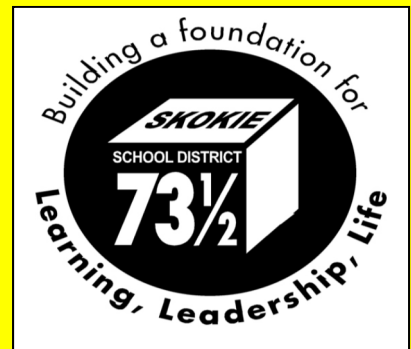


**Skokie School District 73½  
Skokie, Illinois**

**Comprehensive Annual  
Financial Report**

**For the Fiscal Year Ended June 30, 2017**



***SKOKIE SCHOOL DISTRICT 73-1/2***

***SKOKIE, ILLINOIS***

***COMPREHENSIVE ANNUAL FINANCIAL REPORT***

***For the Fiscal Year Ended June 30, 2017***

***Prepared By:***

***Dr. Ann Williams  
Chief Financial Officer***

***Department Issuing Report:***

***Business Office***

SKOKIE SCHOOL DISTRICT 73-1/2

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SKOKIE SCHOOL DISTRICT 73-1/2

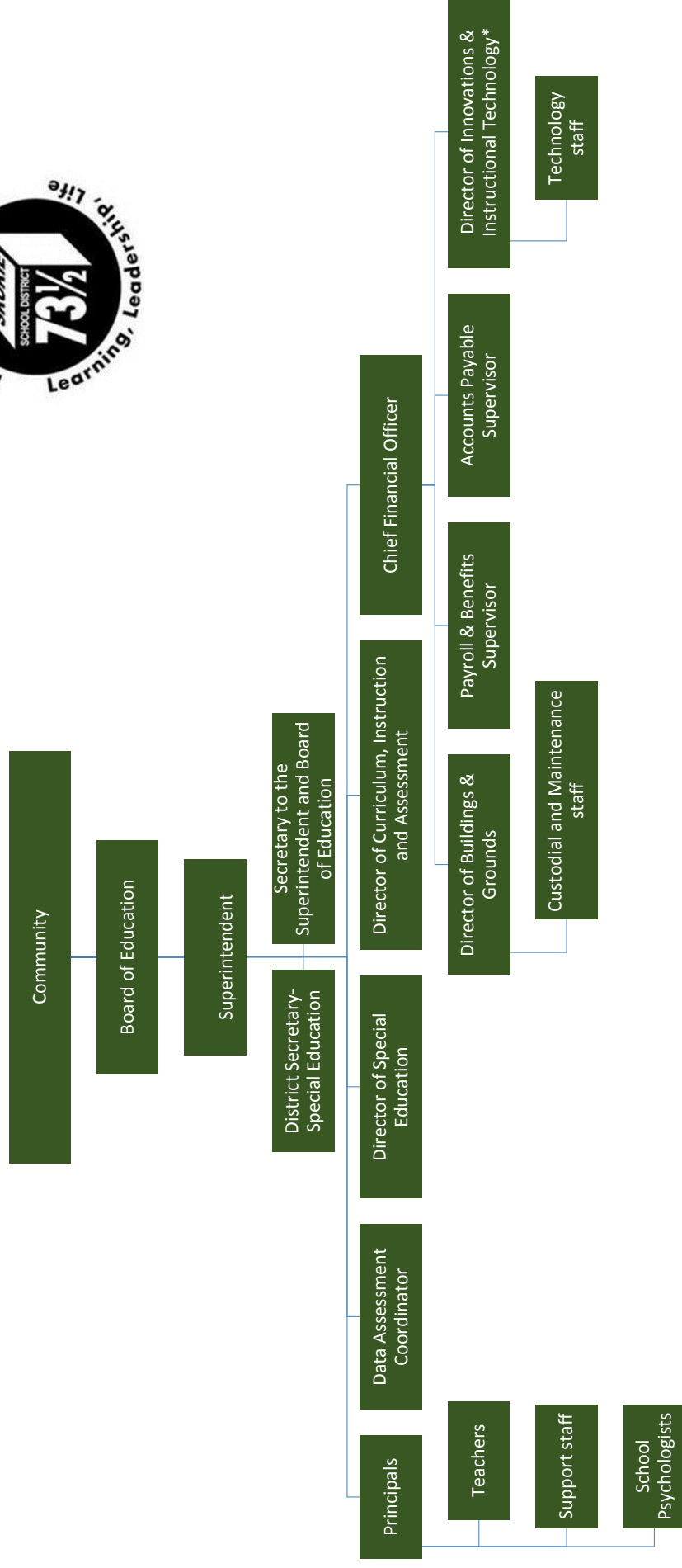
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## INTRODUCTORY SECTION

# Skokie School District 73.5



\* Denotes position that reports to the Superintendent and the Chief Financial Officer





## **SKOKIE SCHOOL DISTRICT 73½**

District Office  
8000 East Prairie Road  
Skokie, IL 60076

### **Comprehensive Annual Financial Report For the Fiscal year ended June 30, 2017**

#### **Board of Education**

		Term Expires
Gary Dolinko	President	2021
Michael Lemke	Vice President	2019
Nicholas Werth	Secretary	2021
Scott Bramley	Secretary Pro-tem	2021
Baccet Levy	Member	2019
Emily Twarog Miller	Member	2021
Randall Steger	Member	2019

#### **Township School Treasurer**

Marty Paltzer, C.P.A.

#### **District 73½ Administration**

Kate Donegan	Superintendent
Ann Williams	Chief Financial Officer
Alison Gordon	Principal, Elizabeth Meyer School
Courtney Goodman	Principal, John Middleton Elementary School
Nancy Ariola	Asst. Principal, John Middleton Elementary School
Allison Stein	Principal, Oliver McCracken Middle School
Daniel Jeziorny	Asst. Principal, Oliver McCracken Middle School
Nathan McBride	Director of Innovations and Instructional Technology
Marcus Holleran	Director of Buildings and Grounds

#### **Official Issuing Report**

Dr. Ann C. Williams SFO, CSBO  
Chief Financial Officer

#### **Department Issuing Report**

Business Office



October 10, 2017

President and Members of the Board of Education  
Skokie School District 73½  
8000 East Prairie Road  
Skokie, Illinois 60076

The Comprehensive Annual Financial Report (CAFR) of Skokie School District 73½ (District) for the fiscal year ended June 30, 2017 is submitted herewith. This report was prepared by the District's Business Office.

Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation including all disclosure rests with the District. We believe the data as presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the management's discussion and analysis, basic financial statements including government-wide financial statements, governmental funds, and other supplemental information. Also included is the auditors' report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multiyear basis.

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

This report includes all funds of the District. For all the governmental fund-types, the District reports on a modified accrual basis of accounting, which is applied to the District's budget and accounting records. The notes to the financial statements expand upon the modified accrual basis as well as the District's accounting policies and procedures. All District funds are included in this report and have been audited by Eder, Casella & Co.

### ***PROFILE OF THE DISTRICT***

The District is an elementary (Pre-K-8) school district in Niles Township, Illinois, which operates as an independent single district. The governing body consists of a seven-member Board of Education and the three-member Niles Township Board of Trustees for Schools, who are all elected by the registered voters of Niles Township. The District's boundaries are within the Village of Skokie.

Based on the legislative authority codified in The School Code of Illinois, the Board of Education has the following powers:

- a. Has the corporate power to sue and be sued in all counts,
- b. Has the power to levy and collect taxes and to issue bonds,
- c. Can contract for appointed administrators, teachers, and other personnel, as well as for goods and services.



Based on the legislative authority codified in The School Code of Illinois, the Township Trustee members have the following powers:

- a. The corporate power to sue and be sued in all courts;
- b. The authority to hold title to all district property;
- c. The power to appoint the Township Treasurer who serves as legal guardian of all District funds.

District 73½ is home to approximately 1,100 pre-kindergarten through eighth grade students. Enrollment is projected to have minor fluctuations over the next five years. We have three schools: Elizabeth Meyer School (1994), John Middleton Elementary School (1955), and Oliver McCracken Middle School (1959).

More than 60.3% of our students come from homes in which a language other than English is spoken – 47 languages in all. Our student population is more diverse economically, racially, ethnically, and linguistically than most schools in the surrounding suburbs. Fifteen percent of our students are limited in English language proficiency and receive service through the English Language Learners (ELL) program. The District also provides an Extended Learning Program, Early Childhood Program, band, choral music, performance arts, Spanish, experiential education, physical education, and after-school remedial and enrichment classes.

The program of instruction in English is provided for students with limited English language proficiency. Students who are not proficient in English receive additional instruction by teachers who are specifically trained to teach English for second language learners. As mandated by State law, all students who come from a home where a language other than English is spoken are given an English language proficiency assessment. The District also partners with the Niles Township ELL Parent Center which provides adult English literacy programs, free family literacy classes, parenting classes, translation services, understanding of American public school system and networking with other parents.

The Extended Learning Program for grades 4 through 8 provides opportunities for enrichment for qualified students. The philosophy of the Extended Learning Program is based on the principles that all students are to receive an education appropriate to their individual capabilities, interests and needs, and that students have learning opportunities that help develop their abilities to the highest level. Students identified for the program generally demonstrate the capacity for high performance beyond age/grade expectations; they are atypical learners who require specialized learning experiences beyond the regular curriculum.

The District is a member of the Niles Township District for Special Education #807 (NTDSE), a nine-member cooperative providing services for children ages 3 through 21 in need of special education services in the areas of Developmental Delay, Mental Impairment, Learning Disability, and Emotional/Behavior Disorders.

The District partners with the Skokie Public Library to insure that every student receives and utilizes a library card.

### ***ECONOMIC CONDITIONS AND FINANCIAL PLANNING***

Property taxes continue to be the District's major revenue source. Skokie School District 73½ is currently in a strong financial position due to additional property tax revenue generated from the successful referendum which was approved overwhelmingly by the voters in March 2004.

Even though voters approved a tax rate increase, the District's property tax revenues continue to be affected by the 1994 Property Tax Extension Limitation Act (Tax Cap), which limits the tax levy to 105% or the Consumer Price Index (CPI) increase (whichever is less) of the previous tax extension, excluding growth due to new construction. The CPI was .7% for the 2015 levy and 2.1% for the 2016 levy.

District 73½, along with many other school districts, is experiencing an increasing number of property tax refund requests. The District continues to refund property tax collections for previous tax years' Property Tax Appeal Board decisions, Circuit Court decisions, and tax rate objections. Taxpayers file property tax appeals either through the Property Tax Appeal Board (PTAB) or through the Circuit Court. Since 2008, these refunds total approximately \$3,200,000.



Five year financial projections are completed and updated throughout the year for the District. The District updates these projections in order to assist with the budgeting and planning process. It is the intent of the District to continue to spend conservatively, while seeking long-term solutions to the issues that have adversely affected the financial resources of our District.

The District has been awarded “Aa2” bond ratings by Moody’s, which is a strong bond rating. This is a direct result of the District’s internal control policies and procedures, budget oversight and fiscal management.

Salaries have been tied to the CPI-U because the largest portion of the District’s revenue, property taxes, is limited by the CPI-U. In 2016-17, the District was in the final year of a 3-year contract with the Teachers’ Association. During that year, teachers received an increase of 3.95% over the prior year’s salary. Additionally, classified staff and Administrators received an overall 3.95% increase in salary. The salary schedule was eliminated from the Collective Bargaining Agreement for 2017-2020. In 2017-18, a 3% increase is planned for Teachers, Classified staff and Administrators.

Capital projects for the 2016-17 school year included a 22,849 square foot addition and a new playground at Meyer, a 1,950 square foot addition and renovations throughout the existing building at Middleton. As both projects were completed during the summer of 2017, their expenditures will be partially paid during the 2017-18 school year.

One to one technology initiatives continued during 2016-17. Every student in Grades 3-8 received a Chromebook. Additionally, Pre-K through 2<sup>nd</sup> grade classrooms received iPads for student use. The device take home program was implemented during the 2016-17 school year for students in grades 6-8. The program will expand to include 5th grade students during the 2017-18 school year. Also, a pilot group was formed to begin implementation of SMARTBoard TVs within the classrooms.

For additional information regarding the District’s financial position, please read the Managements’ Discussion and Analysis included in the CAFR.

### ***RELEVANT FINANCIAL POLICIES***

Beginning in October, budget planning begins for the following fiscal year. The proposed budget is available for public inspection and comment at least 30 days before the budget hearing. Within 30 days of adoption, the budget is filed with the Cook County Clerk’s office, the Regional Office of Education and the Illinois State Board of Education (ISBE). The Budget is also posted on the District’s website. The Board of Education may amend the budget by following the same procedure as provided for in the original adoption.

Budgetary control is maintained at line-item levels and built into program and/or cost centers before being combined to form totals by fund. All actual activity compared to budget is reported to the Board of Education on a monthly basis. The District also maintains an encumbrance accounting system as one technique in accomplishing budgetary control. Encumbered amounts lapse at year-end. The District’s legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level. The District maintains sound budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District’s Board of Education.

The Board of Education maintains an established budget policy that requires unassigned reserves in the operating funds be maintained at a level equal to approximately 50% of the next year’s projected operating expense budget.

The Certificate of Property Tax Levy is filed with the Cook County Clerk’s office by the last Tuesday in December. The District annually publishes a Statement of Affairs regarding its financial position by December 1<sup>st</sup> each year.



The Township Treasurer invests up to 100% of available cash, timing investment maturities to actual cash needs. In addition, all checking accounts are of the interest-bearing type. Investments are maintained in Certificates of Deposit, Bank Repurchase Agreements, U.S. Treasury Obligations, and Commercial Paper. When deemed appropriate, Certificates of Deposits are collateralized beyond FDIC insurance limits. Investments in prime Commercial Paper are made well within the restrictions allowed by the Illinois School Code. The Treasurer maintains investment relationships with several major local and Chicago-based banks and commercial paper dealers. Investment strategies are structured to obtain the best yield for all invested funds, which may require rapid turnover of investment among several depositories. The Treasurer does not bid out its banking needs on an annual basis, but prefers to secure investment bids on a daily basis.

### ***Independent Audit***

State statutes require an annual audit of the books of accounts, financial records, and transactions of all funds of the District. The audit was performed by the independent certified public accounting firm of Eder, Casella & Co.

### ***Internal Controls***

The District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft, or misuse and that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal controls are designed to provide reasonable but not absolute assurance that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

### ***AWARDS AND ACKNOWLEDGMENTS***

Our music program is the best in the area, as evidenced by countless awards won over the past 20 years, including “Best Middle School Band” at the 2000, 2003, 2006, 2011, 2013, 2015, 2017 and Honor Band in 2016 at the Illinois Super State Band Contest in Champaign/Urbana, Illinois. In December of 2006 and 2013, the McCracken Symphonic Band was chosen as one of three middle school bands to perform at Midwest Clinic, an International Band and Orchestra Conference.

The Early Childhood program at the Elizabeth Elementary School received the Accelerated Illinois Gold Circle of Quality award. The Gold Circle of Quality recognizes programs which have demonstrated quality based on fifteen standards set by the State of Illinois. Gold Circle programs meet or exceed specific quality benchmarks on learning environment, instructional quality, and all program administrative standards; group size and staff/child ratios; staff qualifications; and professional development.

The District’s mission to provide students with greater access to the Skokie Public Library and its digital content was acknowledged in 2016 through Past President Barack Obama’s ConnectED Initiative. The ConnectED initiative was designed to enrich K-12 education for every student in America by empowering teachers with advanced technology and empowering students through individualized learning and rich, digital content. Representatives from the District and the Library attended the ConnectED event sponsored by the White House, the Urban Library Council, the Institute of Museum and Library Services and the American Library Association.

The District partners with SkokieCares, a coalition of key stakeholder groups throughout the Skokie community who are working on a campaign to welcome and support everyone who lives in Skokie. Initiatives include the “Skokie Welcomes Everyone” lawn sign and button campaign and the SEED (Seeking Educational Equity and Diversity) Initiative to drive personal, organizational, and community change toward greater equity and diversity.



## ***Certificate of Excellence and Achievement***

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to Skokie School District 73½ for its Comprehensive Annual Financial Report for fiscal years 2005, 2007, 2008, 2009, 2010, 2011, 2012, 2013, 2014, 2015 and 2016.

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

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

### ***Closing Comment***

The purpose of the Comprehensive Annual Financial Report (CAFR) is to provide the Board of Education, the Niles Township Board of Trustees for Schools, the Township Treasurer, District administration, and other interested local citizens with a meaningful report of the District's financial condition as of June 30, 2017.

### ***Acknowledgments***

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of all members of the Business Office who assisted in the closing of the District's financial records and the preparation of this report.

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

Respectfully submitted,

*Kate Donegan*

Kate Donegan  
Superintendent

*Dr. Ann C. Williams*

Ann Williams, Ed.D., SFO, CSBO  
Chief Financial Officer



**ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**

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

**Skokie School District 73.5**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2016.**

The CAFR has been reviewed and met or exceeded  
ASBO International's Certificate of Excellence standards.



**Anthony N. Dragona, Ed.D., RSBA**  
President

**John D. Musso, CAE, RSBA**  
Executive Director

## FINANCIAL SECTION



## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Skokie School District No. 73-1/2  
Skokie, Illinois

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

### SKOKIE SCHOOL DISTRICT NO. 73-1/2

as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

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

#### **Auditor's Responsibility**

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

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

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Skokie School District No. 73-1/2 as of June 30, 2017, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and required supplementary information on pages 4 through 11 and 40 through 55 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplemental information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for the average daily attendance figure included in the computation of operating expense per pupil and per capita tuition charges, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 10, 2017 on our consideration of Skokie School District No. 73-1/2'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 Skokie School District No. 73-1/2's internal control over financial reporting and compliance.

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

McHenry, Illinois  
October 10, 2017

## REQUIRED SUPPLEMENTARY INFORMATION

# **SKOKIE SCHOOL DISTRICT 73-1/2**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

JUNE 30, 2017

As management of Skokie School District 73-1/2 (District), we offer readers of the District's statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2017.

### **FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at June 30, 2017 by \$37,031,274 (net position).
- The District's total net position increased by \$1,245,312.
- At June 30, 2017, the District reported combined ending fund balances of \$33,634,424, a decrease of \$5,720,422 in comparison with the prior year. 66% of this fund balance is available for spending at the District's discretion (unassigned fund balance - \$22,132,773).
- At June 30, 2017, the unassigned fund balance for the General Fund was \$22,189,848, or 101% of total General Fund expenditures.
- The District's total long-term debt decreased by \$1,175,000 (9%) during the year ended June 30, 2017. The key factor in this decrease was the scheduled bond payments.

### **OVERVIEW OF FINANCIAL STATEMENTS**

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

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the financial statements

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

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

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

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

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

The government-wide financial statements can be found on pages 12 and 13 of this report.

**Fund financial statements** - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, 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.

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

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

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

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

The basic fund financial statements can be found on pages 14 through 18 and the required supplementary information can be found on pages 40 through 55 of this report.

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

The basic fiduciary fund financial statement can be found on page 19 of this report.

