

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Internal services					
Salaries	\$ 43,800	\$ 43,800	\$ 43,691	\$ 109	\$ 43,416
Employee benefits	9,600	9,600	9,299	301	7,843
Supplies and materials	<u>10,000</u>	<u>10,000</u>	<u>6,530</u>	<u>3,470</u>	<u>8,377</u>
Total	<u>63,400</u>	<u>63,400</u>	<u>59,520</u>	<u>3,880</u>	<u>59,636</u>
Total business	<u>334,170</u>	<u>334,170</u>	<u>335,423</u>	<u>(1,253)</u>	<u>326,706</u>
Central					
Staff services					
Salaries	<u>2,000</u>	<u>2,000</u>	<u>4,167</u>	<u>(2,167)</u>	<u>3,000</u>
Total	<u>2,000</u>	<u>2,000</u>	<u>4,167</u>	<u>(2,167)</u>	<u>3,000</u>
Total central	<u>2,000</u>	<u>2,000</u>	<u>4,167</u>	<u>(2,167)</u>	<u>3,000</u>
Total support services	<u>2,802,260</u>	<u>2,837,866</u>	<u>2,636,669</u>	<u>201,197</u>	<u>2,818,414</u>
Payments to other districts and governmental units					
Payments for special education programs					
Purchased services	225,000	225,000	217,941	7,059	239,858
Other objects	<u>29,000</u>	<u>29,000</u>	<u>27,971</u>	<u>1,029</u>	<u>34,185</u>
Total	<u>254,000</u>	<u>254,000</u>	<u>245,912</u>	<u>8,088</u>	<u>274,043</u>
Payments for special education programs - tuition					
Other objects	<u>86,000</u>	<u>89,500</u>	<u>97,326</u>	<u>(7,826)</u>	<u>102,256</u>
Total	<u>86,000</u>	<u>89,500</u>	<u>97,326</u>	<u>(7,826)</u>	<u>102,256</u>
Total payments to other districts and governmental units	<u>340,000</u>	<u>343,500</u>	<u>343,238</u>	<u>262</u>	<u>376,299</u>
Provision for contingencies	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
Total expenditures	<u>9,587,892</u>	<u>9,622,708</u>	<u>11,923,173</u>	<u>(2,300,465)</u>	<u>12,186,348</u>
Excess (deficiency) of revenues over expenditures	<u>710,072</u>	<u>1,033,443</u>	<u>2,847,591</u>	<u>1,814,148</u>	<u>1,649,601</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53**GENERAL FUND**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2018

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

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Other financing sources (uses)					
Transfer to operations and maintenance fund	\$ (1,000,000)	\$ (1,000,000)	\$ (1,000,000)	\$ -	\$ (2,700,000)
Total other financing sources (uses)	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(2,700,000)</u>
Net change in fund balance	<u>\$ (289,928)</u>	<u>\$ 33,443</u>	1,847,591	<u>\$ 1,814,148</u>	(1,050,399)
Fund balance, beginning of year			<u>7,968,515</u>		<u>9,018,914</u>
Fund balance, end of year			<u>\$ 9,816,106</u>		<u>\$ 7,968,515</u>

**BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
OPERATIONS AND MAINTENANCE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
General levy	\$ 736,125	\$ 479,857	\$ 583,402	\$ 103,545	\$ 703,656
Net investment income (loss)	9,000	9,000	14,759	5,759	9,663
Rentals	-	1,500	2,965	1,465	5,044
Contributions and donations from private sources	6,500	6,500	6,500	-	-
Refund of prior years' expenditures	27,000	27,000	-	(27,000)	-
Proceed's from vendor contracts	-	-	10,900	10,900	35,365
Other	<u>184,400</u>	<u>184,400</u>	<u>196,924</u>	<u>12,524</u>	<u>-</u>
Total local sources	<u>963,025</u>	<u>708,257</u>	<u>815,450</u>	<u>107,193</u>	<u>753,728</u>
Total revenues	<u>963,025</u>	<u>708,257</u>	<u>815,450</u>	<u>107,193</u>	<u>753,728</u>
Expenditures					
Support services					
Business					
Operation and maintenance of plant services					
Salaries	222,169	222,169	212,372	9,797	214,277
Employee benefits	96,490	96,490	75,942	20,548	92,024
Purchased services	628,500	701,000	510,550	190,450	454,195
Supplies and materials	268,200	268,200	234,444	33,756	233,550
Capital outlay	168,400	230,400	260,782	(30,382)	235,194
Other objects	<u>300</u>	<u>300</u>	<u>-</u>	<u>300</u>	<u>-</u>
Total	<u>1,384,059</u>	<u>1,518,559</u>	<u>1,294,090</u>	<u>224,469</u>	<u>1,229,240</u>
Total business	<u>1,384,059</u>	<u>1,518,559</u>	<u>1,294,090</u>	<u>224,469</u>	<u>1,229,240</u>
Total support services	<u>1,384,059</u>	<u>1,518,559</u>	<u>1,294,090</u>	<u>224,469</u>	<u>1,229,240</u>

**BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
OPERATIONS AND MAINTENANCE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Provision for contingencies	\$ 200,000	\$ 151,500	\$ -	\$ 151,500	\$ -
Total expenditures	<u>1,584,059</u>	<u>1,670,059</u>	<u>1,294,090</u>	<u>375,969</u>	<u>1,229,240</u>
Excess (deficiency) of revenues over expenditures	<u>(621,034)</u>	<u>(961,802)</u>	<u>(478,640)</u>	<u>483,162</u>	<u>(475,512)</u>
Other financing sources (uses)					
Transfer from general fund	1,000,000	1,000,000	1,000,000	-	2,700,000
Transfer to capital projects fund	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(2,700,000)</u>
Net change in fund balance	<u>\$ (621,034)</u>	<u>\$ (961,802)</u>	<u>(478,640)</u>	<u>\$ 483,162</u>	<u>(475,512)</u>
Fund balance, beginning of year			<u>2,104,379</u>		<u>2,579,891</u>
Fund balance, end of year			<u>\$ 1,625,739</u>		<u>\$ 2,104,379</u>

**BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
TRANSPORTATION FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018		ACTUAL	VARIANCE WITH FINAL BUDGET	2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET			
Revenues					
Local sources					
General levy	\$ 162,545	\$ 128,692	\$ 144,351	\$ 15,659	\$ 149,938
Regular transportation fees from pupils or parents (in state)	59,000	59,000	48,200	(10,800)	80,964
Regular transportation fees from other LEAs (in state)	6,000	6,000	-	(6,000)	-
Regular transportation fees from co-curricular act (in state)	-	-	3,672	3,672	6,321
Net investment income (loss)	3,000	3,000	4,294	1,294	3,026
Other	-	-	-	-	2
Total local sources	<u>230,545</u>	<u>196,692</u>	<u>200,517</u>	<u>3,825</u>	<u>240,251</u>
State sources					
Transportation - regular/vocational	2,300	2,300	4,322	2,022	2,310
Transportation - special education	<u>18,000</u>	<u>18,000</u>	<u>25,465</u>	<u>7,465</u>	<u>17,833</u>
Total state sources	<u>20,300</u>	<u>20,300</u>	<u>29,787</u>	<u>9,487</u>	<u>20,143</u>
Total revenues	<u>250,845</u>	<u>216,992</u>	<u>230,304</u>	<u>13,312</u>	<u>260,394</u>
Expenditures					
Support Services					
Business					
Pupil transportation services					
Purchased services	<u>431,000</u>	<u>498,500</u>	<u>492,560</u>	<u>5,940</u>	<u>394,780</u>
Total	<u>431,000</u>	<u>498,500</u>	<u>492,560</u>	<u>5,940</u>	<u>394,780</u>
Total business	<u>431,000</u>	<u>498,500</u>	<u>492,560</u>	<u>5,940</u>	<u>394,780</u>
Total support services	<u>431,000</u>	<u>498,500</u>	<u>492,560</u>	<u>5,940</u>	<u>394,780</u>
Provision for contingencies	<u>40,000</u>	<u>40,000</u>	-	<u>40,000</u>	-
Total expenditures	<u>471,000</u>	<u>538,500</u>	<u>492,560</u>	<u>45,940</u>	<u>394,780</u>
Net change in fund balance	<u>\$ (220,155)</u>	<u>\$ (321,508)</u>	(262,256)	<u>\$ 59,252</u>	(134,386)
Fund balance, beginning of year			<u>544,368</u>		<u>678,754</u>
Fund balance, end of year			<u>\$ 282,112</u>		<u>\$ 544,368</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
General levy	\$ 168,629	\$ 76,738	\$ 28,358	\$ (48,380)	\$ 103,215
Social security/medicare only levy	-	-	34,323	34,323	103,215
Corporate personal property replacement taxes	-	-	5,658	5,658	5,671
Net investment income (loss)	<u>1,100</u>	<u>1,630</u>	<u>3,236</u>	<u>1,606</u>	<u>1,788</u>
Total local sources	<u>169,729</u>	<u>78,368</u>	<u>71,575</u>	<u>(6,793)</u>	<u>213,889</u>
Total revenues	<u>169,729</u>	<u>78,368</u>	<u>71,575</u>	<u>(6,793)</u>	<u>213,889</u>
Expenditures					
Instruction					
Regular programs	54,300	54,300	48,158	6,142	47,005
Special education programs	61,218	61,218	47,858	13,360	49,575