**Notes to the Financial Statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 20 through 39 of this report.

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

Supplemental financial information can be found on pages 56 through 68 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$37,031,274 at June 30, 2017. The following table presents a summary of the District's net position for the years ended June 30, 2017 and June 30, 2016:

Skokie School District 73-1/2's Net Position		
	Governmental Activities	
	2017	2016
<b>ASSETS</b>		
Current and Other Assets	\$ 42,095,462	\$ 48,174,218
Capital Assets	18,448,516	12,646,519
Total Assets	<u>\$ 60,543,978</u>	<u>\$ 60,820,737</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Pension Expense/Revenue	\$ 947,359	\$ 1,407,009
Total Deferred Outflows of Resources	<u>\$ 947,359</u>	<u>\$ 1,407,009</u>
<b>LIABILITIES</b>		
Long-Term Liabilities Outstanding	\$ 15,638,518	\$ 17,222,886
Other Liabilities	265,595	428,084
Total Liabilities	<u>\$ 15,904,113</u>	<u>\$ 17,650,970</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Property Taxes - Subsequent Year	\$ 8,234,686	\$ 8,404,236
Pension Expense/Revenue	321,264	386,578
Total Deferred Inflows of Resources	<u>\$ 8,555,950</u>	<u>\$ 8,790,814</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	\$ 4,950,812	\$ -
Restricted	4,590,874	3,944,508
Unrestricted	27,489,588	31,841,454
Total Net Position	<u>\$ 37,031,274</u>	<u>\$ 35,785,962</u>

One portion of the District's net position (13% of total net position) reflects its investment in capital assets (e.g., land, buildings, equipment, etc.); less any related debt used to acquire those assets that is still outstanding. The District uses these assets to provide educational services and extracurricular activities for the students of the local community; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table presents a summary of changes in net position for the years ended June 30, 2017 and June 30, 2016:

Skokie School District 73-1/2's Change in Net Position

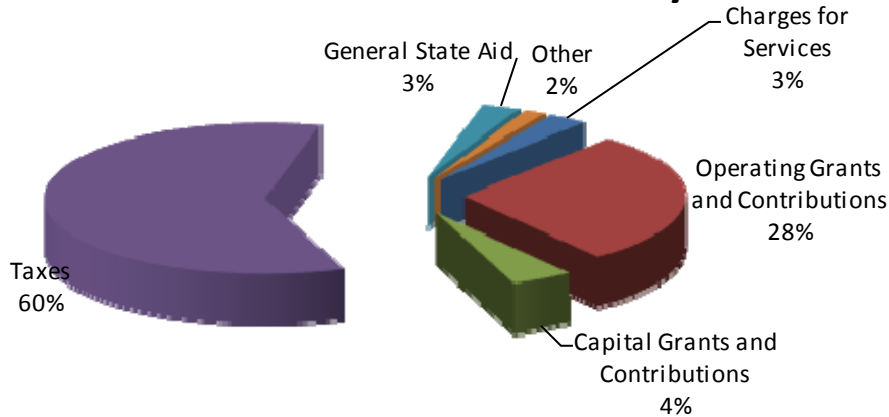
	Governmental Activities	
	2017	2016
Revenues		
Program Revenues		
Charges for Services	\$ 816,977	\$ 736,543
Operating Grants and Contributions	8,069,679	5,609,514
Capital Grants and Contributions	1,280,055	-
General Revenues		
Property Taxes	16,406,162	15,959,873
Other Taxes	506,294	458,409
Grants and Contributions not Restricted to Specific Activities	785,774	732,648
Unrestricted Investment Earnings	435,283	976,676
Miscellaneous	-	45,730
Total Revenues	<u>\$ 28,300,224</u>	<u>\$ 24,519,393</u>
Expenses		
Instruction		
Regular Programs	\$ 6,633,812	\$ 6,768,142
Special Education Programs	3,378,523	2,889,828
Other Instructional Programs	1,133,028	1,046,975
Support Services		
Pupils	1,111,028	1,024,022
Instructional Staff	749,100	762,608
General Administration	746,692	630,437
School Administration	1,383,072	1,318,966
Business	816,140	666,186
Facilities Acquisition and Construction	1,191,422	190,005
Operations and Maintenance	1,205,140	1,198,641
Transportation	822,864	768,884
Food Services	312,772	298,876
Central	530,218	503,054
Other Support Services	62	466,540
Community Services	62,332	64,517
Interest and Fees on Long-Term Debt	403,583	243,707
On-Behalf Retirement Contributions	6,575,124	4,407,039
Total Expenses	<u>\$ 27,054,912</u>	<u>\$ 23,248,427</u>
Change in Net Position	\$ 1,245,312	\$ 1,270,966
Net Position - Beginning of Fiscal Year	<u>35,785,962</u>	<u>34,514,996</u>
Net Position - End of Fiscal Year	<u>\$ 37,031,274</u>	<u>\$ 35,785,962</u>

The District's total revenues increased \$3,780,831 (15%) compared to the prior year. The most significant change in the revenues compared to the prior year was an increase in Operating Grants and Contributions of \$2,460,165, primarily due to an increase of the On-Behalf Retirement Contributions. Property Taxes also increased due to an increase in the EAV. Total revenues were \$28,300,224 for the year ended June 30, 2017. Property and replacement taxes accounted for the largest portion of the District's revenues, or 60%. The remainder of the revenues came from state and federal grants and other sources.

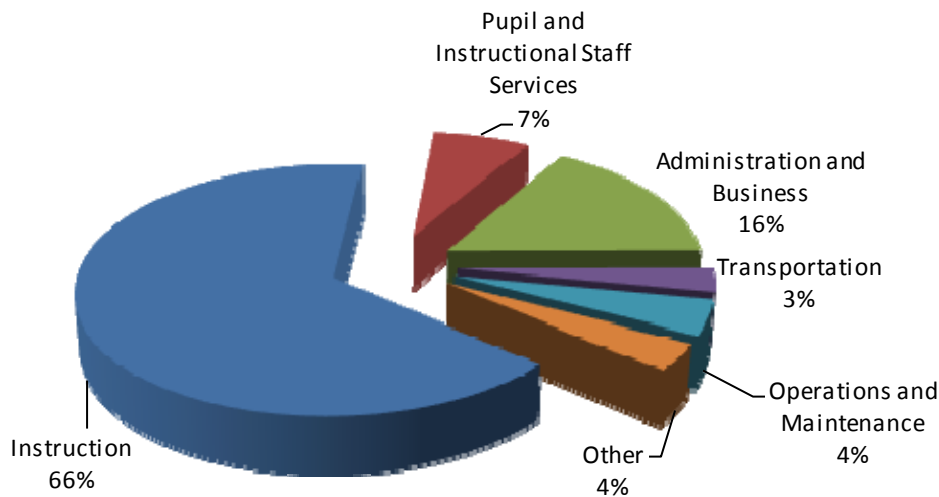
Overall expenditures increased \$3,806,485 (16%) compared to the prior year. The most significant change in expenditures compared to the prior year was an increase in the On-Behalf Retirement Contributions. This increase is due to a 49% increase in the contributions intended to be paid by the State. The District's total expenses were \$27,054,912. Instructional expense accounts for the largest portion of the District's expenses, or 41%. This percentage increases to 66% when On-Behalf Retirement Contributions and Payments to Other Districts and Governmental Units are included with Instructional expenses. The remaining expenses were used for administration, building operations, transportation and other sources.



## District-Wide Revenues by Source



## District-Wide Expenses by Source



### FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

At June 30, 2017, the District reported combined ending fund balances of \$33,634,424, a decrease of \$5,720,422 in comparison with the prior year. The decrease is primarily due to the \$9,361,741 decrease in the General Fund, offset by a \$3,378,600 increase in the Capital Projects Fund.

The General Fund is the chief operating fund of the District. At June 30, 2017, unassigned fund balance was \$22,189,848. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 101% of total General Fund expenditures.

The Operations and Maintenance Fund's fund balance decreased \$29,241 in comparison with the prior year. This decrease is due to a new maintenance contract and additional repairs that were needed in 2017.

The Debt Services Fund's fund balance decreased by \$246,177 in comparison with the prior year. This decrease is due to regularly scheduled debt payments.

The Transportation Fund's fund balance increased by \$16,871 in comparison with the prior year. This increase is due to an increase in property taxes and grant revenue.

The Illinois Municipal Retirement/Social Security Fund's fund balance increased by \$393,559 in comparison with the prior year. This increase is due to an increase in property taxes.

The Capital Projects Fund's fund balance increased by \$3,378,600 in comparison with the prior year. This increase is due to a large interfund transfer from the General Fund to cover construction costs.

The Tort Immunity and Judgment Fund's fund balance increased by \$40,715 in comparison with the prior year. This increase is due to lower capital outlay expenditures.

The Fire Prevention and Life Safety Fund's fund balance increased by \$86,992 in comparison with the prior year. This increase is due to having no expenditures in the fund during the year.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

General Fund revenues and expenditures are a combination of the Educational Fund and the Working Cash Fund.

Actual revenues exceeded budgeted revenues by \$2,187,321. This was primarily attributable to higher than expected On-Behalf Payments.

Actual expenditures exceeded budgeted expenditures by \$1,595,192. This was primarily attributable to higher than expected On-Behalf Payments.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital assets** – The District's investment in capital assets as of June 30, 2017 amounts to \$18,448,516 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements other than buildings, equipment other than transportation, and transportation equipment.

Some of the more significant capital asset events during the year ended June 30, 2017 were as follows:

- Storm retention pond - \$1,897,398
- Meyer/Middleton (construction in progress) - \$4,549,898

The following table presents a summary of capital assets for the years ended June 30, 2017 and June 30, 2016:

Skokie School District 73-1/2's Capital Assets  
(net of depreciation)

	Governmental Activities	
	2017	2016
Land	\$ 369,846	\$ 369,846
Construction in Progress	4,549,898	-
Buildings	10,262,266	10,989,132
Improvements Other than Buildings	2,115,609	245,362
Equipment Other than Transportation	1,080,859	957,014
Transportation Equipment	70,038	85,165
Total	<u>\$ 18,448,516</u>	<u>\$ 12,646,519</u>

Further detail of the District's capital assets can be found in note 4 on pages 26 and 27 of this report.

**Long-term debt** – At June 30, 2017, the District had total debt outstanding of \$12,520,000.

The following table presents a summary of outstanding debt for the years ended June 30, 2017 and June 30, 2016:

Skokie School District 73-1/2's Outstanding Debt		
	Governmental Activities	
	2017	2016
General Obligation Bonds	\$ 12,520,000	\$ 13,695,000
Total	<u>\$ 12,520,000</u>	<u>\$ 13,695,000</u>

Principal payments on all outstanding debt were \$1,175,000 during the year ended June 30, 2017.

Further detail of the District's debt obligations can be found in note 5 on pages 27 and 28 of this report.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The Property Tax Extension Limitation law (also known as PTELL or tax caps) continues to limit local revenue growth for the District. The PTELL limits property tax increases by the consumer price index or 5%, whichever is less. The Consumer Price Index (CPI-U) is used as an indicator of inflation.

In an effort to maintain a balanced budget, salaries are tied to the consumer price index as well. In recent negotiations with the McCracken, Middleton, Meyer Education Association, the salary schedule was eliminated and replaced with a Base Salary System. The Base Salary System provides starting salary information for new teachers. Teachers hired prior to July 1, 2017 will receive a 3% increase each year of the 2017-2020 collective bargaining agreement. Classified and Administrative staff will also receive a 3% increase for the 2017-2018 school year. Teachers hired on or after July 1, 2017 will receive a 3% increase for the remaining two years of the agreement.

There continues to be uncertainty concerning the State of Illinois's financial condition and the impact that pension reform will have on the District's expenditures. Illinois' new Evidence Based Funding Model changes the way state funding is allocated to school districts. While the new model is intended to improve equity across the state, the funding needed to fully implement the new system is unavailable. Additional details regarding the Evidence Based Funding's impact to Skokie School District 73 ½ were not available at the time this audit was prepared.

The District continues to refund property tax collections for previous tax years due to tax rate objections, Property Tax Appeal Board (PTAB) decisions, and Circuit Court decisions. Since 2008, these refunds total approximately \$3.2 million dollars.

## **REQUESTS FOR INFORMATION**

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

Skokie School District 73-1/2  
Business Office  
8000 East Prairie Road  
Skokie, IL 60076

## BASIC FINANCIAL STATEMENTS

SKOKIE SCHOOL DISTRICT 73-1/2  
GOVERNMENT-WIDE FINANCIAL STATEMENTS  
STATEMENT OF NET POSITION  
JUNE 30, 2017

	Governmental Activities
<hr/>	
ASSETS	
Cash and Cash Equivalents	\$ 32,921,473
Property Taxes Receivable, net of allowance of \$0	8,314,685
Due from Other Governments, net of allowance of \$0	859,304
Capital Assets (Note 4):	
Land	369,846
Construction in Progress	4,549,898
Depreciable Buildings, Property, and Equipment, net of depreciation	13,528,772
Total Assets	<u>\$ 60,543,978</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension Expense/Revenue - IMRF	\$ 595,985
Pension Expense/Revenue - TRS	351,374
Total Deferred Outflows of Resources	<u>\$ 947,359</u>
LIABILITIES	
Accounts Payable and Accrued Expenses	\$ 250,102
Unearned Registration Fees	15,493
Long-Term Liabilities	
Due Within One Year	1,361,565
Due in More Than One Year	14,276,953
Total Liabilities	<u>\$ 15,904,113</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes - Subsequent Year	\$ 8,234,686
Pension Expense/Revenue - IMRF	13,972
Pension Expense/Revenue - TRS	307,292
Total Deferred Inflows of Resources	<u>\$ 8,555,950</u>
NET POSITION	
Net Investment in Capital Assets	\$ 4,950,812
Restricted for:	
Operations and Maintenance	2,138,626
Retirement	947,788
Tort	1,209,306
Capital Projects	295,154
Unrestricted/(Deficit)	<u>27,489,588</u>
Total Net Position	<u><u>\$ 37,031,274</u></u>

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

SKOKIE SCHOOL DISTRICT 73-1/2  
GOVERNMENT-WIDE FINANCIAL STATEMENTS  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
Instruction					
Regular Programs	\$ 6,633,812	\$ 391,592	\$ 362,760	\$ -	\$ (5,879,460)
Special Education Programs	3,378,523	-	535,539	-	(2,842,984)
Other Instructional Programs	1,133,028	63,276	91,819	-	(977,933)
Support Services					
Pupils	1,111,028	-	-	-	(1,111,028)
Instructional Staff	749,100	-	-	-	(749,100)
General Administration	746,692	-	-	-	(746,692)
School Administration	1,383,072	-	-	-	(1,383,072)
Business	816,140	-	-	-	(816,140)
Facilities Acquisition and Construction	1,191,422	-	-	-	(1,191,422)
Operations and Maintenance	1,205,140	78,576	1,120	1,280,055	154,611
Transportation	822,864	57,759	346,387	-	(418,718)
Food Services	312,772	225,774	156,930	-	69,932
Central	530,218	-	-	-	(530,218)
Other Support Services	62	-	-	-	(62)
Community Services	62,332	-	-	-	(62,332)
Interest and Fees on Long-Term Debt	403,583	-	-	-	(403,583)
On-Behalf Retirement Contributions	6,575,124	-	6,575,124	-	-
Total Governmental Activities	<u>\$ 27,054,912</u>	<u>\$ 816,977</u>	<u>\$ 8,069,679</u>	<u>\$ 1,280,055</u>	<u>\$ (16,888,201)</u>
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes					\$ 15,027,197
Property Taxes, Levied for Debt Service					1,378,965
Personal Property Replacement Taxes					506,294
Grants and Contributions not Restricted to Specific Activities					785,774
Unrestricted Investment Earnings					435,283
Total General Revenues					<u>\$ 18,133,513</u>
Change in Net Position					\$ 1,245,312
Net Position - July 1, 2016					<u>35,785,962</u>
Net Position - June 30, 2017					<u>\$ 37,031,274</u>

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

SKOKIE SCHOOL DISTRICT 73-1/2  
FUND FINANCIAL STATEMENTS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2017

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Tort Immunity and Judgment Fund	Fire Prevention and Life Safety Fund	Total Governmental Funds
<b>ASSETS</b>									
Cash and Cash Equivalents	\$ 21,966,498	\$ 3,063,010	\$ 1,824,564	\$ 423,750	\$ 1,305,127	\$ 2,877,888	\$ 1,159,859	\$ 300,777	\$ 32,921,473
Property Taxes Receivable, net of allowance of \$0	5,058,447	735,750	688,854	1,339,000	405,839	-	86,795	-	8,314,685
Due from Other Governments, net of allowance of \$0	316,432	-	-	173,574	-	369,298	-	-	859,304
<b>Total Assets</b>	<b>\$ 27,341,377</b>	<b>\$ 3,798,760</b>	<b>\$ 2,513,418</b>	<b>\$ 1,936,324</b>	<b>\$ 1,710,966</b>	<b>\$ 3,247,186</b>	<b>\$ 1,246,654</b>	<b>\$ 300,777</b>	<b>\$ 42,095,462</b>
<b>LIABILITIES</b>									
Accounts Payable and Accrued Expenses	\$ 157,588	\$ 14,166	\$ -	\$ 31,477	\$ -	\$ -	\$ 7,628	\$ -	\$ 210,859
Unearned Registration Fees	15,493	-	-	-	-	-	-	-	15,493
<b>Total Liabilities</b>	<b>\$ 173,081</b>	<b>\$ 14,166</b>	<b>\$ -</b>	<b>\$ 31,477</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,628</b>	<b>\$ -</b>	<b>\$ 226,352</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Property Taxes - Subsequent Year	\$ 4,978,448	\$ 735,750	\$ 688,854	\$ 1,339,000	\$ 405,839	\$ -	\$ 86,795	\$ -	\$ 8,234,686
<b>Total Deferred Inflows of Resources</b>	<b>\$ 4,978,448</b>	<b>\$ 735,750</b>	<b>\$ 688,854</b>	<b>\$ 1,339,000</b>	<b>\$ 405,839</b>	<b>\$ -</b>	<b>\$ 86,795</b>	<b>\$ -</b>	<b>\$ 8,234,686</b>
<b>FUND BALANCES</b>									
Restricted									
Operations and Maintenance	\$ -	\$ 2,138,626	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,138,626
Retirement	-	-	-	-	1,167,002	-	-	-	1,167,002
Capital Projects	-	-	-	-	-	-	-	295,154	295,154
Tort	-	-	-	-	-	-	1,209,306	-	1,209,306
Committed									
Building Repairs and Improvements	-	90,529	-	-	-	-	-	-	90,529
Assigned									
Operations and Maintenance	-	819,689	-	-	-	-	-	-	819,689
Debt Services	-	-	1,824,564	-	-	-	-	-	1,824,564
Transportation	-	-	-	565,847	-	-	-	-	565,847
Retirement	-	-	-	-	138,125	-	-	-	138,125
Capital Projects	-	-	-	-	-	3,247,186	-	5,623	3,252,809
Unassigned	22,189,848	-	-	-	-	-	(57,075)	-	22,132,773
<b>Total Fund Balances</b>	<b>\$ 22,189,848</b>	<b>\$ 3,048,844</b>	<b>\$ 1,824,564</b>	<b>\$ 565,847</b>	<b>\$ 1,305,127</b>	<b>\$ 3,247,186</b>	<b>\$ 1,152,231</b>	<b>\$ 300,777</b>	<b>\$ 33,634,424</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 27,341,377</b>	<b>\$ 3,798,760</b>	<b>\$ 2,513,418</b>	<b>\$ 1,936,324</b>	<b>\$ 1,710,966</b>	<b>\$ 3,247,186</b>	<b>\$ 1,246,654</b>	<b>\$ 300,777</b>	<b>\$ 42,095,462</b>

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



SKOKIE SCHOOL DISTRICT 73-1/2  
FUND FINANCIAL STATEMENTS  
RECONCILIATION OF THE BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2017

Total Fund Balances - Governmental Funds	\$	33,634,424
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Amounts reported for governmental activities in the Statement of Net Position are different because:

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

Capital Assets	\$	32,125,230	
Accumulated Depreciation on Capital Assets		<u>(13,676,714)</u>	
			18,448,516

Deferred charges and credits for debt issue discounts or premiums and other debt issue costs are not financial resources and therefore are not reported in the funds.

Bond Discounts, net of related amortization	\$	64,129	
Bond Premiums, net of related amortization		<u>(977,704)</u>	
			(913,575)

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

Pension Expense/Revenue - IMRF	\$	582,013	
Pension Expense/Revenue - TRS		<u>44,082</u>	
			626,095

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

Bonds and Notes Payable	\$	(12,520,000)	
Accrued Interest on Long-Term Debt		(39,243)	
Compensated Absences Payable		(43,513)	
Net Pension Liability - IMRF		(801,227)	
Net Pension Liability - TRS		<u>(1,360,203)</u>	
			<u>(14,764,186)</u>

Net Position of Governmental Activities	\$	<u><u>37,031,274</u></u>
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The Notes to Basic Financial Statements are an integral part of this statement.

SKOKIE SCHOOL DISTRICT 73-1/2  
FUND FINANCIAL STATEMENTS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2017

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Tort Immunity and Judgment Fund	Fire Prevention and Life Safety Fund	Total Governmental Funds
<b>REVENUES</b>									
Property Taxes	\$ 9,944,390	\$ 1,469,946	\$ 1,378,965	\$ 2,546,821	\$ 802,608	\$ -	\$ 178,050	\$ 85,382	\$ 16,406,162
Payments in Lieu of Taxes	396,294	60,000	-	-	50,000	-	-	-	506,294
Tuition	199,006	-	-	-	-	-	-	-	199,006
Transportation Fees	-	-	-	57,759	-	-	-	-	57,759
Earnings on Investments	386,894	30,943	21,199	18,644	5,597	(35,198)	5,594	1,610	435,283
Food Service	225,774	-	-	-	-	-	-	-	225,774
District/School Activity Income	92,932	-	-	-	-	-	-	-	92,932
Textbooks	140,781	-	-	-	-	-	-	-	140,781
Other Local Sources	36,421	75,061	-	-	-	1,269,298	-	-	1,380,780
State Aid	1,346,498	1,120	-	346,387	-	-	-	-	1,694,005
Federal Aid	586,324	-	-	-	-	-	-	-	586,324
On-Behalf Payments	6,575,124	-	-	-	-	-	-	-	6,575,124
	<u>\$ 19,930,438</u>	<u>\$ 1,637,070</u>	<u>\$ 1,400,164</u>	<u>\$ 2,969,611</u>	<u>\$ 858,205</u>	<u>\$ 1,234,100</u>	<u>\$ 183,644</u>	<u>\$ 86,992</u>	<u>\$ 28,300,224</u>
<b>EXPENDITURES</b>									
Current									
Instruction									
Regular Programs	\$ 5,710,578	\$ -	\$ -	\$ -	\$ 81,792	\$ -	\$ -	\$ -	\$ 5,792,370
Special Education Programs	3,245,010	-	-	-	51,270	-	-	-	3,296,280
Other Instructional Programs	1,088,874	-	-	-	22,242	-	-	-	1,111,116
Support Services									
Pupils	1,059,935	-	-	-	35,122	-	-	-	1,095,057
Instructional Staff	728,705	-	-	-	17,457	-	-	-	746,162
General Administration	583,566	-	-	-	19,234	-	134,658	-	737,458
School Administration	1,299,323	-	-	-	66,004	-	-	-	1,365,327
Business	740,975	-	-	-	47,612	-	-	-	788,587
Facilities Acquisition and Construction	-	-	-	-	-	1,191,422	-	-	1,191,422
Operations and Maintenance	-	1,136,086	-	-	62,108	-	-	-	1,198,194
Transportation	-	-	-	807,740	12,725	-	-	-	820,465
Food Services	312,772	-	-	-	-	-	-	-	312,772
Central	472,631	-	-	-	48,748	-	-	-	521,379
Community Services	62,003	-	-	-	332	-	-	-	62,335
Debt Service									
Principal	-	-	1,175,000	-	-	-	-	-	1,175,000
Interest and Fees	-	-	471,341	-	-	-	-	-	471,341
Capital Outlay	47,683	530,225	-	-	-	6,174,078	8,271	-	6,760,257
On-Behalf Payments	6,575,124	-	-	-	-	-	-	-	6,575,124
	<u>\$ 21,927,179</u>	<u>\$ 1,666,311</u>	<u>\$ 1,646,341</u>	<u>\$ 807,740</u>	<u>\$ 464,646</u>	<u>\$ 7,365,500</u>	<u>\$ 142,929</u>	<u>\$ -</u>	<u>\$ 34,020,646</u>
<b>EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>									
	<u>\$ (1,996,741)</u>	<u>\$ (29,241)</u>	<u>\$ (246,177)</u>	<u>\$ 2,161,871</u>	<u>\$ 393,559</u>	<u>\$ (6,131,400)</u>	<u>\$ 40,715</u>	<u>\$ 86,992</u>	<u>\$ (5,720,422)</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
Interfund Transfers	\$ 2,145,000	\$ (9,510,000)	\$ -	\$ (2,145,000)	\$ -	\$ 9,510,000	\$ -	\$ -	\$ -
Abatement of the Working Cash Fund	(9,510,000)	9,510,000	-	-	-	-	-	-	-
	<u>\$ (7,365,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,145,000)</u>	<u>\$ -</u>	<u>\$ 9,510,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

SKOKIE SCHOOL DISTRICT 73-1/2  
FUND FINANCIAL STATEMENTS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2017

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Tort Immunity and Judgment Fund	Fire Prevention and Life Safety Fund	Total Governmental Funds
NET CHANGE IN FUND BALANCES	\$ (9,361,741)	\$ (29,241)	\$ (246,177)	\$ 16,871	\$ 393,559	\$ 3,378,600	\$ 40,715	\$ 86,992	\$ (5,720,422)
FUND BALANCES - JULY 1, 2016	31,551,589	3,078,085	2,070,741	548,976	911,568	(131,414)	1,111,516	213,785	39,354,846
FUND BALANCES - JUNE 30, 2017	<u>\$ 22,189,848</u>	<u>\$ 3,048,844</u>	<u>\$ 1,824,564</u>	<u>\$ 565,847</u>	<u>\$ 1,305,127</u>	<u>\$ 3,247,186</u>	<u>\$ 1,152,231</u>	<u>\$ 300,777</u>	<u>\$ 33,634,424</u>

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

SKOKIE SCHOOL DISTRICT 73-1/2  
FUND FINANCIAL STATEMENTS  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2017

Net Change in Fund Balances - Total Governmental Funds \$ (5,720,422)

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

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

Depreciation Expense	\$ (958,259)	
Capital Outlays	<u>6,760,256</u>	
		5,801,997

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

Amortization of Bond Premiums and Discounts	\$ 94,052	
Accrued Interest	(26,294)	
Pension Expense	(365,747)	
Compensated Absences	<u>660</u>	
		(297,329)

Employer Pension Contributions are expensed in the fund financial statements but treated as a reduction in the Net Position Liability on the government-wide financial statements.	286,066
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Repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Repayment of Long-Term Debt	<u>1,175,000</u>
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Change in Net Position of Governmental Activities	<u><u>\$ 1,245,312</u></u>
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The Notes to Basic Financial Statements are an integral part of this statement.

SKOKIE SCHOOL DISTRICT 73-1/2  
FUND FINANCIAL STATEMENTS  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUND  
JUNE 30, 2017

	<u>Agency Fund</u>
ASSETS	
Cash and Cash Equivalents	<u>\$          93,236</u>
Total Assets	<u><u>\$          93,236</u></u>
LIABILITIES	
Due to Student Groups	\$          64,223
Flex Spending Fund	<u>29,013</u>
Total Liabilities	<u><u>\$          93,236</u></u>

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

SKOKIE SCHOOL DISTRICT 73-1/2  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2017

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Skokie School District 73-1/2's (District) accounting policies conform to accounting principles generally accepted in the United States of America (GAAP) as applied to local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies used by the District are discussed below.

**A. *Reporting Entity***

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

The accompanying financial statements comply with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*, in that the financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units. In addition, the District is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

**B. *Basic Financial Statements – Government-Wide Financial Statements***

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

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

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

## NOTES TO FINANCIAL STATEMENTS (Continued)

The net costs (by function) are normally covered by general revenues (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.).

The District does not allocate indirect costs.

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

### C. *Basic Financial Statements – Fund Financial Statements*

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

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

#### 1. Governmental Funds

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

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

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

- *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.
- *Tort Immunity and Judgment Fund* – accounts for the District's tort immunity or tort judgment purposes. Revenue is derived primarily from local property taxes.

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

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

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

## NOTES TO FINANCIAL STATEMENTS (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.

### 2. Fiduciary Funds

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

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

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

Agency Funds – The Agency Funds (Student Activity Fund and Flex Spending Account) account for assets held by the District as an agent for the student organizations or employees. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to student organizations are equal to the assets.

### D. *Basis of Accounting*

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

#### 1. Accrual

The governmental activities in the government-wide financial statements and the fiduciary fund financial statements are presented on the accrual basis of accounting.

Property taxes are reported in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements have been met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

#### 2. Modified Accrual

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

### E. *Cash and Cash Equivalents and Investments*

State statutes require the District to use the treasury services of the Township School Treasurer and authorize the District's treasurer to invest in obligations of the U.S. Treasury, certain highly rated commercial paper, corporate bonds, repurchase agreements, and money market mutual funds registered under the Investment Company Act of 1940, with certain restrictions.



## NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

No fund had a cash overdraft at June 30, 2017.

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

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

### F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

### G. *Prepaid Items*

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

### H. *Inventories*

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

### I. *Interfund Activity*

Interfund activity is reported either as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

### J. *Capital Assets*

Capital assets purchased or acquired with an original cost of \$1,500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line half-year basis over the following estimated useful lives:

Buildings	15 - 50 years
Improvements Other than Buildings	15 - 30 years
Equipment Other than Transportation	5 - 20 years
Transportation Equipment	8 years

## NOTES TO FINANCIAL STATEMENTS (Continued)

### K. *Deferred Outflows and Inflows of Resources*

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

### L. *Compensated Absences*

The District accrues accumulated unpaid vacation when earned (or estimated to be earned) by the employee. Vacation benefits are granted to employees in varying amounts depending on tenure with the District and the employee's contract. Future payments will be made from the same fund where the employee's salary is recorded. Historically, the expenditures are recorded in the General Fund.

### M. *Long-Term Obligations*

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

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

### N. *Government-Wide Net Position*

Net position is divided into three components:

- Net Investment in Capital Assets – consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted Net Position – consists of net position that is restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted Net Position – the remaining net position is reported in this category.

### O. *Governmental Fund Balances*

Governmental fund balances are divided between nonspendable and spendable.

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

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

- Restricted – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.

## NOTES TO FINANCIAL STATEMENTS (Continued)

- Committed – Committed fund balances are amounts that can only be used for specific purposes as a result of a resolution of the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes those constraints by way of resolution. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation. During fiscal year 2014, the Board of Education passed a resolution to commit \$706,300 of the Operations and Maintenance Fund balance for building repairs and improvements included in the District's Five Year Facility Plan. \$90,529 of this amount is still committed as of June 30, 2017.
- Assigned – Assigned fund balances are amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Education has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. The District has delegated this authority to the Business Manager.

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

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

The District permits funds to be expended in the following order: Restricted, Committed, Assigned and Unassigned.

### *P. Property Tax Calendar and Revenues*

Property taxes are levied each calendar year on all taxable real property located in the District on or before the last Tuesday in December. The 2016 tax levy was passed by the Board on November 6, 2016. The 2015 tax levy was passed by the Board on November 10, 2015. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and are payable in two installments early in March and early in September of the following calendar year. The District receives significant distributions of tax receipts approximately one month after these dates.

### *Q. Estimates*

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

## **NOTE 2 - DEPOSITS AND INVESTMENTS**

As explained in Note 1, the Illinois Compiled Statutes require the District to utilize the investment services of the Township School Treasurer (the Treasurer). As such, the Treasurer is the lawful custodian of

## NOTES TO FINANCIAL STATEMENTS (Continued)

these school funds. The Treasurer is appointed by the Township Treasurer's Board of Trustees. The investment policies are established by the Treasurer, as prescribed by the Illinois Compiled Statutes. The Treasurer is the direct recipient of property taxes, replacement taxes, and most state and federal aid, and disburses school funds upon lawful order to the school board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions discussed below.

District cash and investments (other than the student activity and petty cash funds) are part of a common pool for all the school districts and cooperatives within the township. The Treasurer maintains records that segregate the cash and investments balances by district or cooperative. Income from investments is distributed based upon the district's percentage participation in the pool. Cash for all funds, including cash applicable to the Debt Services Fund and the Illinois Municipal Retirement/Social Security Fund, is not deemed available for purposes other than those for which these balances are intended.

The Treasurer's office operates as a nonrated, external investment pool. The fair value of the District's investment in the Treasurer's pool is determined by the District's proportionate share of the fair value of the investments held by the Treasurer's office.

The weighted-average maturity of all pooled marketable investments held by the Treasurer was 3.10 years at June 30, 2017. The Treasurer also holds money-market type investments and deposits with financial institutions, including certificates of deposit. As of the same date, the fair value of all investments held by the Treasurer's office was \$437,779,489 and the fair value of the District's cash and investments held by the Treasurer's office approximated the carrying amount at June 30, 2017.

### *Interest Rate Risk*

The District's investment policy, which is the same as the Treasurer's office, aims to ensure preservation of capital in the District's overall portfolio. The highest return on investments is sought, consistent with the preservation of principal and prudent investment principles. The investment portfolio is required to provide sufficient liquidity to pay District obligations as they come due, considering maturity and investments, as appropriate to the nature, purpose and amount of funds. The District will also consider investments in local financial institutions, recognizing their contribution to the community's economic development.

At June 30, 2017, the carrying value of the District's agency funds was \$93,236, all of which was deposited with financial institutions and was fully insured or collateralized by securities held in the District's name.

## **NOTE 3 - FAIR VALUE MEASUREMENT**

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

The District has the following recurring fair value measurements as of June 30, 2017:

- State Investment Pools, Municipal Bonds, and U.S. Government backed debt are valued using quoted market prices (Level 1 inputs)

## **NOTE 4 - CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2017 was as follows:

## NOTES TO FINANCIAL STATEMENTS (Continued)

	Balance July 1, 2016	Increases	Decreases	Balance June 30, 2017
<b>Governmental Activities</b>				
Capital Assets not being depreciated				
Land	\$ 369,846	\$ -	\$ -	\$ 369,846
Construction in Progress	-	4,549,898	-	4,549,898
Total Capital Assets not being depreciated	\$ 369,846	\$ 4,549,898	\$ -	\$ 4,919,744
Other Capital Assets				
Buildings	\$ 22,375,921	\$ 48,210	\$ -	\$ 22,424,131
Improvements Other than Buildings	384,347	1,902,848	-	2,287,195
Equipment Other than Transportation	2,090,166	259,300	55,912	2,293,554
Transportation Equipment	200,606	-	-	200,606
Total Other Capital Assets at Historical Cost	\$ 25,051,040	\$ 2,210,358	\$ 55,912	\$ 27,205,486
Less Accumulated Depreciation				
Buildings	\$ 11,386,789	\$ 775,076	\$ -	\$ 12,161,865
Improvements Other than Buildings	138,985	32,601	-	171,586
Equipment Other than Transportation	1,133,152	135,455	55,912	1,212,695
Transportation Equipment	115,441	15,127	-	130,568
Total Accumulated Depreciation	\$ 12,774,367	\$ 958,259	\$ 55,912	\$ 13,676,714
Other Capital Assets, Net	\$ 12,276,673	\$ 1,252,099	\$ -	\$ 13,528,772
Governmental Activities Capital Assets, Net	\$ 12,646,519	\$ 5,801,997	\$ -	\$ 18,448,516

Depreciation expense was charged to functions as follows:

<b>Governmental Activities</b>	
Regular Programs	\$ 829,005
Special Education Programs	73,569
Other Instructional Programs	18,489
Pupils	9,973
General Administration	1,820
School Administration	6,515
Business	18,888
Total Governmental Activities Depreciation Expense	\$ 958,259

## NOTE 5 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended June 30, 2017 was as follows:

	Balance July 1, 2016	Additions	Retirement	Balance June 30, 2017	Amounts Due Within One Year
<b>Governmental Activities:</b>					
Bonds and Notes Payable					
Limited Tax School Bonds - 2007A	\$ 3,590,000	\$ -	\$ 1,175,000	\$ 2,415,000	\$ 1,235,000
GO Limited School Bonds - 2016A	8,840,000	-	-	8,840,000	-
GO Limited School Bonds - 2016B	1,265,000	-	-	1,265,000	-
Total Bonds and Notes Payable	\$ 13,695,000	\$ -	\$ 1,175,000	\$ 12,520,000	\$ 1,235,000
Other Long-Term Obligations					
Compensated Absences	\$ 44,173	\$ -	\$ 660	\$ 43,513	\$ 43,513
Net Pension Liability - IMRF	1,285,217	-	483,990	801,227	-
Net Pension Liability - TRS	1,190,869	169,334	-	1,360,203	-
Total Other Long-Term Obligations	\$ 2,520,259	\$ 169,334	\$ 484,650	\$ 2,204,943	\$ 43,513
Governmental Activities Long-Term Liabilities	\$ 16,215,259	\$ 169,334	\$ 1,659,650	\$ 14,724,943	\$ 1,278,513

Bonds and notes payable consisted of the following at June 30, 2017:

## NOTES TO FINANCIAL STATEMENTS (Continued)

	Maturity Date	Interest Rate	Face Amount	Carrying Amount
Limited Tax School Bonds - 2007A	12/1/2018	4.00% - 5.00%	\$ 5,870,000	\$ 2,415,000
GO Limited School Bonds - 2016A	12/1/2027	2.00% - 4.00%	8,840,000	8,840,000
GO Limited School Bonds - 2016B	12/1/2020	4.00%	1,265,000	1,265,000
Total			<u>\$ 15,975,000</u>	<u>\$ 12,520,000</u>

The bond payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$1,824,564 in the Debt Services Fund to service the outstanding bonds payable. As of June 30, 2017, the District was in compliance with all significant bond covenants.

The liability for compensated absences is 75% liquidated by the General Fund and 25% liquidated by the Operations and Maintenance Fund. The IMRF Liability will be liquidated by the Illinois Municipal Retirement/Social Security Fund and the TRS Liability will be liquidated by the General Fund.

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. During fiscal year 2017 the final defeased debt payment was made. At June 30, 2017, \$0 of bonds outstanding are considered defeased.

At June 30, 2017 the annual debt service requirements to service long-term debt are:

Year Ending June 30	Principal	Interest	Total
2018	\$ 1,235,000	\$ 446,113	\$ 1,681,113
2019	1,180,000	397,812	1,577,812
2020	990,000	354,413	1,344,413
2021	1,015,000	314,312	1,329,312
2022	1,070,000	283,313	1,353,313
2023	1,090,000	250,812	1,340,812
2024	1,135,000	206,313	1,341,313
2025	1,150,000	160,612	1,310,612
2026	1,230,000	113,013	1,343,013
2027	1,280,000	62,812	1,342,812
2028	1,145,000	18,606	1,163,606
	<u>\$ 12,520,000</u>	<u>\$ 2,608,131</u>	<u>\$ 15,128,131</u>

### *Reconciliation to the Statement of Net Position*

The following summarizes non-current liabilities as shown on the Statement of Net Position:

	Due Within One Year	Due in More Than One Year	Total
Bonds and Notes Payable	\$ 1,235,000	\$ 11,285,000	\$ 12,520,000
Bond Premiums, net of amortization	88,882	888,822	977,704
Bond Discounts, net of amortization	(5,830)	(58,299)	(64,129)
Other Long-Term Obligations	43,513	2,161,430	2,204,943
	<u>\$ 1,361,565</u>	<u>\$ 14,276,953</u>	<u>\$ 15,638,518</u>

## NOTE 6 - PROPERTY TAXES

Property taxes receivable and unavailable revenue recorded in these financial statements are from the 2016 tax levy. The District has determined that a portion of the 2016 tax levy (\$8,479,457) and a portion of the 2015 tax levy, plus back taxes, less uncollectible amounts (\$7,926,705) are allocable for use in fiscal year 2017. Therefore, the portion of each of these levies listed above is recorded in these financial statements as property taxes revenue. A summary of tax rates, assessed valuations, and extensions for tax years 2016, 2015, and 2014 is as follows:

## NOTES TO FINANCIAL STATEMENTS (Continued)

### COOK COUNTY

TAX YEAR	2016		2015		2014	
ASSESSED VALUATION	\$302,179,335		\$254,645,869		\$258,208,577	
	RATE	EXTENSION	RATE	EXTENSION	RATE	EXTENSION
Educational	2.9631	\$ 8,953,933	3.5000	\$ 8,912,605	3.4175	\$ 8,824,368
Special Education	0.3386	1,023,307	0.4000	1,018,583	0.3906	1,008,499
Operations and Maintenance	0.4656	1,407,047	0.5500	1,400,552	0.5370	1,386,686
Debt Service	0.4627	1,398,180	0.5490	1,398,048	0.5401	1,394,571
Transportation	0.8994	2,717,758	0.9576	2,438,571	0.7091	1,831,076
Municipal Retirement	0.1363	412,000	0.1577	401,700	0.1316	339,900
Tort	0.0583	176,084	0.0727	185,119	0.2114	545,900
Working Cash	0.0423	127,913	0.0500	127,323	0.0488	126,062
Leasing Educational Facilities	0.0286	86,520	0.0340	86,520	0.0335	86,520
Social Security	0.1363	412,000	0.1577	401,700	0.1316	339,900
Life Safety	-	-	0.0700	178,190	0.0976	252,125
	5.5312	\$ 16,714,742	6.4987	\$ 16,548,911	6.2488	\$ 16,135,607

### NOTE 7 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2017, the following funds had expenditures that exceeded the budget:

Fund	Budget	Actual	Excess of Actual Over Budget
General	\$ 20,331,987	\$ 21,927,179	\$ 1,595,192
Debt Services	1,311,975	1,646,341	334,366
Transportation	774,250	807,740	33,490

The expenditures exceeded budget due to higher than expected On-Behalf Payments in the General Fund, higher than expected interest expense in the Debt Services Fund, and higher than expected special education private transportation in the Transportation Fund.

### NOTE 8 - OPERATING LEASES, AS LESSEE

On October 7, 2016, the District leased one school bus. The lease is a three year agreement with annual payments of \$13,866 beginning at closing. The following two payments will be due on October 19, 2017 and October 19, 2018. Lease expense for the year ended June 30, 2017 was \$13,866. Future payments are as follows:

Year Ending June 30	Amount
2018	\$ 13,866
2019	13,866
	<u>\$ 27,732</u>

### NOTE 9 - RETIREMENT FUND COMMITMENTS

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

##### General Information About the Pension Plan

##### Plan Description

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which

## NOTES TO FINANCIAL STATEMENTS (Continued)

teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

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

### Benefits Provided

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

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

Essentially all Tier I retirees receive an annual 3% increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of 3% of the original benefit or ½% of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

### Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2016 was 9.4% of creditable earnings. On July 1, 2016, the rate dropped to 9.0% 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 employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2017, 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 \$6,480,250 in pension contributions from the State of Illinois.

2.2 Formula Contributions. Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2017 were \$49,126 and are deferred because they were paid after the June 30, 2016 measurement date.