Interscholastic programs	<u>4,100</u>	<u>4,100</u>	<u>3,078</u>	<u>1,022</u>	<u>3,812</u>
Total instruction	<u>119,618</u>	<u>119,618</u>	<u>99,094</u>	<u>20,524</u>	<u>100,392</u>
Support services					
Pupils					
Attendance and social work services	2,000	2,000	1,839	161	1,734
Health services	600	600	462	138	446
Psychological services	1,000	1,000	973	27	939
Speech pathology and audiology services	<u>1,100</u>	<u>1,100</u>	<u>999</u>	<u>101</u>	<u>969</u>
Total pupils	<u>4,700</u>	<u>4,700</u>	<u>4,273</u>	<u>427</u>	<u>4,088</u>
Instructional staff					
Improvement of instructional staff	200	200	118	82	138
Educational media services	<u>29,200</u>	<u>29,200</u>	<u>24,946</u>	<u>4,254</u>	<u>25,850</u>
Total instructional staff	<u>29,400</u>	<u>29,400</u>	<u>25,064</u>	<u>4,336</u>	<u>25,988</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
General administration					
Executive administration services	\$ 18,000	\$ 18,000	\$ 11,148	\$ 6,852	\$ 11,475
Special area administration services	-	-	4,910	(4,910)	4,711
Total general administration	<u>18,000</u>	<u>18,000</u>	<u>16,058</u>	<u>1,942</u>	<u>16,186</u>
School administration					
Office of the principal services	<u>20,000</u>	<u>20,000</u>	<u>22,719</u>	<u>(2,719)</u>	<u>18,044</u>
Total school administration	<u>20,000</u>	<u>20,000</u>	<u>22,719</u>	<u>(2,719)</u>	<u>18,044</u>
Business					
Direction of business support services	15,200	15,200	14,365	835	14,320
Operations and maintenance of plant services	44,500	44,500	37,510	6,990	37,480
Food services	600	600	538	62	481
Internal services	<u>13,940</u>	<u>13,940</u>	<u>7,821</u>	<u>6,119</u>	<u>8,016</u>
Total business	<u>74,240</u>	<u>74,240</u>	<u>60,234</u>	<u>14,006</u>	<u>60,297</u>
Total support services	<u>146,340</u>	<u>146,340</u>	<u>128,348</u>	<u>17,992</u>	<u>124,603</u>
Provision for contingencies					
	<u>5,000</u>	<u>5,000</u>	-	<u>5,000</u>	-
Total expenditures	<u>270,958</u>	<u>270,958</u>	<u>227,442</u>	<u>43,516</u>	<u>224,995</u>
Net change in fund balance	<u>\$ (101,229)</u>	<u>\$ (192,590)</u>	<u>(155,867)</u>	<u>\$ 36,723</u>	<u>(11,106)</u>
Fund balance, beginning of year			<u>431,518</u>		<u>442,624</u>
Fund balance, end of year			<u>\$ 275,651</u>		<u>\$ 431,518</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
General levy	\$ 173,973	\$ 173,973	\$ 188,382	\$ 14,409	\$ 177,390
Net investment income (loss)	<u>300</u>	<u>530</u>	<u>850</u>	<u>320</u>	<u>514</u>
Total local sources	<u>174,273</u>	<u>174,503</u>	<u>189,232</u>	<u>14,729</u>	<u>177,904</u>
Total revenues	<u>174,273</u>	<u>174,503</u>	<u>189,232</u>	<u>14,729</u>	<u>177,904</u>
Expenditures					
Debt services					
Payments on long term debt					
Interest on long term debt	15,413	15,413	15,413	-	18,467
Principal payments on long term debt	<u>160,000</u>	<u>160,000</u>	<u>160,000</u>	<u>-</u>	<u>155,000</u>
Total	<u>175,413</u>	<u>175,413</u>	<u>175,413</u>	<u>-</u>	<u>173,467</u>
Other debt service					
Other objects	<u>1,020</u>	<u>1,020</u>	<u>-</u>	<u>1,020</u>	<u>-</u>
Total	<u>1,020</u>	<u>1,020</u>	<u>-</u>	<u>1,020</u>	<u>-</u>
Total debt services	<u>191,846</u>	<u>191,846</u>	<u>175,413</u>	<u>16,433</u>	<u>173,467</u>
Total expenditures	<u>191,846</u>	<u>191,846</u>	<u>175,413</u>	<u>16,433</u>	<u>173,467</u>
Net change in fund balance	<u>\$ (17,573)</u>	<u>\$ (17,343)</u>	13,819	<u>\$ 31,162</u>	4,437
Fund balance, beginning of year			<u>139,919</u>		<u>135,482</u>
Fund balance, end of year			<u>\$ 153,738</u>		<u>\$ 139,919</u>

**BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
CAPITAL PROJECTS FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
Net investment income (loss)	\$ -	\$ -	\$ 361	\$ 361	\$ 482
Total local sources	-	-	361	361	482
Total revenues	-	-	361	361	482
Expenditures					
Support services					
Business					
Facilities acquisition and construction service					
Capital outlay	1,385,000	1,385,000	1,307,269	77,731	2,964,212
Total	1,385,000	1,385,000	1,307,269	77,731	2,964,212
Total business	1,385,000	1,385,000	1,307,269	77,731	2,964,212
Total support services	1,385,000	1,385,000	1,307,269	77,731	2,964,212
Total expenditures	1,385,000	1,385,000	1,307,269	77,731	2,964,212
Excess (deficiency) of revenues over expenditures	(1,385,000)	(1,385,000)	(1,306,908)	78,092	(2,963,730)
Other financing sources (uses)					
Transfer to capital projects fund	1,000,000	1,000,000	1,000,000	-	2,700,000
Total other financing sources (uses)	1,000,000	1,000,000	1,000,000	-	2,700,000
Net change in fund balance	\$ (385,000)	\$ (385,000)	(306,908)	\$ 78,092	(263,730)
Fund balance, beginning of year			385,870		649,600
Fund balance, end of year			\$ 78,962		\$ 385,870

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
FIRE PREVENTION AND LIFE SAFETY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
Net investment income (loss)	\$ 10	\$ 10	\$ 5	\$ (5)	\$ 2
Total local sources	<u>10</u>	<u>10</u>	<u>5</u>	<u>(5)</u>	<u>2</u>
Total revenues	<u>10</u>	<u>10</u>	<u>5</u>	<u>(5)</u>	<u>2</u>
Expenditures					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 10</u>	<u>\$ 10</u>	5	<u>\$ (5)</u>	2
Fund balance, beginning of year			<u>4,972</u>		<u>4,970</u>
Fund balance, end of year			<u>\$ 4,977</u>		<u>\$ 4,972</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

GENERAL FUND

COMBINING BALANCE SHEET - MODIFIED CASH BASIS

AS OF JUNE 30, 2018

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Assets			
Cash	\$ 9,611,375	\$ 376,495	\$ 9,987,870
Total assets	<u>\$ 9,611,375</u>	<u>\$ 376,495</u>	<u>\$ 9,987,870</u>
Liabilities and fund balance			
Liabilities			
Payroll deductions payable	\$ 171,764	\$ -	\$ 171,764
Total liabilities	<u>171,764</u>	<u>-</u>	<u>171,764</u>
Fund balance			
Unassigned	<u>9,439,611</u>	<u>376,495</u>	<u>9,816,106</u>
Total fund balance	<u>9,439,611</u>	<u>376,495</u>	<u>9,816,106</u>
Total liabilities and fund balance	<u>\$ 9,611,375</u>	<u>\$ 376,495</u>	<u>\$ 9,987,870</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
GENERAL FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH
BASIS
FOR THE YEAR ENDED JUNE 30, 2018