## NOTES TO FINANCIAL STATEMENTS (Continued)

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

For the year ended June 30, 2017, the District pension contribution was 38.54% of salaries paid from federal and special trust funds. For the year ended June 30, 2017, salaries totaling \$175,678 were paid from federal and special trust funds that required District contributions of \$67,706. These contributions are deferred because they were paid after the June 30, 2016 measurement date.

Employer Retirement Cost Contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members retiring under the ERO. The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the program that ended on June 30, 2016 is 146.5% and applies when the member is age 55 at retirement. For the year ended June 30, 2017, the District paid \$0 to TRS for employer ERO contributions for retirements that occurred before July 1, 2016.

The employer is also required to make a one-time contribution to TRS for members granted salary increases over 6% if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2017, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6% and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2017, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ 1,360,203
State's proportionate share of the net pension liability associated with the District	65,986,228
Total Net Pension Liability	<u>\$ 67,346,431</u>

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015 and rolled forward to June 30, 2016. 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, 2016, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2016, the District's proportion was 0.0017232%, which was a decrease of 0.0000946% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, the District recognized pension expense of \$6,480,250 and revenue of \$6,480,250 for support provided by the State. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

## NOTES TO FINANCIAL STATEMENTS (Continued)

<b>Expense in Future Periods</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>	<b>Net Outflows of Resources</b>
Differences between expected and actual experience	\$ 10,057	\$ (923)	\$ 9,134
Net difference between projected and actual earnings on pension plan investments	38,429	-	38,429
Changes of assumptions	116,821	-	116,821
Changes in proportion and differences between employer contributions and proportionate share of contributions	99,235	(306,369)	(207,134)
Employer contributions subsequent to the measurement date	86,832	-	86,832
Total deferred amounts related to pensions	<u>\$ 351,374</u>	<u>\$ (307,292)</u>	<u>\$ 44,082</u>

\$86,832 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

<b>Year Ending December 31</b>	<b>Net Deferred Outflows of Resources</b>
2018	\$ (17,030)
2019	(17,030)
2020	(39,300)
2021	27,380
2022	3,230
Total	<u>\$ (42,750)</u>

### Actuarial Assumptions

The total pension liability in the June 30, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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.

For the June 30, 2016 valuation, the investment return assumption was lowered from 7.5% to 7%. Salary increase assumptions were lowered from their 2015 levels. Other assumptions were based on the 2015 experience analysis which increased retirement rates, improved mortality assumptions and made other changes.

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:

## NOTES TO FINANCIAL STATEMENTS (Continued)

Asset Class	Target Allocation	Projected Return
U.S. equities large cap	14.4%	6.94%
U.S. equities small/mid cap	3.6%	8.09%
International equities developed	14.4%	7.46%
Emerging market equities	3.6%	10.15%
U.S. bonds core	10.7%	2.44%
International debt developed	5.3%	1.70%
Real estate	15.0%	5.44%
Commodities (real return)	11.0%	4.28%
Hedge funds (absolute return)	8.0%	4.16%
Private Equity	14.0%	10.63%
	<u>100.00%</u>	

### Discount Rate

At June 30, 2016, the discount rate used to measure total pension liability was a blended rate of 6.83%, which was a change from the June 30, 2015 rate of 7.47%. 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, 2016 was not projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. Despite the subsidy, all projected future payments were not covered, so a slightly lower long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

At June 30, 2015, the discount rate used to measure the total pension liability was 7.47%. 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 II were not sufficient to cover all projected benefit payments.

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.83%, 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 (5.83%) or 1-percentage-point-higher (7.83%) than the current rate.

	1% Decrease 5.83%	Current Discount Rate 6.83%	1% Increase 7.83%
Net Pension Liability	\$ 1,663,584	\$ 1,360,203	\$ 1,112,422

### TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2016 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

## NOTES TO FINANCIAL STATEMENTS (Continued)

### B. *Illinois Municipal Retirement Fund*

#### Plan Description

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

#### Benefits Provided

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

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

Employees hired **on or after** January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the 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 ten years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

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

#### Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. As of December 31, 2016, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	60
Inactive plan members entitled to but not yet receiving benefits	115
Active plan members	45
Total	<u>220</u>

## NOTES TO FINANCIAL STATEMENTS (Continued)

### Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2016 was 11.20%. For the fiscal year ended June 30, 2017, the District contributed \$199,725 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

### Net Pension Liability

The components of the net pension liability of the IMRF as of December 31, 2016, calculated in accordance with GASB Statement No. 68, were as follows:

Total Pension Liability	\$ 9,789,009
IMRF Fiduciary Net Position	8,987,782
District's Net Pension Liability	801,227
IMRF Fiduciary Net Position as a Percentage of the Total Pension Liability	91.82%

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

### Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2016 using the following actuarial methods and assumptions:

Assumptions	
Inflation	2.75%
Salary Increases	3.75% - 14.50% including inflation
Interest Rate	7.50%
Asset Valuation Method	Market value of assets

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

### Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These

## NOTES TO FINANCIAL STATEMENTS (Continued)

ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2016:

Asset Class	Target Allocation	Projected Return
Equities	38.0%	6.85%
International Equities	17.0%	6.75%
Fixed Income	27.0%	3.00%
Real Estate	8.0%	5.75%
Alternatives	9.0%	
Private Equity		7.35%
Hedge Funds		5.25%
Commodities		2.65%
Cash	1.0%	2.25%
	<u>100.0%</u>	

### Single Discount Rate

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

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

For the purpose of this discount rate, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.78%; and resulting single discount rate is 7.50%.

### Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at December 31, 2015	\$ 9,318,804	\$ 8,033,587	\$ 1,285,217
Changes for the year:			
Service Cost	\$ 190,536	\$ -	\$ 190,536
Interest on the Total Pension Liability	686,151	-	686,151
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	83,505	-	83,505
Changes of Assumptions	(32,679)	-	(32,679)
Contributions - Employer	-	797,869	(797,869)
Contributions - Employee	-	79,714	(79,714)
Net Investment Income	-	533,468	(533,468)
Benefit Payments, including Refunds of Employee Contributions	(457,308)	(457,308)	-
Other (Net Transfer)	-	452	(452)
Net Changes	\$ 470,205	\$ 954,195	\$ (483,990)
Balances at December 31, 2016	\$ 9,789,009	\$ 8,987,782	\$ 801,227

## NOTES TO FINANCIAL STATEMENTS (Continued)

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

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability would be if it were calculated using a single Discount Rate that is 1% lower or 1% higher:

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Net Pension Liability/(Asset)	\$ 1,970,321	\$ 801,227	\$ (172,310)

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

For the year ended June 30, 2017, the District recognized pension expense of \$286,829. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>Expense in Future Periods</b>	<b>Outflows of Resources</b>	<b>Inflows of Resources</b>	<b>Net Outflows of Resources</b>
Differences between expected and actual experience	\$ 35,703	\$ -	\$ 35,703
Changes of assumptions	-	13,972	(13,972)
Net difference between projected and actual earnings on pension plan investments	453,401	-	453,401
Total deferred amounts to be recognized in pension expense in future periods	\$ 489,104	\$ 13,972	\$ 475,132
Pension contributions made subsequent to the measurement date	106,881	-	106,881
Total deferred amounts related to pensions	<u>\$ 595,985</u>	<u>\$ 13,972</u>	<u>\$ 582,013</u>

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

<b>Year Ending December 31</b>	<b>Net Deferred Outflows of Resources</b>
2017	\$ 174,376
2018	152,647
2019	131,145
2020	16,964
2021	-
Thereafter	-
Total	<u>\$ 475,132</u>

### **C. Social Security**

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

## **NOTE 10 - POST EMPLOYMENT BENEFIT COMMITMENTS**

### *Teacher Health Insurance Security Fund (THIS)*

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS

## NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

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

- On behalf contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members which were 1.12% of pay during the year ended June 30, 2017. State of Illinois contributions were \$94,874, and the District recognized revenue and expenditures of this amount during the year.

- Employer contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.84% during the year ended June 30, 2017. For the year ended June 30, 2017, the District paid \$71,155 to the THIS Fund, which was 100% of the required contribution.

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

### NOTE 11 - INTERFUND TRANSFERS

The following funds were transferred during the year ended June 30, 2017:

Transfer From	Transfer To	Amount
Operations and Maintenance Fund	Capital Projects Fund	\$ 9,510,000
General Fund	Operations and Maintenance Fund	9,510,000
Transportation Fund	General Fund	2,145,000

The transfers from the Working Cash Fund to Operations and Maintenance Fund and then to the Capital Projects Fund were made to pay for the District's capital projects budgeted for in fiscal year 2017. The transfer from the Transportation Fund to the General Fund was made to cover general education expenditures.

### NOTE 12 - JOINT VENTURE – NILES TOWNSHIP DISTRICT FOR SPECIAL EDUCATION (NTDSE)

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



## NOTES TO FINANCIAL STATEMENTS (Continued)

A summary of financial condition (accrual basis) of NTDSE at June 30, 2016 (most recent information available) is as follows:

Assets	\$ 9,406,697
Liabilities	\$ 2,469
Fund Balance	9,404,228
	<u>\$ 9,406,697</u>
Revenue Received	\$ 15,510,241
Expenditures Disbursed	15,352,560
Net Increase/ (Decrease) in Fund Balance	<u>\$ 157,681</u>

Complete financial statements for NTDSE can be obtained from the Administrative Offices at 8701 Menard Ave., Morton Grove, IL 60053.

### NOTE 13 - RISK MANAGEMENT

The District is exposed to various risks of loss related torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The District purchases insurance coverage against such risks. To protect the District from such risks, the District participates in the following public entity risk pools: the Educational Benefit Cooperative (EBC) for health benefit claims and the Suburban School Cooperative Insurance Pool (SSCIP) for property damage and injury claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that the pools 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 continues to carry commercial insurance and worker's compensation insurance for all other risks of loss, including torts and professional liability insurance.

During the year ended June 30, 2017, there were no significant reductions in insurance coverage, there were no significant adjustments in premiums based on actual experience, and claims have not exceeded insurance coverage in the last three years.

### NOTE 14 - CONTINGENCIES

The District has several outstanding tax rate objection cases filed in the Circuit Court. The objectors allege that the District's tax rates for a number of funds are excessive for various reasons. The District is unable to estimate any future liability at this time.

### NOTE 15 - LEGAL DEBT LIMITATION

The Illinois School Code limits the amount of indebtedness to 6.9% of the most recent available equalized assessed valuation (EAV) of the District. The District's legal debt limitation is as follows:

2016 EAV	\$ 302,179,335
Rate	<u>6.9%</u>
Debt Margin	\$ 20,850,374
Current Debt	12,520,000
Remaining Debt Margin	<u>\$ 8,330,374</u>

## REQUIRED SUPPLEMENTARY INFORMATION

SKOKIE SCHOOL DISTRICT 73-1/2  
ILLINOIS MUNICIPAL RETIREMENT FUND  
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION  
LIABILITY AND RELATED RATIOS  
YEAR ENDED JUNE 30, 2017

	6/30/2017*	6/30/2016*	6/30/2015*
TOTAL PENSION LIABILITY			
Service Cost	\$ 190,536	\$ 209,147	\$ 221,581
Interest on the Total Pension Liability	686,151	666,802	620,649
Difference Between Expected and Actual Experience	83,505	(187,439)	(230,517)
Changes of Assumptions	(32,679)	20,634	415,720
Benefit Payments, Including Refunds of Member Contributions	(457,308)	(376,657)	(411,282)
Net Change in Total Pension Liability	<u>\$ 470,205</u>	<u>\$ 332,487</u>	<u>\$ 616,151</u>
Total Pension Liability - Beginning	<u>9,318,804</u>	<u>8,986,317</u>	<u>8,370,166</u>
Total Pension Liability - Ending	<u>\$ 9,789,009</u>	<u>\$ 9,318,804</u>	<u>\$ 8,986,317</u>
PLAN FIDUCIARY NET POSITION			
Contributions - Employer	\$ 797,869	\$ 200,720	\$ 212,797
Contributions - Member	79,714	84,698	83,341
Net Investment Income	533,468	41,458	490,355
Benefit Payments, Including Refunds of Member Contributions	(457,308)	(376,657)	(411,282)
Other (Net Transfers)	452	(253,805)	(134,211)
Net Change in Plan Fiduciary Net Position	<u>\$ 954,195</u>	<u>\$ (303,586)</u>	<u>\$ 241,000</u>
Plan Fiduciary Net Position - Beginning	<u>8,033,587</u>	<u>8,337,173</u>	<u>8,096,173</u>
Plan Fiduciary Net Position - Ending	<u>\$ 8,987,782</u>	<u>\$ 8,033,587</u>	<u>\$ 8,337,173</u>
District's Net Pension Liability	<u>\$ 801,227</u>	<u>\$ 1,285,217</u>	<u>\$ 649,144</u>
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	91.82%	86.21%	92.78%
Covered-Valuation Payroll	\$ 1,771,425	\$ 1,814,833	\$ 1,852,025
Employer's Net Pension Liability as a percentage of Covered-Valuation Payroll	45.23%	70.82%	35.05%

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

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

SKOKIE SCHOOL DISTRICT 73-1/2  
ILLINOIS MUNICIPAL RETIREMENT FUND  
SCHEDULE OF EMPLOYER CONTRIBUTION  
JUNE 30, 2017

	6/30/2017*	6/30/2016*	6/30/2015*
Actuarially-Determined Contribution	\$ 197,868	\$ 200,721	\$ 212,797
Contributions in relation to Actuarially-Determined Contribution	797,869	200,720	212,797
Contribution deficiency/(excess)	<u>\$ (600,001)</u>	<u>\$ 1</u>	<u>\$ -</u>
Covered-Valuation Payroll	\$ 1,771,425	\$ 1,814,833	\$ 1,852,025
Contributions as a percentage of Covered-Valuation Payroll	45.04%	11.06%	11.49%

**Notes to Schedule:**

**Actuarial Method and Assumptions Used on the Calculation of the 2016 Contribution Rate \***

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

**Actuarial Cost Method:** Aggregate entry age = normal

**Amortization Method:** Level percentage of payroll, closed

**Remaining Amortization Period:** 27-year closed period

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

**Wage Growth:** 3.5%

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

**Salary Increases:** 3.75% to 14.50%, including inflation

**Investment Rate of Return:** 7.50%

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

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

\*Based on Valuation Assumptions used in the December 31, 2014 actuarial valuation; note two year lag between valuation and rate setting.

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

SKOKIE SCHOOL DISTRICT 73-1/2  
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS  
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY  
JUNE 30, 2017

	<u>6/30/2017 *</u>	<u>6/30/2016 *</u>	<u>6/30/2015 *</u>
Employer's proportion of the Net Pension Liability	0.0017232%	0.0018178%	0.0024925%
Employer's proportionate share of the Net Pension Liability	\$ 1,360,203	\$ 1,190,869	\$ 1,516,883
State's proportionate share of the Net Pension Liability associated with the employer	<u>65,986,228</u>	<u>52,702,477</u>	<u>45,754,124</u>
Total	<u>\$ 67,346,431</u>	<u>\$ 53,893,346</u>	<u>\$ 47,271,007</u>
Employer's Covered-Employee Payroll	\$ 8,337,171	\$ 8,050,964	\$ 7,473,621
Employer's proportionate share of the Net Pension Liability as a percentage of Covered-Employee Payroll	16.31%	14.79%	20.30%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	36.40%	41.50%	43.00%

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

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

**Changes of Assumptions:**

For the 2016 measurement year, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.5% and a real return of 4.5%. Salary increases were assumed to vary by service credit.

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

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

SKOKIE SCHOOL DISTRICT 73-1/2  
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS  
SCHEDULE OF EMPLOYER CONTRIBUTION  
JUNE 30, 2017

	<u>6/30/2017 *</u>	<u>6/30/2016 *</u>	<u>6/30/2015 *</u>
Statutorily-Required Contribution	\$ 66,872	\$ 63,185	\$ 88,931
Contributions in relation to the Statutorily-Required Contribution	<u>66,872</u>	<u>63,185</u>	<u>88,931</u>
Contribution deficiency/(excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's Covered-Employee Payroll	\$ 8,337,171	\$ 8,050,964	\$ 7,473,621
Contributions as a percentage of Covered-Employee Payroll	0.80%	0.78%	1.19%

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

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

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
<b>REVENUES</b>			
Property Taxes	\$ 10,089,000	\$ 9,944,390	\$ (144,610)
Payments in Lieu of Taxes	400,000	396,294	(3,706)
Tuition	197,000	199,006	2,006
Earnings on Investments	385,000	386,894	1,894
Food Service	210,000	225,774	15,774
District/School Activity Income	89,500	92,932	3,432
Textbooks	118,000	140,781	22,781
Other Local Sources	28,500	36,421	7,921
State Aid			
General State Aid	700,000	785,774	85,774
Special Education	407,000	426,206	19,206
Bilingual	40,000	69,804	29,804
State Free Lunch and Breakfast	1,100	1,229	129
Early Childhood - Block Grant	55,000	63,485	8,485
Other Restricted Revenue from State Sources	750	-	(750)
Federal Aid			
Food Service	150,000	155,701	5,701
Title I	180,000	278,420	98,420
Federal Special Education	-	109,333	109,333
Race to the Top Program	21,412	-	(21,412)
Emergency Immigrant Assistance	-	603	603
Title III - English Language Acquisition	-	21,412	21,412
Title II - Eisenhower Professional Development Formula	20,855	-	(20,855)
Title II - Teacher Quality	-	20,855	20,855
On-Behalf Payments	4,650,000	6,575,124	1,925,124
<b>Total Revenues</b>	<b>\$ 17,743,117</b>	<b>\$ 19,930,438</b>	<b>\$ 2,187,321</b>
<b>EXPENDITURES</b>			
Instruction			
Regular Programs			
Salaries	\$ 4,551,537	\$ 4,346,175	\$ 205,362
Employee Benefits	764,000	677,713	86,287
Purchased Services	130,440	91,843	38,597
Supplies and Materials	374,681	276,444	98,237
Other Objects	4,420	4,358	62
Non-Capitalized Equipment	85,500	196,188	(110,688)
	<b>\$ 5,910,578</b>	<b>\$ 5,592,721</b>	<b>\$ 317,857</b>
Pre-K Programs			
Salaries	\$ 86,849	\$ 85,219	\$ 1,630
Employee Benefits	35,263	31,452	3,811
Purchased Services	3,000	-	3,000
Supplies and Materials	1,200	1,186	14
	<b>\$ 126,312</b>	<b>\$ 117,857</b>	<b>\$ 8,455</b>
Special Education Programs			
Salaries	\$ 978,829	\$ 1,004,278	\$ (25,449)
Employee Benefits	192,900	207,478	(14,578)
Purchased Services	1,500	784	716
Supplies and Materials	10,400	2,813	7,587
Non-Capitalized Equipment	-	2,469	(2,469)
	<b>\$ 1,183,629</b>	<b>\$ 1,217,822</b>	<b>\$ (34,193)</b>
Special Education Programs Pre-K			
Salaries	\$ 71,680	\$ 70,982	\$ 698
Employee Benefits	31,450	27,898	3,552
Supplies and Materials	225	30	195
	<b>\$ 103,355</b>	<b>\$ 98,910</b>	<b>\$ 4,445</b>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Instruction (Continued)			
Remedial and Supplemental Programs K-12			
Salaries	\$ 250,061	\$ 217,592	\$ 32,469
Employee Benefits	240,567	109,083	131,484
Supplies and Materials	3,000	10,431	(7,431)
	<u>\$ 493,628</u>	<u>\$ 337,106</u>	<u>\$ 156,522</u>
Interscholastic Programs			
Salaries	\$ 42,000	\$ 36,507	\$ 5,493
Employee Benefits	750	485	265
Purchased Services	23,000	44,434	(21,434)
	<u>\$ 65,750</u>	<u>\$ 81,426</u>	<u>\$ (15,676)</u>
Summer School Programs			
Salaries	\$ 22,820	\$ 19,383	\$ 3,437
Employee Benefits	3,800	255	3,545
Supplies and Materials	1,200	235	965
	<u>\$ 27,820</u>	<u>\$ 19,873</u>	<u>\$ 7,947</u>
Gifted Programs			
Salaries	\$ 117,259	\$ 120,343	\$ (3,084)
Employee Benefits	14,802	12,770	2,032
Purchased Services	1,500	100	1,400
Supplies and Materials	2,000	918	1,082
	<u>\$ 135,561</u>	<u>\$ 134,131</u>	<u>\$ 1,430</u>
Bilingual Programs			
Salaries	\$ 468,071	\$ 449,384	\$ 18,687
Employee Benefits	63,700	60,542	3,158
Purchased Services	-	4,338	(4,338)
Supplies and Materials	4,250	2,074	2,176
	<u>\$ 536,021</u>	<u>\$ 516,338</u>	<u>\$ 19,683</u>
Total Instruction	<u>\$ 8,582,654</u>	<u>\$ 8,116,184</u>	<u>\$ 466,470</u>
Support Services			
Pupils			
Attendance and Social Work Services			
Salaries	\$ 246,395	\$ 245,918	\$ 477
Employee Benefits	32,650	31,077	1,573
Supplies and Materials	800	497	303
	<u>\$ 279,845</u>	<u>\$ 277,492</u>	<u>\$ 2,353</u>
Guidance Services			
Salaries	\$ 150,000	\$ 150,421	\$ (421)
Employee Benefits	52,900	51,414	1,486
	<u>\$ 202,900</u>	<u>\$ 201,835</u>	<u>\$ 1,065</u>
Health Services			
Salaries	\$ 105,780	\$ 102,567	\$ 3,213
Employee Benefits	17,800	19,415	(1,615)
Purchased Services	2,500	2,527	(27)
Supplies and Materials	3,100	1,494	1,606
	<u>\$ 129,180</u>	<u>\$ 126,003</u>	<u>\$ 3,177</u>
Psychological Services			
Salaries	\$ 152,000	\$ 150,738	\$ 1,262
Employee Benefits	28,100	25,528	2,572
Purchased Services	1,000	808	192
Supplies and Materials	2,000	774	1,226
	<u>\$ 183,100</u>	<u>\$ 177,848</u>	<u>\$ 5,252</u>

See Accompanying Independent Auditor's Report



SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Support Services (Continued)			
Pupils (Continued)			
Speech Pathology and Audiology Services			
Salaries	\$ 173,435	\$ 173,434	\$ 1
Employee Benefits	21,720	20,917	803
Supplies and Materials	1,700	1,364	336
	<u>\$ 196,855</u>	<u>\$ 195,715</u>	<u>\$ 1,140</u>
Other Support Services - Pupils			
Salaries	\$ 86,000	\$ 80,486	\$ 5,514
Employee Benefits	-	56	(56)
Supplies and Materials	500	500	-
	<u>\$ 86,500</u>	<u>\$ 81,042</u>	<u>\$ 5,458</u>
Total Support Services - Pupils	<u>\$ 1,078,380</u>	<u>\$ 1,059,935</u>	<u>\$ 18,445</u>
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 174,000	\$ 151,423	\$ 22,577
Employee Benefits	18,160	12,920	5,240
Purchased Services	24,418	24,055	363
Supplies and Materials	12,000	1,311	10,689
	<u>\$ 228,578</u>	<u>\$ 189,709</u>	<u>\$ 38,869</u>
Educational Media Services			
Salaries	\$ 416,932	\$ 412,426	\$ 4,506
Employee Benefits	78,100	71,039	7,061
Supplies and Materials	11,086	10,039	1,047
	<u>\$ 506,118</u>	<u>\$ 493,504</u>	<u>\$ 12,614</u>
Assessment and Testing			
Salaries	\$ 21,000	\$ 20,738	\$ 262
Employee Benefits	625	307	318
Purchased Services	2,000	7,426	(5,426)
Supplies and Materials	20,000	17,021	2,979
	<u>\$ 43,625</u>	<u>\$ 45,492</u>	<u>\$ (1,867)</u>
Total Support Services - Instructional Staff	<u>\$ 778,321</u>	<u>\$ 728,705</u>	<u>\$ 49,616</u>
General Administration			
Board of Education Services			
Purchased Services	\$ 103,500	\$ 156,160	\$ (52,660)
Supplies and Materials	5,000	4,874	126
Other Objects	14,000	13,236	764
	<u>\$ 122,500</u>	<u>\$ 174,270</u>	<u>\$ (51,770)</u>
Executive Administration Services			
Salaries	\$ 321,994	\$ 322,310	\$ (316)
Employee Benefits	76,700	74,769	1,931
Purchased Services	7,000	2,935	4,065
Supplies and Materials	3,000	2,232	768
Other Objects	5,000	7,050	(2,050)
	<u>\$ 413,694</u>	<u>\$ 409,296</u>	<u>\$ 4,398</u>
Total Support Services - General Administration	<u>\$ 536,194</u>	<u>\$ 583,566</u>	<u>\$ (47,372)</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Support Services (Continued)			
School Administration			
Office of the Principal Services			
Salaries	\$ 1,008,512	\$ 992,521	\$ 15,991
Employee Benefits	294,100	288,405	5,695
Purchased Services	25,510	15,302	10,208
Supplies and Materials	1,500	1,361	139
Other Objects	2,400	1,734	666
	<u>\$ 1,332,022</u>	<u>\$ 1,299,323</u>	<u>\$ 32,699</u>
Total Support Services - School Administration	<u>\$ 1,332,022</u>	<u>\$ 1,299,323</u>	<u>\$ 32,699</u>
Business			
Direction of Business Support Services			
Salaries	\$ 114,039	\$ 114,543	\$ (504)
Employee Benefits	11,598	12,757	(1,159)
	<u>\$ 125,637</u>	<u>\$ 127,300</u>	<u>\$ (1,663)</u>
Fiscal Services			
Salaries	\$ 331,634	\$ 326,590	\$ 5,044
Employee Benefits	69,000	60,794	8,206
Purchased Services	78,000	123,701	(45,701)
Supplies and Materials	2,900	5,470	(2,570)
Other Objects	4,200	3,658	542
Non-Capitalized Equipment	3,000	-	3,000
	<u>\$ 488,734</u>	<u>\$ 520,213</u>	<u>\$ (31,479)</u>
Internal Services			
Purchased Services	\$ 71,300	\$ 67,730	\$ 3,570
Supplies and Materials	20,000	25,732	(5,732)
	<u>\$ 91,300</u>	<u>\$ 93,462</u>	<u>\$ (2,162)</u>
Total Support Services - Business	<u>\$ 705,671</u>	<u>\$ 740,975</u>	<u>\$ (35,304)</u>
Food Services			
Purchased Services	\$ 319,000	\$ 311,932	\$ 7,068
Supplies and Materials	4,000	175	3,825
Non-Capitalized Equipment	6,000	665	5,335
Total Support Services - Food Services	<u>\$ 329,000</u>	<u>\$ 312,772</u>	<u>\$ 16,228</u>
Central			
Information Services			
Purchased Services	\$ 10,000	\$ 4,000	\$ 6,000
Supplies and Materials	1,000	-	1,000
	<u>\$ 11,000</u>	<u>\$ 4,000</u>	<u>\$ 7,000</u>
Data Processing Services			
Salaries	\$ 372,000	\$ 375,899	\$ (3,899)
Employee Benefits	108,600	83,457	25,143
Purchased Services	7,000	7,000	-
Supplies and Materials	1,400	5	1,395
Other Objects	1,000	1,000	-
Non-Capitalized Equipment	2,000	1,270	730
	<u>\$ 492,000</u>	<u>\$ 468,631</u>	<u>\$ 23,369</u>
Total Support Services - Central	<u>\$ 503,000</u>	<u>\$ 472,631</u>	<u>\$ 30,369</u>
Total Support Services	<u>\$ 5,262,588</u>	<u>\$ 5,197,907</u>	<u>\$ 64,681</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Community Services			
Salaries	\$ 5,000	\$ 9,206	\$ (4,206)
Employee Benefits	500	649	(149)
Purchased Services	65,200	49,170	16,030
Supplies and Materials	700	2,978	(2,278)
Total Community Services	<u>\$ 71,400</u>	<u>\$ 62,003</u>	<u>\$ 9,397</u>
Payments to Other Districts and Governmental Units			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Special Education Programs			
Purchased Services	<u>\$ 362,500</u>	<u>\$ 366,378</u>	<u>\$ (3,878)</u>
	<u>\$ 362,500</u>	<u>\$ 366,378</u>	<u>\$ (3,878)</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 362,500</u>	<u>\$ 366,378</u>	<u>\$ (3,878)</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Special Education Programs			
Other Objects	<u>\$ 1,324,845</u>	<u>\$ 1,561,900</u>	<u>\$ (237,055)</u>
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 1,324,845</u>	<u>\$ 1,561,900</u>	<u>\$ (237,055)</u>
Total Payments to Other Districts and Governmental Units	<u>\$ 1,687,345</u>	<u>\$ 1,928,278</u>	<u>\$ (240,933)</u>
Capital Outlay			
Instruction			
Regular Programs	\$ 77,000	\$ 39,249	\$ 37,751
Support Services			
General Administration	1,000	-	1,000
Food Services	-	8,434	(8,434)
Total Capital Outlay	<u>\$ 78,000</u>	<u>\$ 47,683</u>	<u>\$ 30,317</u>
On-Behalf Payments	<u>\$ 4,650,000</u>	<u>\$ 6,575,124</u>	<u>\$ (1,925,124)</u>
Total Expenditures	<u>\$ 20,331,987</u>	<u>\$ 21,927,179</u>	<u>\$ (1,595,192)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (2,588,870)</u>	<u>\$ (1,996,741)</u>	<u>\$ 592,129</u>
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ 2,145,000	\$ 2,145,000	\$ -
Abatement of the Working Cash Fund	(9,510,000)	(9,510,000)	-
	<u>\$ (7,365,000)</u>	<u>\$ (7,365,000)</u>	<u>\$ -</u>
NET CHANGE IN FUND BALANCE	<u>\$ (9,953,870)</u>	<u>\$ (9,361,741)</u>	<u>\$ 592,129</u>
FUND BALANCE - JULY 1, 2016	<u>31,472,126</u>	<u>31,551,589</u>	
FUND BALANCE - JUNE 30, 2017	<u>\$ 21,518,256</u>	<u>\$ 22,189,848</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - OPERATIONS AND MAINTENANCE FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts <u>                    </u>	Variance from Final Budget <u>                    </u>
REVENUES			
Property Taxes	\$ 1,470,300	\$ 1,469,946	\$ (354)
Payments in Lieu of Taxes	60,000	60,000	-
Earnings on Investments	75,000	30,943	(44,057)
Other Local Sources	82,000	75,061	(6,939)
State Aid			
School Infrastructure - Maintenance	-	1,120	1,120
Total Revenues	<u>\$ 1,687,300</u>	<u>\$ 1,637,070</u>	<u>\$ (50,230)</u>
EXPENDITURES			
Support Services			
Operations and Maintenance			
Salaries	\$ 334,506	\$ 320,321	\$ 14,185
Employee Benefits	73,550	60,585	12,965
Purchased Services	541,500	423,093	118,407
Supplies and Materials	412,000	323,700	88,300
Other Objects	2,000	739	1,261
Non-Capitalized Equipment	27,000	7,648	19,352
Total Support Services - Operations and Maintenance	<u>\$ 1,390,556</u>	<u>\$ 1,136,086</u>	<u>\$ 254,470</u>
Total Support Services	<u>\$ 1,390,556</u>	<u>\$ 1,136,086</u>	<u>\$ 254,470</u>
Capital Outlay			
Support Services			
Operations and Maintenance	\$ 821,000	\$ 530,225	\$ 290,775
Total Capital Outlay	<u>\$ 821,000</u>	<u>\$ 530,225</u>	<u>\$ 290,775</u>
Provision for Contingencies	<u>\$ 20,000</u>	<u>\$ -</u>	<u>\$ 20,000</u>
Total Expenditures	<u>\$ 2,231,556</u>	<u>\$ 1,666,311</u>	<u>\$ 565,245</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (544,256)</u>	<u>\$ (29,241)</u>	<u>\$ 515,015</u>
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ (9,510,000)	\$ (9,510,000)	\$ -
Abatement of the Working Cash Fund	9,510,000	9,510,000	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
NET CHANGE IN FUND BALANCE	\$ (544,256)	\$ (29,241)	<u>\$ 515,015</u>
FUND BALANCE - JULY 1, 2016	<u>3,216,672</u>	<u>3,078,085</u>	
FUND BALANCE - JUNE 30, 2017	<u>\$ 2,672,416</u>	<u>\$ 3,048,844</u>	

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SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - TRANSPORTATION FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts	Variance from Final Budget
REVENUES			
Property Taxes	\$ 2,474,000	\$ 2,546,821	\$ 72,821
Transportation Fees	49,000	57,759	8,759
Earnings on Investments	45,000	18,644	(26,356)
State Aid			
Transportation	230,000	346,387	116,387
Total Revenues	<u>\$ 2,798,000</u>	<u>\$ 2,969,611</u>	<u>\$ 171,611</u>
EXPENDITURES			
Support Services			
Transportation			
Salaries	\$ 78,500	\$ 77,936	\$ 564
Employee Benefits	8,550	7,696	854
Purchased Services	671,700	719,886	(48,186)
Supplies and Materials	15,000	1,808	13,192
Other Objects	500	414	86
Total Support Services - Transportation	<u>\$ 774,250</u>	<u>\$ 807,740</u>	<u>\$ (33,490)</u>
Total Support Services	<u>\$ 774,250</u>	<u>\$ 807,740</u>	<u>\$ (33,490)</u>
Total Expenditures	<u>\$ 774,250</u>	<u>\$ 807,740</u>	<u>\$ (33,490)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 2,023,750	\$ 2,161,871	\$ 138,121
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	<u>(2,145,000)</u>	<u>(2,145,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ (121,250)	\$ 16,871	<u>\$ 138,121</u>
FUND BALANCE - JULY 1, 2016	<u>510,966</u>	<u>548,976</u>	
FUND BALANCE - JUNE 30, 2017	<u>\$ 389,716</u>	<u>\$ 565,847</u>	

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SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts Original and Final	Actual Amounts	Variance from Final Budget
REVENUES			
Property Taxes	\$ 823,600	\$ 401,304	\$ (422,296)
FICA/Medicare Only Purposes Levies	-	401,304	401,304
Payments in Lieu of Taxes	50,000	50,000	-
Earnings on Investments	18,000	5,597	(12,403)
Total Revenues	<u>\$ 891,600</u>	<u>\$ 858,205</u>	<u>\$ (33,395)</u>
EXPENDITURES			
Instruction			
Regular Programs			
Employee Benefits	\$ 81,500	\$ 77,127	\$ 4,373
Pre-K Programs			
Employee Benefits	8,600	4,665	3,935
Special Education Programs			
Employee Benefits	60,000	47,460	12,540
Special Education Programs - Pre-K			
Employee Benefits	6,300	3,810	2,490
Remedial and Supplemental Programs - K-12			
Employee Benefits	18,000	9,696	8,304
Interscholastic Programs			
Employee Benefits	2,850	665	2,185
Summer School Programs			
Employee Benefits	1,550	527	1,023
Gifted Programs			
Employee Benefits	2,000	1,710	290
Bilingual Programs			
Employee Benefits	18,900	9,644	9,256
Total Instruction	<u>\$ 199,700</u>	<u>\$ 155,304</u>	<u>\$ 44,396</u>
Support Services			
Pupils			
Attendance and Social Work Services			
Employee Benefits	\$ 4,900	\$ 3,719	\$ 1,181
Guidance Services			
Employee Benefits	3,200	2,432	768
Health Services			
Employee Benefits	21,200	17,423	3,777
Psychological Services			
Employee Benefits	2,300	2,075	225
Speech Pathology and Audiology Services			
Employee Benefits	3,600	2,402	1,198
Other Support Services - Pupils			
Employee Benefits	8,000	7,071	929
Total Supports Services - Pupils	<u>\$ 43,200</u>	<u>\$ 35,122</u>	<u>\$ 8,078</u>

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SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts	Variance from Final Budget
EXPENDITURES DISBURSED (Continued)			
Support Services (Continued)			
Instructional Staff			
Improvement of Instruction Services			
Employee Benefits	\$ 3,600	\$ 2,284	\$ 1,316
Educational Media Services			
Employee Benefits	22,700	14,859	7,841
Assessment and Testing			
Employee Benefits	300	314	(14)
Total Support Services - Instructional Staff	<u>\$ 26,600</u>	<u>\$ 17,457</u>	<u>\$ 9,143</u>
General Administration			
Executive Administration Services			
Employee Benefits	\$ 21,500	\$ 19,234	\$ 2,266
Total Support Services - General Administration	<u>\$ 21,500</u>	<u>\$ 19,234</u>	<u>\$ 2,266</u>
School Administration			
Office of the Principal Services			
Employee Benefits	\$ 78,000	\$ 66,004	\$ 11,996
Total Support Services - School Administration	<u>\$ 78,000</u>	<u>\$ 66,004</u>	<u>\$ 11,996</u>
Business			
Direction of Business Support Services			
Employee Benefits	\$ 2,000	\$ 1,657	\$ 343
Fiscal Services			
Employee Benefits	39,500	45,955	(6,455)
Total Support Services - Business	<u>\$ 41,500</u>	<u>\$ 47,612</u>	<u>\$ (6,112)</u>
Operations and Maintenance			
Employee Benefits	\$ 64,000	\$ 62,108	\$ 1,892
Total Support Services - Operations and Maintenance	<u>\$ 64,000</u>	<u>\$ 62,108</u>	<u>\$ 1,892</u>
Transportation			
Employee Benefits	\$ 13,200	\$ 12,725	\$ 475
Total Support Services - Transportation	<u>\$ 13,200</u>	<u>\$ 12,725</u>	<u>\$ 475</u>
Central			
Data Processing Services			
Employee Benefits	\$ 68,000	\$ 48,748	\$ 19,252
Total Support Services - Central	<u>\$ 68,000</u>	<u>\$ 48,748</u>	<u>\$ 19,252</u>
Total Support Services	<u>\$ 356,000</u>	<u>\$ 309,010</u>	<u>\$ 46,990</u>
Community Services			
Employee Benefits	\$ -	\$ 332	\$ (332)
Total Community Services	<u>\$ -</u>	<u>\$ 332</u>	<u>\$ (332)</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND  
YEAR ENDED JUNE 30, 2017

	<u>Budgeted Amounts Original and Final</u>	<u>Actual Amounts</u>	<u>Variance from Final Budget</u>
EXPENDITURES (Continued)			
Provision for Contingencies	\$ 10,000	\$ -	\$ 10,000
Total Expenditures	<u>\$ 565,700</u>	<u>\$ 464,646</u>	<u>\$ 101,054</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 325,900	\$ 393,559	\$ 67,659
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ 325,900	\$ 393,559	<u><u>\$ 67,659</u></u>
FUND BALANCE - JULY 1, 2016	<u>906,636</u>	<u>911,568</u>	
FUND BALANCE - JUNE 30, 2017	<u><u>\$ 1,232,536</u></u>	<u><u>\$ 1,305,127</u></u>	

See Accompanying Independent Auditor's Report



SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - TORT IMMUNITY AND JUDGMENT FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts Original and Final	Actual Amounts	Variance from Final Budget
REVENUES			
Property Taxes	\$ 198,000	\$ 178,050	\$ (19,950)
Earnings on Investments	10,000	5,594	(4,406)
Total Revenues	<u>\$ 208,000</u>	<u>\$ 183,644</u>	<u>\$ (24,356)</u>
EXPENDITURES			
Support Services			
General Administration			
Unemployment Insurance Payments			
Purchased Services	\$ 16,000	\$ 8,144	\$ 7,856
	<u>\$ 16,000</u>	<u>\$ 8,144</u>	<u>\$ 7,856</u>
Insurance Payments			
Purchased Services	\$ 45,000	\$ 44,066	\$ 934
	<u>\$ 45,000</u>	<u>\$ 44,066</u>	<u>\$ 934</u>
Risk Management and Claims Services Payments			
Purchased Services	\$ 61,000	\$ 37,519	\$ 23,481
Non-Capitalized Equipment	5,000	854	4,146
	<u>\$ 66,000</u>	<u>\$ 38,373</u>	<u>\$ 27,627</u>
Property Insurance			
Purchased Services	\$ 46,000	\$ 44,075	\$ 1,925
	<u>\$ 46,000</u>	<u>\$ 44,075</u>	<u>\$ 1,925</u>
Total Support Services - General Administration	<u>\$ 173,000</u>	<u>\$ 134,658</u>	<u>\$ 38,342</u>
Total Support Services	<u>\$ 173,000</u>	<u>\$ 134,658</u>	<u>\$ 38,342</u>
Capital Outlay			
General Administration	\$ 25,000	\$ 8,271	\$ 16,729
Total Capital Outlay	<u>\$ 25,000</u>	<u>\$ 8,271</u>	<u>\$ 16,729</u>
Total Expenditures	<u>\$ 198,000</u>	<u>\$ 142,929</u>	<u>\$ 55,071</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 10,000	\$ 40,715	\$ 30,715
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ 10,000	\$ 40,715	<u>\$ 30,715</u>
FUND BALANCE - JULY 1, 2016	<u>1,112,827</u>	<u>1,111,516</u>	
FUND BALANCE - JUNE 30, 2017	<u>\$ 1,122,827</u>	<u>\$ 1,152,231</u>	

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SKOKIE SCHOOL DISTRICT 73-1/2

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

JUNE 30, 2017

**NOTE 1 - BUDGETARY PROCESS**

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budget was passed on September 13, 2016 and was not amended during the year. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

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

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

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

**NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET**

For the year ended June 30, 2017, the following funds presented as Required Supplementary Information had expenditures that exceeded the budget.

Fund	Budget	Actual	Excess of Actual Over Budget
General	\$ 20,331,987	\$ 21,927,179	\$ 1,595,192
Transportation	774,250	807,740	33,490

The General Fund expenditures exceeded budget due to higher than expected On-Behalf Payments. The Transportation Fund expenditures exceeded budget due to higher than expected purchased services expense.