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Revenues			
Property taxes	\$ 9,753,146	\$ -	\$ 9,753,146
Corporate personal property replacement taxes	308,861	-	308,861
State aid	4,084,030	-	4,084,030
Federal aid	102,937	-	102,937
Net investment income (loss)	92,047	5,059	97,106
Gain or loss on sale of investments	23,837	-	23,837
Other	400,847	-	400,847
	<u>14,765,705</u>	<u>5,059</u>	<u>14,770,764</u>
Total revenues			
Expenditures			
Current:			
Instruction:			
Regular programs	4,103,960	-	4,103,960
Special programs	977,873	-	977,873
Other instructional programs	155,301	-	155,301
State retirement contributions	3,706,132	-	3,706,132
Support Services:			
Pupils	320,867	-	320,867
Instructional staff	771,049	-	771,049
General administration	600,050	-	600,050
School administration	484,110	-	484,110
Business	335,423	-	335,423
Central	4,167	-	4,167
Payments to other districts and gov't units	343,238	-	343,238
Capital outlay	121,003	-	121,003
	<u>11,923,173</u>	<u>-</u>	<u>11,923,173</u>
Total expenditures			
Excess (deficiency) of revenues over expenditures	<u>2,842,532</u>	<u>5,059</u>	<u>2,847,591</u>
Other financing sources (uses)			
Transfers (out) between funds	<u>(1,000,000)</u>	<u>-</u>	<u>(1,000,000)</u>
Total other financing sources (uses)	<u>(1,000,000)</u>	<u>-</u>	<u>(1,000,000)</u>
Net change in fund balance	1,842,532	5,059	1,847,591
Fund balance, beginning of year	<u>7,597,079</u>	<u>371,436</u>	<u>7,968,515</u>
Fund balance, end of year	<u>\$ 9,439,611</u>	<u>\$ 376,495</u>	<u>\$ 9,816,106</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
General levy	\$ 8,726,826	\$ 8,982,193	\$ 9,753,146	\$ 770,953	\$ 8,749,497
Corporate personal property replacement taxes	285,000	285,000	308,861	23,861	370,211
Regular tuition from pupils or parents (in state)	-	-	55,501	55,501	50,411
Regular tuition from other LEA's (in state)	-	-	9,000	9,000	-
Summer school - tuition from pupils or parents (in state)	7,500	7,500	-	(7,500)	7,600
Net investment income (loss)	35,600	50,600	92,047	41,447	31,442
Gain or loss on sale of investments	-	-	23,837	23,837	-
Fees	326,000	326,000	321,631	(4,369)	336,818
Contributions and donations from private sources	8,800	7,200	7,200	-	9,600
Refund of prior years' expenditures	-	2,000	1,954	(46)	452
Other	<u>12,000</u>	<u>3,800</u>	<u>5,561</u>	<u>1,761</u>	<u>34,172</u>
Total local sources	<u>9,401,726</u>	<u>9,664,293</u>	<u>10,578,738</u>	<u>914,445</u>	<u>9,590,203</u>
State sources					
Evidence Based Funding Formula	115,000	185,400	291,974	106,574	119,540
Special education - private facility tuition	7,000	7,000	-	(7,000)	7,081
Special education - extraordinary	46,000	46,000	31,663	(14,337)	46,191
Special education - personnel	56,000	56,000	54,223	(1,777)	82,811
Special education - summer school	-	-	38	38	-
On behalf payment to TRS from the state	<u>537,387</u>	<u>537,387</u>	<u>3,706,132</u>	<u>3,168,745</u>	<u>3,836,210</u>
Total state sources	<u>761,387</u>	<u>831,787</u>	<u>4,084,030</u>	<u>3,252,243</u>	<u>4,091,833</u>
Federal sources					
Title I - Low income	25,845	42,824	21,781	(21,043)	55,535
Title IV - Safe & drug free schools - formula	10,000	10,000	2,077	(7,923)	-
Title IV - Other	750	750	-	(750)	-
Federal - special education - IDEA - flow-through/low incident	90,000	90,000	-	(90,000)	-

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Federal - special education - IDEA - room & board	\$ -	\$ -	\$ 62,015	\$ 62,015	\$ 89,189
Title II - Eisenhower professional development formula	6,856	10,780	-	(10,780)	-
Title II - Teacher quality	-	-	11,997	11,997	7,778
Medicaid matching funds - fee-for-service program	-	4,317	4,317	-	-
Other restricted revenue from federal sources	-	-	750	750	-
Total federal sources	133,451	158,671	102,937	(55,734)	152,502
Total revenues	10,296,564	10,654,751	14,765,705	4,110,954	13,834,538
Expenditures					
Instruction					
Regular programs					
Salaries	3,639,574	3,634,074	3,447,959	186,115	3,401,510
Employee benefits	679,091	679,091	596,806	82,285	637,939
On-behalf payments to TRS from the state	537,387	537,387	3,706,132	(3,168,745)	3,836,210
Purchased services	24,100	24,100	14,735	9,365	22,558
Supplies and materials	99,380	99,590	52,836	46,754	95,897
Other objects	1,700	1,700	(8,376)	10,076	686
Total	4,981,232	4,975,942	7,810,092	(2,834,150)	7,994,800
Special education programs					
Salaries	829,039	829,039	793,452	35,587	690,936
Employee benefits	10,576	10,576	9,466	1,110	-
Purchased services	26,000	26,500	-	26,500	-
Supplies and materials	7,600	7,600	3,683	3,917	4,300
Other objects	62,200	62,200	-	62,200	-
Total	935,415	935,915	806,601	129,314	695,236
Special education programs Pre-K					
Purchased services	-	-	26,470	(26,470)	25,754
Supplies and materials	-	-	2,410	(2,410)	1,913
Other objects	-	-	8,862	(8,862)	9,640
Total	-	-	37,742	(37,742)	37,307