## SUPPLEMENTARY INFORMATION

SKOKIE SCHOOL DISTRICT 73-1/2  
COMBINING BALANCE SHEET  
GENERAL FUND  
JUNE 30, 2017

	Educational Fund	Working Cash Fund	Total General Fund
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 15,714,785	\$ 6,251,713	\$ 21,966,498
Property Taxes Receivable, net of allowance of \$0	4,995,472	62,975	5,058,447
Due from Other Governments, net of allowance of \$0	316,432	-	316,432
	<u>21,026,689</u>	<u>6,314,688</u>	<u>27,341,377</u>
<b>Total Assets</b>	<u>\$ 21,026,689</u>	<u>\$ 6,314,688</u>	<u>\$ 27,341,377</u>
<b>LIABILITIES</b>			
Accounts Payable and Accrued Expenses	\$ 157,588	\$ -	\$ 157,588
Unearned Registration Fees	15,493	-	15,493
<b>Total Liabilities</b>	<u>\$ 173,081</u>	<u>\$ -</u>	<u>\$ 173,081</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes - Subsequent Year	\$ 4,915,473	\$ 62,975	\$ 4,978,448
<b>Total Deferred Inflows of Resources</b>	<u>\$ 4,915,473</u>	<u>\$ 62,975</u>	<u>\$ 4,978,448</u>
<b>FUND BALANCES</b>			
Unassigned	\$ 15,938,135	\$ 6,251,713	\$ 22,189,848
<b>Total Fund Balances</b>	<u>\$ 15,938,135</u>	<u>\$ 6,251,713</u>	<u>\$ 22,189,848</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 21,026,689</u>	<u>\$ 6,314,688</u>	<u>\$ 27,341,377</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
GENERAL FUND  
YEAR ENDED JUNE 30, 2017

	Educational Fund	Working Cash Fund	Total General Fund
REVENUES			
Property Taxes	\$ 9,818,556	\$ 125,834	\$ 9,944,390
Payments in Lieu of Taxes	396,294	-	396,294
Tuition	199,006	-	199,006
Earnings on Investments	122,890	264,004	386,894
Food Service	225,774	-	225,774
District/School Activity Income	92,932	-	92,932
Textbooks	140,781	-	140,781
Other Local Sources	36,421	-	36,421
State Aid	1,346,498	-	1,346,498
Federal Aid	586,324	-	586,324
On-Behalf Payments	6,575,124	-	6,575,124
	<u>\$ 19,540,600</u>	<u>\$ 389,838</u>	<u>\$ 19,930,438</u>
EXPENDITURES			
Current			
Instruction			
Regular Programs	\$ 5,710,578	\$ -	\$ 5,710,578
Special Education Programs	3,245,010	-	3,245,010
Other Instructional Programs	1,088,874	-	1,088,874
Support Services			
Pupils	1,059,935	-	1,059,935
Instructional Staff	728,705	-	728,705
General Administration	583,566	-	583,566
School Administration	1,299,323	-	1,299,323
Business	740,975	-	740,975
Food Services	312,772	-	312,772
Central	472,631	-	472,631
Community Services	62,003	-	62,003
Capital Outlay	47,683	-	47,683
On-Behalf Payments	6,575,124	-	6,575,124
	<u>\$ 21,927,179</u>	<u>\$ -</u>	<u>\$ 21,927,179</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (2,386,579)</u>	<u>\$ 389,838</u>	<u>\$ (1,996,741)</u>
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ 2,145,000	\$ -	\$ 2,145,000
Abatement of Working Cash Fund	-	(9,510,000)	(9,510,000)
	<u>\$ 2,145,000</u>	<u>\$ (9,510,000)</u>	<u>\$ (7,365,000)</u>
NET CHANGE IN FUND BALANCES	\$ (241,579)	\$ (9,120,162)	\$ (9,361,741)
FUND BALANCES - JULY 1, 2016	<u>16,179,714</u>	<u>15,371,875</u>	<u>31,551,589</u>
FUND BALANCES - JUNE 30, 2017	<u>\$ 15,938,135</u>	<u>\$ 6,251,713</u>	<u>\$ 22,189,848</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
REVENUES			
Property Taxes	\$ 9,966,000	\$ 9,818,556	\$ (147,444)
Payments in Lieu of Taxes	400,000	396,294	(3,706)
Tuition	197,000	199,006	2,006
Earnings on Investments	320,000	122,890	(197,110)
Food Service	210,000	225,774	15,774
District/School Activity Income	89,500	92,932	3,432
Textbooks	118,000	140,781	22,781
Other Local Sources	28,500	36,421	7,921
State Aid			
General State Aid	700,000	785,774	85,774
Special Education	407,000	426,206	19,206
Bilingual	40,000	69,804	29,804
State Free Lunch and Breakfast	1,100	1,229	129
Early Childhood - Block Grant	55,000	63,485	8,485
Other Restricted Revenue from State Sources	750	-	(750)
Federal Aid			
Food Service	150,000	155,701	5,701
Title I	180,000	278,420	98,420
Federal Special Education	-	109,333	109,333
Race to the Top Program	21,412	-	(21,412)
Emergency Immigrant Assistance	-	603	603
Title III - English Language Acquisition	-	21,412	21,412
Title II - Eisenhower Professional Development Formula	20,855	-	(20,855)
Title II - Teacher Quality	-	20,855	20,855
On-Behalf Payments	4,650,000	6,575,124	1,925,124
Total Revenues	<u>\$ 17,555,117</u>	<u>\$ 19,540,600</u>	<u>\$ 1,985,483</u>
EXPENDITURES			
Instruction			
Regular Programs			
Salaries	\$ 4,551,537	\$ 4,346,175	\$ 205,362
Employee Benefits	764,000	677,713	86,287
Purchased Services	130,440	91,843	38,597
Supplies and Materials	374,681	276,444	98,237
Other Objects	4,420	4,358	62
Non-Capitalized Equipment	85,500	196,188	(110,688)
	<u>\$ 5,910,578</u>	<u>\$ 5,592,721</u>	<u>\$ 317,857</u>
Pre-K Programs			
Salaries	\$ 86,849	\$ 85,219	\$ 1,630
Employee Benefits	35,263	31,452	3,811
Purchased Services	3,000	-	3,000
Supplies and Materials	1,200	1,186	14
	<u>\$ 126,312</u>	<u>\$ 117,857</u>	<u>\$ 8,455</u>
Special Education Programs			
Salaries	\$ 978,829	\$ 1,004,278	\$ (25,449)
Employee Benefits	192,900	207,478	(14,578)
Purchased Services	1,500	784	716
Supplies and Materials	10,400	2,813	7,587
Non-Capitalized Equipment	-	2,469	(2,469)
	<u>\$ 1,183,629</u>	<u>\$ 1,217,822</u>	<u>\$ (34,193)</u>
Special Education Programs Pre-K			
Salaries	\$ 71,680	\$ 70,982	\$ 698
Employee Benefits	31,450	27,898	3,552
Supplies and Materials	225	30	195
	<u>\$ 103,355</u>	<u>\$ 98,910</u>	<u>\$ 4,445</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Instruction (Continued)			
Remedial and Supplemental Programs K-12			
Salaries	\$ 250,061	\$ 217,592	\$ 32,469
Employee Benefits	240,567	109,083	131,484
Supplies and Materials	3,000	10,431	(7,431)
	<u>\$ 493,628</u>	<u>\$ 337,106</u>	<u>\$ 156,522</u>
Interscholastic Programs			
Salaries	\$ 42,000	\$ 36,507	\$ 5,493
Employee Benefits	750	485	265
Purchased Services	23,000	44,434	(21,434)
	<u>\$ 65,750</u>	<u>\$ 81,426</u>	<u>\$ (15,676)</u>
Summer School Programs			
Salaries	\$ 22,820	\$ 19,383	\$ 3,437
Employee Benefits	3,800	255	3,545
Supplies and Materials	1,200	235	965
	<u>\$ 27,820</u>	<u>\$ 19,873</u>	<u>\$ 7,947</u>
Gifted Programs			
Salaries	\$ 117,259	\$ 120,343	\$ (3,084)
Employee Benefits	14,802	12,770	2,032
Purchased Services	1,500	100	1,400
Supplies and Materials	2,000	918	1,082
	<u>\$ 135,561</u>	<u>\$ 134,131</u>	<u>\$ 1,430</u>
Bilingual Programs			
Salaries	\$ 468,071	\$ 449,384	\$ 18,687
Employee Benefits	63,700	60,542	3,158
Purchased Services	-	4,338	(4,338)
Supplies and Materials	4,250	2,074	2,176
	<u>\$ 536,021</u>	<u>\$ 516,338</u>	<u>\$ 19,683</u>
Total Instruction	<u>\$ 8,582,654</u>	<u>\$ 8,116,184</u>	<u>\$ 466,470</u>
Support Services			
Pupils			
Attendance and Social Work Services			
Salaries	\$ 246,395	\$ 245,918	\$ 477
Employee Benefits	32,650	31,077	1,573
Supplies and Materials	800	497	303
	<u>\$ 279,845</u>	<u>\$ 277,492</u>	<u>\$ 2,353</u>
Guidance Services			
Salaries	\$ 150,000	\$ 150,421	\$ (421)
Employee Benefits	52,900	51,414	1,486
	<u>\$ 202,900</u>	<u>\$ 201,835</u>	<u>\$ 1,065</u>
Health Services			
Salaries	\$ 105,780	\$ 102,567	\$ 3,213
Employee Benefits	17,800	19,415	(1,615)
Purchased Services	2,500	2,527	(27)
Supplies and Materials	3,100	1,494	1,606
	<u>\$ 129,180</u>	<u>\$ 126,003</u>	<u>\$ 3,177</u>
Psychological Services			
Salaries	\$ 152,000	\$ 150,738	\$ 1,262
Employee Benefits	28,100	25,528	2,572
Purchased Services	1,000	808	192
Supplies and Materials	2,000	774	1,226
	<u>\$ 183,100</u>	<u>\$ 177,848</u>	<u>\$ 5,252</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Support Services (Continued)			
Pupils (Continued)			
Speech Pathology and Audiology Services			
Salaries	\$ 173,435	\$ 173,434	\$ 1
Employee Benefits	21,720	20,917	803
Supplies and Materials	1,700	1,364	336
	<u>\$ 196,855</u>	<u>\$ 195,715</u>	<u>\$ 1,140</u>
Other Support Services - Pupils			
Salaries	\$ 86,000	\$ 80,486	\$ 5,514
Employee Benefits	-	56	(56)
Supplies and Materials	500	500	-
	<u>\$ 86,500</u>	<u>\$ 81,042</u>	<u>\$ 5,458</u>
Total Support Services - Pupils	<u>\$ 1,078,380</u>	<u>\$ 1,059,935</u>	<u>\$ 18,445</u>
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 174,000	\$ 151,423	\$ 22,577
Employee Benefits	18,160	12,920	5,240
Purchased Services	24,418	24,055	363
Supplies and Materials	12,000	1,311	10,689
	<u>\$ 228,578</u>	<u>\$ 189,709</u>	<u>\$ 38,869</u>
Educational Media Services			
Salaries	\$ 416,932	\$ 412,426	\$ 4,506
Employee Benefits	78,100	71,039	7,061
Supplies and Materials	11,086	10,039	1,047
	<u>\$ 506,118</u>	<u>\$ 493,504</u>	<u>\$ 12,614</u>
Assessment and Testing			
Salaries	\$ 21,000	\$ 20,738	\$ 262
Employee Benefits	625	307	318
Purchased Services	2,000	7,426	(5,426)
Supplies and Materials	20,000	17,021	2,979
	<u>\$ 43,625</u>	<u>\$ 45,492</u>	<u>\$ (1,867)</u>
Total Support Services - Instructional Staff	<u>\$ 778,321</u>	<u>\$ 728,705</u>	<u>\$ 49,616</u>
General Administration			
Board of Education Services			
Purchased Services	\$ 103,500	\$ 156,160	\$ (52,660)
Supplies and Materials	5,000	4,874	126
Other Objects	14,000	13,236	764
	<u>\$ 122,500</u>	<u>\$ 174,270</u>	<u>\$ (51,770)</u>
Executive Administration Services			
Salaries	\$ 321,994	\$ 322,310	\$ (316)
Employee Benefits	76,700	74,769	1,931
Purchased Services	7,000	2,935	4,065
Supplies and Materials	3,000	2,232	768
Other Objects	5,000	7,050	(2,050)
	<u>\$ 413,694</u>	<u>\$ 409,296</u>	<u>\$ 4,398</u>
Total Support Services - General Administration	<u>\$ 536,194</u>	<u>\$ 583,566</u>	<u>\$ (47,372)</u>

See Accompanying Independent Auditor's Report



SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Support Services (Continued)			
School Administration			
Office of the Principal Services			
Salaries	\$ 1,008,512	\$ 992,521	\$ 15,991
Employee Benefits	294,100	288,405	5,695
Purchased Services	25,510	15,302	10,208
Supplies and Materials	1,500	1,361	139
Other Objects	2,400	1,734	666
	<u>\$ 1,332,022</u>	<u>\$ 1,299,323</u>	<u>\$ 32,699</u>
Total Support Services - School Administration	<u>\$ 1,332,022</u>	<u>\$ 1,299,323</u>	<u>\$ 32,699</u>
Business			
Direction of Business Support Services			
Salaries	\$ 114,039	\$ 114,543	\$ (504)
Employee Benefits	11,598	12,757	(1,159)
	<u>\$ 125,637</u>	<u>\$ 127,300</u>	<u>\$ (1,663)</u>
Fiscal Services			
Salaries	\$ 331,634	\$ 326,590	\$ 5,044
Employee Benefits	69,000	60,794	8,206
Purchased Services	78,000	123,701	(45,701)
Supplies and Materials	2,900	5,470	(2,570)
Other Objects	4,200	3,658	542
Non-Capitalized Equipment	3,000	-	3,000
	<u>\$ 488,734</u>	<u>\$ 520,213</u>	<u>\$ (31,479)</u>
Internal Services			
Purchased Services	\$ 71,300	\$ 67,730	\$ 3,570
Supplies and Materials	20,000	25,732	(5,732)
	<u>\$ 91,300</u>	<u>\$ 93,462</u>	<u>\$ (2,162)</u>
Total Support Services - Business	<u>\$ 705,671</u>	<u>\$ 740,975</u>	<u>\$ (35,304)</u>
Food Services			
Purchased Services	\$ 319,000	\$ 311,932	\$ 7,068
Supplies and Materials	4,000	175	3,825
Non-Capitalized Equipment	6,000	665	5,335
Total Support Services - Food Services	<u>\$ 329,000</u>	<u>\$ 312,772</u>	<u>\$ 16,228</u>
Central			
Information Services			
Purchased Services	\$ 10,000	\$ 4,000	\$ 6,000
Supplies and Materials	1,000	-	1,000
	<u>\$ 11,000</u>	<u>\$ 4,000</u>	<u>\$ 7,000</u>
Data Processing Services			
Salaries	\$ 372,000	\$ 375,899	\$ (3,899)
Employee Benefits	108,600	83,457	25,143
Purchased Services	7,000	7,000	-
Supplies and Materials	1,400	5	1,395
Other Objects	1,000	1,000	-
Non-Capitalized Equipment	2,000	1,270	730
	<u>\$ 492,000</u>	<u>\$ 468,631</u>	<u>\$ 23,369</u>
Total Support Services - Central	<u>\$ 503,000</u>	<u>\$ 472,631</u>	<u>\$ 30,369</u>
Total Support Services	<u>\$ 5,262,588</u>	<u>\$ 5,197,907</u>	<u>\$ 64,681</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Community Services			
Salaries	\$ 5,000	\$ 9,206	\$ (4,206)
Employee Benefits	500	649	(149)
Purchased Services	65,200	49,170	16,030
Supplies and Materials	700	2,978	(2,278)
Total Community Services	<u>\$ 71,400</u>	<u>\$ 62,003</u>	<u>\$ 9,397</u>
Payments to Other Districts and Governmental Units			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Special Education Programs			
Purchased Services	\$ 362,500	\$ 366,378	\$ (3,878)
	<u>\$ 362,500</u>	<u>\$ 366,378</u>	<u>\$ (3,878)</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 362,500</u>	<u>\$ 366,378</u>	<u>\$ (3,878)</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Special Education Programs			
Other Objects	\$ 1,324,845	\$ 1,561,900	\$ (237,055)
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 1,324,845</u>	<u>\$ 1,561,900</u>	<u>\$ (237,055)</u>
Total Payments to Other Districts and Governmental Units	<u>\$ 1,687,345</u>	<u>\$ 1,928,278</u>	<u>\$ (240,933)</u>
Capital Outlay			
Instruction			
Regular Programs	\$ 77,000	\$ 39,249	\$ 37,751
Support Services			
General Administration	1,000	-	1,000
Food Services	-	8,434	(8,434)
Total Capital Outlay	<u>\$ 78,000</u>	<u>\$ 47,683</u>	<u>\$ 30,317</u>
On-Behalf Payments	<u>\$ 4,650,000</u>	<u>\$ 6,575,124</u>	<u>\$ (1,925,124)</u>
Total Expenditures	<u>\$ 20,331,987</u>	<u>\$ 21,927,179</u>	<u>\$ (1,595,192)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (2,776,870)	\$ (2,386,579)	\$ 390,291
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	<u>2,145,000</u>	<u>2,145,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ (631,870)	\$ (241,579)	<u>\$ 390,291</u>
FUND BALANCE - JULY 1, 2016	<u>16,082,121</u>	<u>16,179,714</u>	
FUND BALANCE - JUNE 30, 2017	<u>\$ 15,450,251</u>	<u>\$ 15,938,135</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - WORKING CASH FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts	Variance from Final Budget
REVENUES			
Property Taxes	\$ 123,000	\$ 125,834	\$ 2,834
Earnings on Investments	65,000	264,004	199,004
Total Revenues	<u>\$ 188,000</u>	<u>\$ 389,838</u>	<u>\$ 201,838</u>
EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 188,000	\$ 389,838	\$ 201,838
OTHER FINANCING SOURCES (USES)			
Abatement of Working Cash Fund	<u>(9,510,000)</u>	<u>(9,510,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ (9,322,000)	\$ (9,120,162)	<u><u>\$ 201,838</u></u>
FUND BALANCE - JULY 1, 2016	<u>15,390,005</u>	<u>15,371,875</u>	
FUND BALANCE - JUNE 30, 2017	<u><u>\$ 6,068,005</u></u>	<u><u>\$ 6,251,713</u></u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
DEBT SERVICES FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts	Variance from Final Budget
REVENUES			
Property Taxes	\$ 1,409,800	\$ 1,378,965	\$ (30,835)
Earnings on Investments	25,000	21,199	(3,801)
Total Revenues	<u>\$ 1,434,800</u>	<u>\$ 1,400,164</u>	<u>\$ (34,636)</u>
EXPENDITURES			
Debt Services			
Interest			
Other Interest on Long-Term Debt			
Other Objects	\$ 132,975	\$ 471,082	\$ (338,107)
Total Debt Services - Interest	<u>\$ 132,975</u>	<u>\$ 471,082</u>	<u>\$ (338,107)</u>
Debt Services - Payment of Principal on Long-Term Debt			
Other Objects	\$ 1,179,000	\$ 1,175,000	\$ 4,000
Total Debt Services - Payment of Principal on Long-Term Debt	<u>\$ 1,179,000</u>	<u>\$ 1,175,000</u>	<u>\$ 4,000</u>
Debt Services - Other			
Other Objects	\$ -	\$ 259	\$ (259)
Total Debt Services - Other	<u>\$ -</u>	<u>\$ 259</u>	<u>\$ (259)</u>
Total Debt Services	<u>\$ 1,311,975</u>	<u>\$ 1,646,341</u>	<u>\$ (334,366)</u>
Total Expenditures	<u>\$ 1,311,975</u>	<u>\$ 1,646,341</u>	<u>\$ (334,366)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 122,825	\$ (246,177)	\$ (369,002)
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ 122,825	\$ (246,177)	<u>\$ (369,002)</u>
FUND BALANCE - JULY 1, 2016	<u>2,073,183</u>	<u>2,070,741</u>	
FUND BALANCE - JUNE 30, 2017	<u>\$ 2,196,008</u>	<u>\$ 1,824,564</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts <u>                    </u>	Variance from Final Budget <u>                    </u>
REVENUES			
Earnings on Investments	\$ 100	\$ (35,198)	\$ (35,298)
Other Local Sources	-	1,269,298	1,269,298
Total Revenues	<u>\$ 100</u>	<u>\$ 1,234,100</u>	<u>\$ 1,234,000</u>
EXPENDITURES			
Support Services			
Facilities Acquisition and Construction			
Purchased Services	\$ 1,600,000	\$ 1,190,597	\$ 409,403
Supplies and Materials	96,389	825	95,564
Total Support Services - Facilities Acquisition and Construction	<u>\$ 1,696,389</u>	<u>\$ 1,191,422</u>	<u>\$ 504,967</u>
Total Support Services	<u>\$ 1,696,389</u>	<u>\$ 1,191,422</u>	<u>\$ 504,967</u>
Capital Outlay			
Support Services			
Facilities Acquisition and Construction	\$ 7,810,000	\$ 6,174,078	\$ 1,635,922
Total Capital Outlay	<u>\$ 7,810,000</u>	<u>\$ 6,174,078</u>	<u>\$ 1,635,922</u>
Total Expenditures	<u>\$ 9,506,389</u>	<u>\$ 7,365,500</u>	<u>\$ 2,140,889</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (9,506,289)	\$ (6,131,400)	\$ 3,374,889
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	<u>9,510,000</u>	<u>9,510,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ 3,711	\$ 3,378,600	<u>\$ 3,374,889</u>
FUND BALANCE - JULY 1, 2016	<u>-</u>	<u>(131,414)</u>	
FUND BALANCE - JUNE 30, 2017	<u>\$ 3,711</u>	<u>\$ 3,247,186</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND - FIRE PREVENTION AND LIFE SAFETY FUND  
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts	Variance from Final Budget
REVENUES			
Other Tax Levies	\$ 182,000	\$ 85,382	\$ (96,618)
Earnings on Investments	2,000	1,610	(390)
Total Revenues	<u>\$ 184,000</u>	<u>\$ 86,992</u>	<u>\$ (97,008)</u>
EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 184,000	\$ 86,992	\$ (97,008)
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ 184,000	\$ 86,992	<u><u>\$ (97,008)</u></u>
FUND BALANCE - JULY 1, 2016	<u>214,037</u>	<u>213,785</u>	
FUND BALANCE - JUNE 30, 2017	<u><u>\$ 398,037</u></u>	<u><u>\$ 300,777</u></u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT NO. 73-1/2  
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUND - ACTIVITY FUNDS  
FOR YEAR ENDED JUNE 30, 2017

	BALANCE JULY 1, 2016	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2017
<b>A S S E T S</b>				
Cash and Cash Equivalents	<u>\$ 91,066</u>	<u>\$ 220,470</u>	<u>\$ 218,300</u>	<u>\$ 93,236</u>
<b>L I A B I L I T I E S</b>				
Due to Student Groups				
Interest	\$ 2,193	\$ -	\$ -	\$ 2,193
Oliver McCracken Middle School	20,241	72,446	71,102	21,585
Elizabeth Meyer School	4,697	5,925	5,576	5,046
John Middleton Elementary School	33,741	60,579	58,921	35,399
	<u>\$ 60,872</u>	<u>\$ 138,950</u>	<u>\$ 135,599</u>	<u>\$ 64,223</u>
Flex Spending Account	30,194	81,520	82,701	29,013
	<u>\$ 91,066</u>	<u>\$ 220,470</u>	<u>\$ 218,300</u>	<u>\$ 93,236</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT NO. 73-1/2  
COMPUTATION OF OPERATING EXPENSE PER PUPIL  
AND PER CAPITA TUITION CHARGE  
FOR YEAR ENDED JUNE 30, 2017

<b>OPERATING EXPENSE PER PUPIL</b>			
<b>EXPENDITURES:</b>			
ED	Total Expenditures	\$	15,352,055
O&M	Total Expenditures		1,666,311
DS	Total Expenditures		1,646,341
TR	Total Expenditures		807,740
MR/SS	Total Expenditures		464,646
TORT	Total Expenditures		142,929
<b>Total Expenditures</b>		<b>\$</b>	<b>20,080,022</b>

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

ED	Pre-K Programs	\$	117,857
ED	Special Education Programs Pre-K		98,910
ED	Summer School Programs		19,873
ED	Community Services		62,003
ED	Total Payments to Other District & Govt Units		1,928,278
ED	Capital Outlay		47,681
ED	Non-Capitalized Equipment		200,592
O&M	Capital Outlay		530,225
O&M	Non-Capitalized Equipment		7,648
DS	Debt Service - Payments of Principal on Long-Term Debt		1,175,000
MR/SS	Pre-K Programs		4,665
MR/SS	Special Education Programs - Pre-K		3,810
MR/SS	Summer School Programs		527
MR/SS	Community Services		332
<b>Total Deductions</b>		<b>\$</b>	<b>4,197,401</b>
<b>Total Operating Expenses (Regular K-12)</b>			<b>15,882,621</b>
<b>9 Mo ADA (See the General State Aid Claim for 2013-2014 (ISBE 54-33, L12)</b>			<b>986.07</b>
<b>Estimated OEPP *</b>		<b>\$</b>	<b>16,106.99</b>

**PER CAPITA TUITION CHARGE**

<b>LESS OFFSETTING RECEIPTS/REVENUES:</b>			
TR	Regular -Transp Fees from Pupils or Parents (In State)	\$	57,759
ED	Total Food Service		225,774
ED-O&M	Total District/School Activity Income		92,932
ED	Rentals - Regular Textbooks		123,809
ED-O&M	Rentals		78,576
ED-O&M-TR	Services Provided Other Districts		22,151
ED-O&M-TR	Total Special Education		426,207
ED-MR/SS	Total Bilingual Ed		69,804
ED	State Free Lunch & Breakfast		1,229
ED-O&M-TR-MR/SS	Total Transportation		346,387
O&M	School Infrastructure - Maintenance Projects		1,120
ED-MR/SS	Total Food Service		155,701
ED-O&M-TR-MR/SS	Total Title I		278,420
ED-O&M-TR-MR/SS	Fed - Spec Education - IDEA - Room & Board		109,333
ED-TR-MR/SS	Title III - Immigrant Education Program (IEP)		603
ED-TR-MR/SS	Title III - Language Inst Program - Limited Eng (LIPLEP)		21,412
ED-O&M-TR-MR/SS	Title II - Teacher Quality		20,855
<b>Total Allowance for PCTC Computation</b>		<b>\$</b>	<b>2,032,072</b>
<b>Net Operating Expense for PCTC Computation</b>			<b>13,850,549</b>
<b>Total Depreciation Allowance (from page 27, Col I)</b>			<b>979,167</b>
<b>Total Allowance for PCTC Computation</b>			<b>14,829,716</b>
<b>9 Mo ADA</b>			<b>986.07</b>
<b>Total Estimated PCTC *</b>		<b>\$</b>	<b>15,039.21</b>

Unaudited



## STATISTICAL SECTION

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

Contents	Page
Financial Trends	69
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity	73
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
Debt Capacity	77
These schedules present information to help the reader assess the affordability of the District's current level of outstanding debt and the District's ability to issue additional debt in the future.	
Demographic and Economic Information	82
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
Operating Information	84
These schedules contain information about the District's service and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS

	2017	2016	2015	2014	2013	2012	2011 **	2010	2009 *	2008
Expenses										
Instruction										
Regular Programs	\$ 6,633,812	\$ 6,768,142	\$ 6,894,394	\$ 6,230,658	\$ 6,117,483	\$ 6,265,966	\$ 5,603,534	\$ 5,174,182	\$ 4,993,618	\$ 4,804,890
Special Education Programs	3,378,523	2,889,828	1,417,899	1,333,101	1,194,893	1,183,982	2,416,369	2,375,838	2,382,426	2,161,981
Other Instructional Programs	1,133,028	1,046,975	1,042,886	936,748	818,130	820,684	810,421	822,938	388,616	320,354
State Retirement Contributions	6,575,124	4,407,039	3,765,813	2,672,987	2,071,245	1,818,793	1,639,702	1,582,893	1,132,973	772,075
Supporting Services										
Pupils	1,111,028	1,024,022	1,044,849	963,203	791,217	764,133	885,768	835,080	839,981	759,808
Instructional Staff	749,100	762,608	699,224	497,319	508,686	350,418	324,688	353,029	332,687	279,703
General Administration	746,692	630,437	611,383	588,308	565,102	575,648	551,431	527,995	525,927	491,789
School Administration	1,383,072	1,318,966	1,338,941	1,320,968	1,244,795	1,113,620	1,052,619	1,043,845	944,236	893,643
Business	816,140	666,186	649,793	584,196	549,696	523,995	541,951	471,671	(343,028)	1,461,961
Transportation	822,864	768,884	657,717	649,918	513,235	552,633	500,277	558,109	520,576	345,555
Operations and Maintenance	2,396,562	1,388,646	1,326,708	1,293,313	1,199,781	1,064,975	1,328,704	1,225,615	1,304,789	992,434
Food Services	312,772	298,876	317,906	313,023	293,870	380,776	381,951	379,606	351,909	366,156
Central	530,218	503,054	557,997	473,083	466,397	407,959	382,562	392,714	320,040	309,197
Other Support Services	62	466,540	-	-	-	-	-	-	-	-
Community Services	62,332	64,517	43,541	37,532	39,960	38,429	40,193	27,518	28,957	22,074
Nonprogrammed Charges	-	-	1,103,776	967,507	996,638	1,100,680	-	-	-	-
Interest and Fees	403,583	243,707	213,751	251,254	293,224	336,792	376,144	406,725	490,920	554,473
Total Governmental Activities Expenses	<u>\$ 27,054,912</u>	<u>\$ 23,248,427</u>	<u>\$ 21,686,578</u>	<u>\$ 19,113,118</u>	<u>\$ 17,664,352</u>	<u>\$ 17,299,483</u>	<u>\$ 16,836,314</u>	<u>\$ 16,177,758</u>	<u>\$ 14,214,627</u>	<u>\$ 14,536,093</u>
Program Revenues										
Charges for Services										
Instruction										
Regular Programs	\$ 391,592	\$ 275,778	\$ 264,463	\$ 283,585	\$ 233,145	\$ 245,417	\$ 329,292	\$ 347,709	\$ 372,724	\$ 382,111
Special Programs	-	-	86,164	24,624	88,779	34,500	46,000	-	-	-
Other Instructional Programs	63,276	140,634	148,412	117,917	92,597	117,939	31,142	25,239	27,234	35,819
Support Services										
Business	-	-	-	-	-	-	16,904	27,198	14,207	18,061
Food Services	225,774	211,190	183,222	193,563	198,150	232,269	254,698	254,176	258,529	271,747
Transportation	57,759	50,181	49,216	44,500	66,352	82,517	76,786	81,439	73,402	65,600
Operations and Maintenance	78,576	58,760	94,281	97,286	66,500	28,785	26,697	42,080	26,450	43,252
Operating and Capital Grants and Contributions	9,349,734	5,609,514	5,062,649	3,896,327	3,510,820	2,809,369	3,005,141	2,679,512	2,152,287	1,785,813
Total Program Revenues	<u>\$ 10,166,711</u>	<u>\$ 6,346,057</u>	<u>\$ 5,888,407</u>	<u>\$ 4,657,802</u>	<u>\$ 4,256,343</u>	<u>\$ 3,550,796</u>	<u>\$ 3,786,660</u>	<u>\$ 3,457,353</u>	<u>\$ 2,924,833</u>	<u>\$ 2,602,403</u>
Net (Expense) Revenue	<u>\$ (16,888,201)</u>	<u>\$ (16,902,370)</u>	<u>\$ (15,798,171)</u>	<u>\$ (14,455,316)</u>	<u>\$ (13,408,009)</u>	<u>\$ (13,748,687)</u>	<u>\$ (13,049,654)</u>	<u>\$ (12,720,405)</u>	<u>\$ (11,289,794)</u>	<u>\$ (11,933,690)</u>

(continued)

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS

	2017	2016	2015	2014	2013	2012	2011 **	2010	2009 *	2008
General Revenues										
Governmental Activities										
Taxes										
Real Estate Taxes, Levied for General Purposes	\$ 15,027,197	\$ 14,596,418	\$ 14,269,686	\$ 14,100,412	\$ 13,807,991	\$ 13,152,542	\$ 13,046,523	\$ 13,515,363	\$ 12,604,622	\$ 11,579,209
Real Estate Taxes, Levied for Debt Service	1,378,965	1,363,455	1,359,071	1,365,701	1,371,625	1,337,485	1,321,227	1,343,876	1,389,974	1,329,319
Personal Property Replacement Taxes	506,294	458,409	500,730	465,787	460,445	450,644	489,866	377,745	466,933	533,777
State Aid-Formula Grants	785,774	732,648	687,713	685,840	580,922	639,795	528,838	607,867	473,937	453,785
Investment Earnings	435,283	976,676	883,685	148,912	98,309	377,547	421,687	484,237	844,596	909,696
Miscellaneous	-	45,730	11,830	7,578	38,235	-	41,543	44,923	16,018	6,365
Gain/(Loss) on Sale of Capital Assets	-	-	(12,330)	-	-	(12,351)	-	-	-	-
Total General Revenues	<u>\$ 18,133,513</u>	<u>\$ 18,173,336</u>	<u>\$ 17,700,385</u>	<u>\$ 16,774,230</u>	<u>\$ 16,357,527</u>	<u>\$ 15,945,662</u>	<u>\$ 15,849,684</u>	<u>\$ 16,374,011</u>	<u>\$ 15,796,080</u>	<u>\$ 14,812,151</u>
Change in Net Position	<u>\$ 1,245,312</u>	<u>\$ 1,270,966</u>	<u>\$ 1,902,214</u>	<u>\$ 2,318,914</u>	<u>\$ 2,949,518</u>	<u>\$ 2,196,975</u>	<u>\$ 2,800,030</u>	<u>\$ 3,653,606</u>	<u>\$ 4,506,286</u>	<u>\$ 2,878,461</u>
Net Position by Component										
Governmental Activities										
Net Investment in Capital Assets	\$ 4,950,812	\$ -	\$ 8,176,041	\$ 6,972,587	\$ 5,102,754	\$ 4,343,891	\$ 3,744,081	\$ 3,897,156	\$ 6,405,756	\$ 4,882,565
Restricted	4,590,874	3,944,508	4,417,265	4,900,897	7,342,059	6,847,237	3,582,374	3,469,498	2,894,501	2,643,187
Unrestricted	<u>27,489,588</u>	<u>31,841,454</u>	<u>21,921,690</u>	<u>22,141,568</u>	<u>19,251,325</u>	<u>17,555,492</u>	<u>19,236,795</u>	<u>16,396,566</u>	<u>13,634,474</u>	<u>10,902,693</u>
Total Governmental Activities Net Position	<u>\$ 37,031,274</u>	<u>\$ 35,785,962</u>	<u>\$ 34,514,996</u>	<u>\$ 34,015,052</u>	<u>\$ 31,696,138</u>	<u>\$ 28,746,620</u>	<u>\$ 26,563,250</u>	<u>\$ 23,763,220</u>	<u>\$ 22,934,731</u>	<u>\$ 18,428,445</u>

Source: Audited financial statements

\* - Net Investment in Capital Assets was restated with a reduction of \$2,825,117.

\*\* - Restricted and Unrestricted Net Position were restated with a reduction of \$13,605

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<b>REVENUES</b>										
Local Sources	\$ 19,444,771	\$ 18,177,231	\$ 17,850,758	\$ 16,849,865	\$ 16,523,313	\$ 16,158,368	\$ 16,101,668	\$ 16,546,265	\$ 16,096,609	\$ 15,169,635
State Sources	1,694,005	1,544,253	1,587,005	1,533,749	1,657,857	1,185,786	1,317,407	1,182,392	1,099,337	1,190,488
Federal Sources	586,324	390,870	397,545	375,432	362,641	358,762	578,767	522,094	393,914	277,035
On-Behalf Retirement Contributions	6,575,124	4,407,039	3,765,813	2,672,987	2,071,245	1,818,793	1,639,702	1,582,893	1,132,973	772,075
Total	<u>\$ 28,300,224</u>	<u>\$ 24,519,393</u>	<u>\$ 23,601,121</u>	<u>\$ 21,432,033</u>	<u>\$ 20,615,056</u>	<u>\$ 19,521,709</u>	<u>\$ 19,637,544</u>	<u>\$ 19,833,644</u>	<u>\$ 18,722,833</u>	<u>\$ 17,409,233</u>
<b>EXPENDITURES</b>										
Instruction	\$ 10,199,766	\$ 9,878,554	\$ 8,416,664	\$ 7,747,036	\$ 7,403,860	\$ 7,568,840	\$ 6,939,811	\$ 6,618,435	\$ 6,427,211	\$ 6,078,657
Support Services	8,776,823	7,996,738	6,994,673	6,659,741	6,111,972	5,694,464	5,831,827	5,673,402	5,658,726	5,884,984
Community Services	62,335	64,517	43,541	37,532	39,960	38,429	40,193	27,518	28,957	22,074
Nonprogrammed Charges	-	-	1,103,776	967,507	996,638	1,100,680	1,073,806	1,187,047	1,005,088	818,358
Debt Service										
Principal	1,175,000	11,450,000	1,085,000	1,125,000	1,085,000	1,070,000	970,000	825,000	880,000	940,000
Interest and Fees	471,341	207,363	227,969	265,663	307,710	349,528	391,395	423,946	469,683	555,300
Capital Outlay	6,760,257	639,536	956,846	1,509,835	412,153	253,407	887,505	552,728	3,106,204	3,845,074
On-Behalf Retirement Contributions	6,575,124	4,407,039	3,765,813	2,672,987	2,071,245	1,818,793	1,639,702	1,582,893	1,132,973	772,075
Total	<u>\$ 34,020,646</u>	<u>\$ 34,643,747</u>	<u>\$ 22,594,282</u>	<u>\$ 20,985,301</u>	<u>\$ 18,428,538</u>	<u>\$ 17,894,141</u>	<u>\$ 17,774,239</u>	<u>\$ 16,890,969</u>	<u>\$ 18,708,842</u>	<u>\$ 18,916,522</u>
Excess or (Deficiency) of Revenues over Expenditures	<u>\$ (5,720,422)</u>	<u>\$ (10,124,354)</u>	<u>\$ 1,006,839</u>	<u>\$ 446,732</u>	<u>\$ 2,186,518</u>	<u>\$ 1,627,568</u>	<u>\$ 1,863,305</u>	<u>\$ 2,942,675</u>	<u>\$ 13,991</u>	<u>\$ (1,507,289)</u>
<b>Other Financing Sources (Uses)</b>										
Issuance of Bonds	\$ -	\$ 20,430,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,194,785	\$ -
Premium on Issuance of Bonds	-	1,155,469	-	-	-	-	-	-	-	-
Payments to Refunding Bond Escrow Agent	-	(185,169)	-	-	-	-	-	-	(3,190,000)	-
Proceeds from Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Other Uses	-	(25,000)	-	-	-	-	-	-	-	-
State Technology Loan	-	-	-	-	-	-	-	-	-	-
Transfers In	11,655,000	2,920,000	1,985,575	1,717,500	174,000	400,162	-	413,875	2,690,228	5,800,000
Transfers Out	(11,655,000)	(2,920,000)	(1,985,575)	(1,717,500)	(174,000)	(400,162)	(770,000)	(413,875)	(2,690,228)	(5,800,000)
Total	<u>\$ -</u>	<u>\$ 21,375,300</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (770,000)</u>	<u>\$ -</u>	<u>\$ 4,785</u>	<u>\$ -</u>
Net Change in Fund Balance	<u>\$ (5,720,422)</u>	<u>\$ 11,250,946</u>	<u>\$ 1,006,839</u>	<u>\$ 446,732</u>	<u>\$ 2,186,518</u>	<u>\$ 1,627,568</u>	<u>\$ 1,093,305</u>	<u>\$ 2,942,675</u>	<u>\$ 18,776</u>	<u>\$ (1,507,289)</u>
Debt Service as a Percentage of Noncapital Expenditures	6.0%	34.3%	6.1%	7.1%	7.7%	8.0%	8.1%	7.6%	8.7%	9.9%