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Interscholastic programs					
Salaries	\$ 141,685	\$ 141,685	\$ 138,283	\$ 3,402	\$ 137,418
Purchased services	1,150	1,150	880	270	1,116
Supplies and materials	600	600	-	600	-
Other objects	<u>15,000</u>	<u>15,500</u>	<u>15,205</u>	<u>295</u>	<u>13,980</u>
Total	<u>158,435</u>	<u>158,935</u>	<u>154,368</u>	<u>4,567</u>	<u>152,514</u>
Gifted programs					
Supplies and materials	<u>1,150</u>	<u>1,150</u>	<u>766</u>	<u>384</u>	<u>4,162</u>
Total	<u>1,150</u>	<u>1,150</u>	<u>766</u>	<u>384</u>	<u>4,162</u>
Bilingual programs					
Salaries	1,000	1,000	-	1,000	-
Supplies and materials	<u>400</u>	<u>400</u>	<u>167</u>	<u>233</u>	<u>407</u>
Total	<u>1,400</u>	<u>1,400</u>	<u>167</u>	<u>1,233</u>	<u>407</u>
Pre - K programs - private tuition					
Other objects	<u>268,000</u>	<u>268,000</u>	<u>-</u>	<u>268,000</u>	<u>-</u>
Total	<u>268,000</u>	<u>268,000</u>	<u>-</u>	<u>268,000</u>	<u>-</u>
Special education programs K -12 - private tuition					
Other objects	<u>-</u>	<u>-</u>	<u>133,530</u>	<u>(133,530)</u>	<u>107,209</u>
Total	<u>-</u>	<u>-</u>	<u>133,530</u>	<u>(133,530)</u>	<u>107,209</u>
Total instruction	<u>6,345,632</u>	<u>6,341,342</u>	<u>8,943,266</u>	<u>(2,601,924)</u>	<u>8,991,635</u>
Support services					
Pupils					
Attendance and social work services					
Salaries	135,030	135,030	133,756	1,274	126,186
Employee benefits	-	-	9,116	(9,116)	7,077
Supplies and materials	<u>400</u>	<u>400</u>	<u>47</u>	<u>353</u>	<u>307</u>
Total	<u>135,430</u>	<u>135,430</u>	<u>142,919</u>	<u>(7,489)</u>	<u>133,570</u>
Health services					
Salaries	32,240	32,240	32,058	182	30,974
Employee benefits	355	355	295	60	289
Purchased services	2,275	2,310	2,117	193	2,094
Supplies and materials	1,420	1,420	1,213	207	1,052
Capital outlay	<u>1,800</u>	<u>1,800</u>	<u>-</u>	<u>1,800</u>	<u>-</u>
Total	<u>38,090</u>	<u>38,125</u>	<u>35,683</u>	<u>2,442</u>	<u>34,409</u>

**BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Psychological services					
Salaries	\$ 68,420	\$ 68,420	\$ 68,061	\$ 359	\$ 65,919
Purchased services	2,300	2,300	2,300	-	2,300
Supplies and materials	<u>1,800</u>	<u>1,800</u>	<u>1,021</u>	<u>779</u>	<u>191</u>
Total	<u>72,520</u>	<u>72,520</u>	<u>71,382</u>	<u>1,138</u>	<u>68,410</u>
Speech pathology and audiology services					
Salaries	70,179	70,179	69,838	341	67,777
Supplies and materials	<u>1,200</u>	<u>1,200</u>	<u>1,045</u>	<u>155</u>	<u>985</u>
Total	<u>71,379</u>	<u>71,379</u>	<u>70,883</u>	<u>496</u>	<u>68,762</u>
Total pupils	<u>317,419</u>	<u>317,454</u>	<u>320,867</u>	<u>(3,413)</u>	<u>305,151</u>
Instructional staff					
Improvement of instructional services					
Salaries	127,410	141,618	139,580	2,038	147,496
Employee benefits	15,348	15,348	11,212	4,136	11,400
Purchased services	63,468	78,871	76,183	2,688	70,448
Supplies and materials	11,227	15,227	10,353	4,874	24,545
Other objects	<u>7,100</u>	<u>7,100</u>	<u>7,289</u>	<u>(189)</u>	<u>19,429</u>
Total	<u>224,553</u>	<u>258,164</u>	<u>244,617</u>	<u>13,547</u>	<u>273,318</u>
Educational media services					
Salaries	305,552	305,552	285,763	19,789	270,730
Employee benefits	55,508	55,508	44,181	11,327	44,543
Purchased services	81,310	81,310	73,825	7,485	69,220
Supplies and materials	165,200	166,520	113,773	52,747	126,237
Capital outlay	<u>152,000</u>	<u>152,000</u>	<u>121,003</u>	<u>30,997</u>	<u>153,623</u>
Total	<u>759,570</u>	<u>760,890</u>	<u>638,545</u>	<u>122,345</u>	<u>664,353</u>
Assessment and testing					
Purchased services	13,000	13,000	7,636	5,364	11,516
Supplies and materials	<u>1,450</u>	<u>1,450</u>	<u>1,254</u>	<u>196</u>	<u>1,026</u>
Total	<u>14,450</u>	<u>14,450</u>	<u>8,890</u>	<u>5,560</u>	<u>12,542</u>
Total instructional staff	<u>998,573</u>	<u>1,033,504</u>	<u>892,052</u>	<u>141,452</u>	<u>950,213</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
General administration					
Board of education services					
Purchased services	\$ 333,439	\$ 333,479	\$ 302,282	\$ 31,197	\$ 457,415
Other objects	<u>28,500</u>	<u>28,500</u>	<u>21,701</u>	<u>6,799</u>	<u>26,032</u>
Total	<u>361,939</u>	<u>361,979</u>	<u>323,983</u>	<u>37,996</u>	<u>483,447</u>
Executive administration services					
Salaries	225,320	225,320	224,679	641	203,822
Employee benefits	29,369	29,369	26,279	3,090	26,058
Purchased services	11,000	11,000	9,744	1,256	10,004
Supplies and materials	12,500	12,500	11,802	698	12,741
Capital outlay	3,500	3,500	-	3,500	5,375
Other objects	<u>4,000</u>	<u>4,100</u>	<u>3,563</u>	<u>537</u>	<u>3,674</u>
Total	<u>285,689</u>	<u>285,789</u>	<u>276,067</u>	<u>9,722</u>	<u>261,674</u>
Total general administration	<u>647,628</u>	<u>647,768</u>	<u>600,050</u>	<u>47,718</u>	<u>745,121</u>
School administration					
Office of the principal services					
Salaries	416,623	416,623	409,972	6,651	414,397
Employee benefits	78,147	78,147	67,549	10,598	68,991
Purchased services	3,450	3,450	2,870	580	2,121
Supplies and materials	2,350	2,350	2,242	108	2,089
Other objects	<u>1,900</u>	<u>2,400</u>	<u>1,477</u>	<u>923</u>	<u>625</u>
Total	<u>502,470</u>	<u>502,970</u>	<u>484,110</u>	<u>18,860</u>	<u>488,223</u>
Total school administration	<u>502,470</u>	<u>502,970</u>	<u>484,110</u>	<u>18,860</u>	<u>488,223</u>
Business					
Direction of business support services					
Salaries	145,410	145,410	145,410	-	142,205
Employee benefits	29,060	29,060	26,776	2,284	25,812
Purchased services	33,700	33,700	42,208	(8,508)	44,701
Supplies and materials	900	900	807	93	696
Capital outlay	500	500	-	500	-
Other objects	<u>900</u>	<u>900</u>	<u>392</u>	<u>508</u>	<u>50</u>
Total	<u>210,470</u>	<u>210,470</u>	<u>215,593</u>	<u>(5,123)</u>	<u>213,464</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Fiscal services					
Purchased services	\$ 21,000	\$ 21,000	\$ 17,961	\$ 3,039	\$ 17,242
Total	<u>21,000</u>	<u>21,000</u>	<u>17,961</u>	<u>3,039</u>	<u>17,242</u>
Food services					
Salaries	33,500	33,500	37,114	(3,614)	33,179
Purchased services	5,000	5,000	5,235	(235)	2,870
Supplies and materials	<u>800</u>	<u>800</u>	<u>-</u>	<u>800</u>	<u>315</u>
Total	<u>39,300</u>	<u>39,300</u>	<u>42,349</u>	<u>(3,049)</u>	<u>36,364</u>
Internal services					
Salaries	43,800	43,800	43,691	109	43,416
Employee benefits	9,600	9,600	9,299	301	7,843
Supplies and materials	<u>10,000</u>	<u>10,000</u>	<u>6,530</u>	<u>3,470</u>	<u>8,377</u>
Total	<u>63,400</u>	<u>63,400</u>	<u>59,520</u>	<u>3,880</u>	<u>59,636</u>
Total business	<u>334,170</u>	<u>334,170</u>	<u>335,423</u>	<u>(1,253)</u>	<u>326,706</u>
Central					
Staff services					
Salaries	<u>2,000</u>	<u>2,000</u>	<u>4,167</u>	<u>(2,167)</u>	<u>3,000</u>
Total	<u>2,000</u>	<u>2,000</u>	<u>4,167</u>	<u>(2,167)</u>	<u>3,000</u>
Total central	<u>2,000</u>	<u>2,000</u>	<u>4,167</u>	<u>(2,167)</u>	<u>3,000</u>
Total support services	<u>2,802,260</u>	<u>2,837,866</u>	<u>2,636,669</u>	<u>201,197</u>	<u>2,818,414</u>
Payments to other districts and governmental units					
Payments for special education programs					
Purchased services	225,000	225,000	217,941	7,059	239,858
Other objects	<u>29,000</u>	<u>29,000</u>	<u>27,971</u>	<u>1,029</u>	<u>34,185</u>
Total	<u>254,000</u>	<u>254,000</u>	<u>245,912</u>	<u>8,088</u>	<u>274,043</u>
Payments for special education programs - tuition					
Other objects	<u>86,000</u>	<u>89,500</u>	<u>97,326</u>	<u>(7,826)</u>	<u>102,256</u>
Total	<u>86,000</u>	<u>89,500</u>	<u>97,326</u>	<u>(7,826)</u>	<u>102,256</u>
Total payments to other districts and governmental units	<u>340,000</u>	<u>343,500</u>	<u>343,238</u>	<u>262</u>	<u>376,299</u>
Provision for contingencies	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2018
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Total expenditures	\$ 9,587,892	\$ 9,622,708	\$ 11,923,173	\$ (2,300,465)	\$ 12,186,348
Excess (deficiency) of revenues over expenditures	708,672	1,032,043	2,842,532	1,810,489	1,648,190
Other financing sources (uses)					
Transfer among funds	(1,000,000)	(1,000,000)	(1,000,000)	-	(2,700,000)
Total other financing sources (uses)	(1,000,000)	(1,000,000)	(1,000,000)	-	(2,700,000)
Net change in fund balance	\$ (291,328)	\$ 32,043	1,842,532	\$ 1,810,489	(1,051,810)
Fund balance, beginning of year			7,597,079		8,648,889
Fund balance, end of year			\$ 9,439,611		\$ 7,597,079

**BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
WORKING CASH ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017

	2018				2017 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues					
Local sources					
Net investment income (loss)	\$ 1,400	\$ 1,400	\$ 5,059	\$ 3,659	\$ 1,411
Total local sources	<u>1,400</u>	<u>1,400</u>	<u>5,059</u>	<u>3,659</u>	<u>1,411</u>
Total revenues	<u>1,400</u>	<u>1,400</u>	<u>5,059</u>	<u>3,659</u>	<u>1,411</u>
Expenditures					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,400</u>	<u>1,400</u>	<u>5,059</u>	<u>3,659</u>	<u>1,411</u>
Net change in fund balance	<u>\$ 1,400</u>	<u>\$ 1,400</u>	5,059	<u>\$ 3,659</u>	1,411
Fund balance, beginning of year			<u>371,436</u>		<u>370,025</u>
Fund balance, end of year			<u>\$ 376,495</u>		<u>\$ 371,436</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53

AGENCY FUNDS

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES

FOR THE YEAR ENDED JUNE 30, 2018

	BALANCE JUNE 30, 2017	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2018
Assets				
Cash	\$ 46,773	\$ 141,090	\$ 108,076	\$ 79,787
Total assets	<u>\$ 46,773</u>	<u>\$ 141,090</u>	<u>\$ 108,076</u>	<u>\$ 79,787</u>
Liabilities				
Due to students:				
Brook Forest School	\$ 32,262	\$ 91,839	\$ 55,588	\$ 68,513
Paul Butler School	<u>14,511</u>	<u>49,251</u>	<u>52,488</u>	<u>11,274</u>
Total liabilities	<u>\$ 46,773</u>	<u>\$ 141,090</u>	<u>\$ 108,076</u>	<u>\$ 79,787</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53OPERATING COST AND TUITION CHARGE
FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
Operating Cost Per Pupil		
Average Daily Attendance (ADA):	<u>514</u>	<u>508</u>
Operating Costs:		
Educational	\$ 8,217,041	\$ 8,350,138
Operations and maintenance	1,294,090	1,229,240
Debt service	175,413	173,467
Transportation	492,560	394,780
Municipal retirement/social security	227,442	224,995
Subtotal	<u>10,406,546</u>	<u>10,372,620</u>
Less Revenues/Expenditures of Nonregular Programs:		
Transportation	-	-
Tuition	133,530	107,209
Pre-K programs	37,742	37,307
Capital outlay	381,785	394,192
Debt principal retired	160,000	155,000
Payments to other districts & governmental units	<u>343,238</u>	<u>376,299</u>
Subtotal	<u>1,056,295</u>	<u>1,070,007</u>
Operating costs	<u>\$ 9,350,251</u>	<u>\$ 9,302,613</u>
Operating Cost Per Pupil - Based on ADA	<u>\$ 18,209</u>	<u>\$ 18,301</u>
Tuition Charge		
Operating Costs	\$ 9,350,251	\$ 9,302,613
Less - revenues from specific programs, such as special education or lunch programs	<u>766,985</u>	<u>737,875</u>
Net operating costs	8,583,266	8,564,738
Depreciation allowance	<u>821,709</u>	<u>771,120</u>
Allowable Tuition Costs	<u>\$ 9,404,975</u>	<u>\$ 9,335,858</u>
Tuition Charge Per Pupil - based on ADA	<u>\$ 18,315</u>	<u>\$ 18,366</u>

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
 GENERAL OBLIGATION SCHOOL BONDS SERIES 2014, ISSUE SEPTEMBER 8, 2014
 AS OF JUNE 30, 2018

YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2019	\$ 170,000	\$ 11,813	\$ 181,813
2020	175,000	7,988	182,988
2021	<u>180,000</u>	<u>4,051</u>	<u>184,051</u>
Total	<u>\$ 525,000</u>	<u>\$ 23,852</u>	<u>\$ 548,852</u>

Paying Agent: The Northern Trust Company

Principal payment date: January 1

Interest payment dates: July 1 and January 1

Interest rates: 2.25%