Source: Audited Financial Statements

SKOKIE SCHOOL DISTRICT 73-1/2  
FUND BALANCES - GOVERNEMENTAL FUNDS  
LAST TEN FISCAL YEARS

	2017	2016	2015	2014	2013	2012	2011*	2010*	2009	2008
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 37,129	\$ 101,501	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-	-	-	-	415,843
Unassigned	22,189,848	31,551,589	20,259,883	19,653,549	18,483,734	16,879,657	15,683,478	14,527,350	8,213,269	7,164,231
Total General Fund	<u>\$ 22,189,848</u>	<u>\$ 31,551,589</u>	<u>\$ 20,259,883</u>	<u>\$ 19,653,549</u>	<u>\$ 18,520,863</u>	<u>\$ 16,981,158</u>	<u>\$ 15,683,478</u>	<u>\$ 14,527,350</u>	<u>\$ 8,213,269</u>	<u>\$ 7,580,074</u>
All Other Governmental Funds										
Restricted	\$ 4,810,088	\$ 3,944,508	\$ 4,800,700	\$ 4,921,049	\$ 7,365,610	\$ 6,847,237	\$ 6,744,783	\$ 6,459,193	\$ -	\$ -
Committed	90,529	706,300	2,100,000	2,100,000	-	-	-	-	-	-
Assigned, reported in:										
Special Revenue Funds	1,523,661	1,271,780	839,956	371,591	535,001	635,416	421,587	-	8,903,713	9,681,077
Debt Services Fund	1,824,564	2,070,741	301,091	259,578	252,361	-	-	-	874,997	708,323
Capital Projects Funds	3,252,809	4,012	-	-	-	-	-	-	51,889	55,618
Unassigned										
Capital Projects Funds	-	(131,414)	(182,866)	(208,706)	(23,506)	-	-	-	-	-
Tort Fund	(57,075)	(62,670)	(14,864)	-	-	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 11,444,576</u>	<u>\$ 7,803,257</u>	<u>\$ 7,844,017</u>	<u>\$ 7,443,512</u>	<u>\$ 8,129,466</u>	<u>\$ 7,482,653</u>	<u>\$ 7,166,370</u>	<u>\$ 6,459,193</u>	<u>\$ 9,830,599</u>	<u>\$ 10,445,018</u>
Total All Governmental Funds	<u>\$ 33,634,424</u>	<u>\$ 39,354,846</u>	<u>\$ 28,103,900</u>	<u>\$ 27,097,061</u>	<u>\$ 26,650,329</u>	<u>\$ 24,463,811</u>	<u>\$ 22,849,848</u>	<u>\$ 20,986,543</u>	<u>\$ 18,043,868</u>	<u>\$ 18,025,092</u>

Source: Audited Financial Statements

\*Note: GASB 54 was implemented in fiscal year 2011, which also required the restatement of 2010. With this implementation, the Working Cash Fund was combined with the General Fund and governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

SKOKIE SCHOOL DISTRICT 73-1/2  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN LEVY YEARS

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Taxes Extended for Levy Year	\$ 16,714,742	\$ 16,548,911	\$ 16,135,607	\$ 15,915,412	\$ 15,646,991	\$ 15,233,566	\$ 15,024,186	\$ 14,637,656	\$ 14,424,745	\$ 14,033,358
Amount of Levy Collected within the Fiscal Year of the Levy	8,479,457	8,146,099	8,022,322	7,861,186	7,842,022	7,613,558	7,601,088	7,426,184	6,458,372	6,126,388
Percentage of Levy Collected within the Fiscal Year of the Levy	50.7%	49.2%	49.7%	49.4%	50.1%	50.0%	50.6%	50.7%	44.8%	43.7%
Amount of Collections in Subsequent Years	-	8,229,269	7,813,587	7,606,435	7,604,927	7,337,595	7,028,234	6,847,307	7,511,197	7,545,909
Amount of Levy Collected to Date	8,479,457	16,375,368	15,835,909	15,467,621	15,446,949	14,951,153	14,629,322	14,273,491	13,969,569	13,672,297
Percentage of Levy Collected to Date	50.7%	99.0%	98.1%	97.2%	98.7%	98.1%	97.4%	97.5%	96.8%	97.4%

Source: Cook County Clerk's Office

SKOKIE SCHOOL DISTRICT 73-1/2  
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN LEVY YEARS

Levy Year	Residential Property	Commercial Property	Industrial Property	Total Taxable Equalized Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value
2016	\$ 216,113,769	\$ 35,336,638	\$ 50,728,928	\$ 302,179,335	5.5312	\$ 906,538,005
2015	174,750,777	33,870,289	46,024,803	254,645,869	6.4987	763,937,607
2014	178,698,434	29,006,030	50,504,113	258,208,577	6.2488	774,625,731
2013	174,453,141	28,661,182	49,003,658	252,117,981	6.3128	756,353,943
2012	202,542,997	31,904,995	51,880,069	286,328,061	5.4648	858,984,183
2011	220,685,019	35,132,676	59,842,413	315,660,108	4.8259	946,980,324
2010	237,254,785	46,220,838	67,658,181	351,133,804	4.2788	1,053,401,412
2009	279,414,291	45,859,266	67,789,176	393,062,733	3.7240	1,179,188,199
2008	269,750,455	49,462,896	78,712,859	397,926,210	3.6260	1,193,778,630
2007	246,470,653	49,012,826	77,635,361	373,118,840	3.7513	1,119,356,520

Source: Cook County Clerk

Note: The county assesses property at approximately 33.3% of actual value for all types of real property. Estimated actual value is calculated by dividing assessed value by that percentage. Tax rates are per \$100 of assessed value.

N/A - information not available at time of publication

SKOKIE SCHOOL DISTRICT 73-1/2  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN LEVY YEARS

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
<b>District Direct Rates</b>										
Educational	2.9631	3.5000	3.4175	3.5000	3.5000	3.4190	3.0803	2.6243	2.5067	2.4879
Tort Immunity	0.0583	0.0727	0.2114	0.2165	0.1853	-	-	0.0286	0.0275	0.0268
Leasing Educational Facilities	0.0286	0.0340	0.0335	0.0343	0.0293	0.0265	0.0227	0.0202	0.0194	0.0238
Operations and Maintenance	0.4656	0.5500	0.5370	0.5434	0.4662	0.4895	0.4237	0.3915	0.3831	0.4297
Special Education	0.3386	0.4000	0.3906	0.4000	0.4000	0.1485	0.0914	0.0675	0.0647	0.0647
Debt Service	0.4627	0.5490	0.5401	0.5526	0.4870	0.4425	0.3973	0.3549	0.3091	0.3738
Transportation	0.8994	0.9576	0.7091	0.6504	0.1196	0.1305	0.1108	0.0982	0.1553	0.1541
Life Safety	-	0.0700	0.0976	0.1000	-	-	-	-	0.0492	0.0379
Working Cash	0.0423	0.0500	0.0488	0.0500	0.0500	0.0500	0.0500	0.0470	0.0470	0.0400
Illinois Municipal Retirement	0.1363	0.1577	0.1316	0.1328	0.1137	0.0597	0.0513	0.0459	0.0316	0.0563
Social Security	0.1363	0.1577	0.1316	0.1328	0.1137	0.0597	0.0513	0.0459	0.0316	0.0563
<b>Total Direct</b>	<b>5.5312</b>	<b>6.4987</b>	<b>6.2488</b>	<b>6.3128</b>	<b>5.4648</b>	<b>4.8259</b>	<b>4.2788</b>	<b>3.7240</b>	<b>3.6252</b>	<b>3.7513</b>
<b>Overlapping Rates</b>										
Cook County	0.5330	0.5520	0.5680	0.5600	0.5310	0.4620	0.4230	0.3940	0.4150	0.4460
Cook County Forest Preserve	0.0630	0.0690	0.0690	0.0690	0.0630	0.0580	0.0510	0.0490	0.0510	0.0530
Suburban TB Sanitarium	-	-	-	-	-	-	-	-	-	-
Consolidated Elections	-	0.0340	-	0.0310	-	0.0250	-	0.0210	-	0.0120
Niles Township	0.0460	0.0520	0.0500	0.0490	0.0420	0.0370	0.0320	0.0290	0.0270	0.0270
Niles General Assistance	0.0070	0.0080	0.0070	0.0070	0.0060	0.0050	0.0040	0.0030	0.0030	0.0030
Metro Water Reclamation District	0.4060	0.4260	0.4300	0.4170	0.3700	0.3200	0.2740	0.2610	0.2520	0.2630
North Shore Mosquito Abatement	0.0100	0.0120	0.0110	0.0070	0.0100	0.0100	0.0090	0.0080	0.0080	0.0080
Village of Skokie and Library Fund	1.1960	1.3900	1.3620	1.3900	1.1900	1.0930	0.9710	0.8870	0.8520	0.8920
Skokie Park District	0.4400	0.5070	0.4770	0.5810	0.5180	0.4760	0.4230	0.3830	0.3860	0.3750
Community High School District #219	3.4600	3.8910	3.6500	3.7070	3.2560	2.9040	2.5380	2.2670	2.1200	2.1140
Community College District #535	0.2310	0.2710	0.2580	0.2560	0.2190	0.1960	0.1600	0.1400	0.1400	0.1410
<b>Total Overlapping Rates</b>	<b>6.3920</b>	<b>7.2120</b>	<b>6.8820</b>	<b>7.0740</b>	<b>6.2050</b>	<b>5.5860</b>	<b>4.8850</b>	<b>4.4420</b>	<b>4.2540</b>	<b>4.3340</b>
<b>Total Direct and Overlapping Rate</b>	<b>11.9232</b>	<b>13.7107</b>	<b>13.1308</b>	<b>13.3868</b>	<b>11.6698</b>	<b>10.4119</b>	<b>9.1638</b>	<b>8.1660</b>	<b>7.8792</b>	<b>8.0853</b>

Source: Cook County Clerk's Office

Note: Rates are per \$100 of equalized assessed valuation.

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



SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF PRINCIPAL TAXPAYERS IN THE DISTRICT  
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2016		2007	
	Equalized Assessed Value *	Percentage of Total District Equalized Assessed Valuation	Equalized Assessed Value	Percentage of Total District Equalized Assessed Valuation
Skokie Oakton LLC	\$ 4,485,120	1.48%	N/A	N/A
CF St. Louis LLC	3,719,418	1.23%	N/A	N/A
3500 Oakton LLC	3,678,631	1.22%	N/A	N/A
Oakton Kilborn & Oakton Kostner Corp., Oakton Crawford & Howard Kostner Corp., Main Kedvale Corp., Ridgeway Keeney Corp., and 8041 Ridgeway LLC	3,627,825	1.20%	2,257,732	0.61%
IM Daas Torah Invest L	2,741,549	0.91%	4,825,592	1.29%
Public Storage IL 24524	2,434,907	0.81%	2,814,281	0.75%
Chris M Bachman	2,327,270	0.77%	N/A	N/A
Mafat Patel	2,226,268	0.74%	N/A	N/A
Porento Family Partnership	1,848,127	0.61%	2,186,916	0.59%
8111 St. Louis LLC	1,450,592	0.48%	N/A	N/A
Lowell M. Bachman	N/A	N/A	2,051,612	0.55%
Oakton Corp Center	N/A	N/A	5,353,386	1.43%
M & T Partnership	N/A	N/A	2,529,262	0.68%
General Automation Inc.	N/A	N/A	3,008,329	0.81%
Ida Crown Jewish Academy	N/A	N/A	7,715,179	2.07%
Reide	N/A	N/A	3,325,805	0.89%
	<u>\$ 28,539,707</u>	<u>9.45%</u>	<u>\$ 36,068,094</u>	<u>9.67%</u>

Source: Cook County Clerk and Assessor's Offices

\*Includes only those parcels with 2016 equalized assessed values of \$100,000 and over as recorded in the Cook County Assessor's office.

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF LEGAL DEBT MARGINS  
LAST TEN FISCAL YEARS

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Debt Limit	\$ 20,850,374	\$ 17,570,565	\$ 17,821,912	\$ 17,396,141	\$ 19,756,636	\$ 21,780,547	\$ 24,228,232	\$ 27,456,908	\$ 27,455,632	\$ 25,745,200
Total Net Debt Applicable to Limit	12,520,000	13,695,000	4,715,000	5,800,000	6,925,000	8,010,000	9,080,000	10,050,000	10,875,000	11,710,000
Legal Debt Margin	<u>\$ 8,330,374</u>	<u>\$ 3,875,565</u>	<u>\$ 13,106,912</u>	<u>\$ 11,596,141</u>	<u>\$ 12,831,636</u>	<u>\$ 13,770,547</u>	<u>\$ 15,148,232</u>	<u>\$ 17,406,908</u>	<u>\$ 16,580,632</u>	<u>\$ 14,035,200</u>
Total Net Debt Applicable to the Limit as a percentage of Debt Limit	60%	78%	26%	33%	35%	37%	37%	37%	40%	45%

Source: 2008-2017 Annual Financial Reports

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF LEGAL DEBT MARGIN CALCULATION  
FISCAL YEAR 2017

Equalized Assessed Value 2016 Tax Year	\$ 302,179,335	
Statutory Debt Limit Percentage	<u>6.9%</u>	
Statutory Debt Limit		\$ 20,850,374
Total Debt Outstanding	\$ 12,520,000	
Exempted Debt	<u>-</u>	
Net Debt Subjected to the Limit		<u>12,520,000</u>
Legal Debt Margin		<u><u>\$ 8,330,374</u></u>

Source: 2017 Annual Financial Report

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt	Certificates of Participation	ISBE Technology Loan	Total Debt	Percentage of Estimated Actual Value	Personal Income	Ratio of Outstanding Debt per Personal Income	Estimated Population	Outstanding Debt Per Capita
2017	\$ 12,520,000	\$ -	\$ -	\$ 12,520,000	1.38%	\$ 2,064,352,400	0.61%	64,270	195
2016	13,695,000	-	-	13,695,000	1.79%	2,064,159,924	0.66%	64,821	211
2015	4,715,000	-	-	4,715,000	0.61%	2,101,229,352	0.22%	65,112	72
2014	5,800,000	-	-	5,800,000	0.77%	2,142,204,768	0.27%	65,176	89
2013	6,850,000	75,000	-	6,925,000	0.81%	2,118,484,070	0.33%	65,074	106
2012	7,865,000	145,000	-	8,010,000	0.85%	2,015,973,120	0.40%	64,864	123
2011	8,870,000	210,000	-	9,080,000	0.86%	1,649,854,128	0.55%	64,784	140
2010	9,780,000	270,000	-	10,050,000	0.85%	1,697,604,753	0.59%	66,659	151
2009	10,550,000	325,000	-	10,875,000	0.91%	1,676,696,346	0.65%	65,838	165
2008	11,330,000	380,000	-	11,710,000	1.05%	1,719,011,328	0.68%	63,348	185

Source: 2008-2017 Audited Financial Statements; [www.skokie.org](http://www.skokie.org); <http://lmi.ides.state.il.us/laus/lausmenu.htm> (Illinois Dept. Employment Security); U.S. Census Bureau for population estimates

SKOKIE SCHOOL DISTRICT 73-1/2  
SCHEDULE OF NET BONDED DEBT  
LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt	Less: Amounts Available to Repay Principal	Net General Bonded Debt	Percentage of Net General Bonded Debt to Estimated Actual Valuation	Net General Bonded Debt Per Capita
2017	\$ 12,520,000	\$ 1,824,564	\$ 10,695,436	1.18%	166
2016	13,695,000	2,070,741	11,624,259	1.52%	179
2015	4,715,000	1,247,638	3,467,362	0.45%	53
2014	5,800,000	1,160,022	4,639,978	0.61%	71
2013	6,850,000	1,101,143	5,748,857	0.67%	88
2012	7,865,000	1,192,667	6,672,333	0.70%	103
2011	8,870,000	974,116	7,895,884	0.75%	122
2010	9,780,000	948,954	8,831,046	0.75%	132
2009	10,550,000	874,997	9,675,003	0.81%	147
2008	11,330,000	708,105	10,621,895	0.95%	168

Source of Information: 2008 - 2017 Annual Financial Reports

SKOKIE SCHOOL DISTRICT 73-1/2  
COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
JUNE 30, 2017

Governmental Jurisdiction	Debt Outstanding	Overlapping Percent	Net and Direct Overlapping Debt
<u>County</u>			
Cook County	\$ 3,213,141,750	0.2110%	\$ 6,779,729
Cook County Forest Preserve	159,440,240 (2)	0.2110%	336,419
<u>School Districts and Colleges</u>			
School District 219	135,963,952 (3)	7.4710%	10,157,867
Oakton Community College #535	30,895,000 (4)	1.3570%	419,245
<u>Park Districts</u>			
Skokie Park District	5,244,000 (2)	12.5550%	658,384
<u>Municipalities</u>			
Village of Skokie	41,480,000	12.3950%	5,141,446
<u>Miscellaneous</u>			
Metropolitan Water Reclamation District of Greater Chicago	2,583,922,748 (1)	0.2150%	<u>5,555,434</u>
Total Overlapping Bonded Debt			\$ 29,048,524
Skokie School District 73-1/2	12,520,000	100.00%	<u>12,520,000</u>
Total Direct and Overlapping General Obligation Bonded Debt			<u>\$ 41,568,524</u>

Sources: Offices of the Cook County Clerk, Controller and Treasurer of the  
Metropolitan Water Reclamation District of Greater Chicago

- (1) Includes IEPA Revolving Loan Fund Bonds.
- (2) Excludes principal amounts of outstanding General Obligation (Alternate Revenue Source) Bonds which are expected to be paid from sources other than general taxation.
- (3) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.
- (4) Excludes outstanding debt certificates.

Note: Percentage of debt applicable to the District is determined by taking the overlapping EAV divided by the other governments total EAV.

Note: Overlapping governments with no outstanding debt are not reflected.

SKOKIE SCHOOL DISTRICT 73-1/2  
DEMOGRAPHIC AND ECONOMIC STATISTICS\*  
LAST TEN FISCAL YEARS

Year	Population (1)	Personal Income	Per-Capita Personal Income (2)	Unemployment Rate (3)
2017	64,270	\$ 2,064,352,400	\$ 32,120	4.90%
2016	64,821	2,064,159,924	31,844	4.80%
2015	65,112	2,101,229,352	32,271	5.90%
2014	65,176	2,142,204,768	32,868	7.60%
2013	65,074	2,118,484,070	32,555	7.40%
2012	64,864	2,015,973,120	31,080	7.90%
2011	64,784	1,649,854,128	25,467	8.30%
2010	66,659	1,697,604,753	25,467	8.80%
2009	65,838	1,676,696,346	25,467	6.10%
2008	63,348	1,719,011,328	27,136	4.70%

\*Information shown is for the Village of Skokie, Illinois

Sources:

- (1) 2015 U.S. Census Bureau estimate
- (2) U.S . Census Bureau - Per Capita Income estimate for the Village of Skokie in the past 12 months (in 2014 dollars) 2010-2014
- (3) Illinois Department of Employment Security - 2015 Statistics

SKOKIE SCHOOL DISTRICT 73-1/2  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO

Employer	2017			2008		
	Employees	Rank	Percentage of Total Employment (1)	Employees	Rank	Percentage of Total Employment (2)
Federal-Mogul Corporation	1,500	1	4.8%	1,500	2	5.0%
Northshore University Healthsystem	1,760	2	5.6%			
Niles Township High School District #219	670	3	2.1%			
Skokie Park District	500 *	4	1.6%			
Nordstrom	500	5	1.6%			
Village of Skokie	500	6	1.6%			
Cook County Circuit Court	510	7	1.6%			
Forsythe Technology, Inc.	420	8	1.3%	350	9	1.0%
Generation Brands, LLC (HQ)	300	9	1.0%			
Oakton Community College (Ray Harstein Campus)	300	10	1.0%			
Rush North Shore Medical Center				2,127	1	6.0%
MPC Production Corporation				1,200	3	4.0%
Continental Electrical Construction				500	4	2.0%
U.S. Foodservice				450	5	1.0%
Evanston Northwestern Health Care				400	6	1.0%
Cole Taylor Bank				400	7	1.0%
Topco Associates LLC				350	8	1.0%
Gerber Auto Collision				350	10	1.0%
	<u>6,960</u>		<u>22.2%</u>	<u>7,627</u>		<u>23.0%</u>

\*Includes Full, Part-time, Seasonal & Temporary employees

2017 Sources:      2017 Illinois Manufacturers' Directory  
                         2017 Illinois Services Directories  
                         referenceUSA.com database  
                         Employer Financial Records

2008 Sources:      2008 Illinois Manufacturers' and Illinois Services Directories  
                         2008 Employer Financial Reports  
                         This Village employment survey excludes the Old Orchard Shopping Center.

- (1) The Illinois Department of Employment Security reports that 31,495 persons were employed in the Village of Skokie in 2016, most recent information available.  
(2) The Illinois Department of Employment Security reports that 32,778 persons were employed in the Village of Skokie in 2008.



SKOKIE SCHOOL DISTRICT 73-1/2  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
John Middleton Elementary School (1955)										
Square Feet	72,557	71,684	71,684	71,684	71,684	71,684	71,684	71,684	71,684	71,684
Enrollment	533	515	546	514	536	541	536	512	516	533
Elizabeth Meyer School (1994)										
Square Feet	42,982	20,176	20,176	20,176	20,176	20,176	20,176	20,176	20,176	20,176
Enrollment	171	177	184	176	167	160	162	178	116	213
Oliver McCracken Middle School (1959)										
Square Feet	85,290	85,290	85,290	85,290	85,290	85,290	85,290	85,290	85,290	61,960
Enrollment	391	333	345	338	334	339	379	373	367	373

Source: District Records

SKOKIE SCHOOL DISTRICT 73-1/2  
NUMBER OF EMPLOYEES BY TYPE  
LAST TEN FISCAL YEARS

	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013	2011-2012	2010-2011	2009-2010	2008-2009	2007-2008
Administration:										
Superintendent	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
District Administrators	4.00	4.00	4.00	3.00	2.00	1.00	1.00	1.00	1.00	1.00
Principals and Assistants	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
	10.00	10.00	10.00	9.00	8.00	7.00	7.00	7.00	7.00	7.00
Teachers:										
Elementary	45.90	44.50	42.00	40.50	38.50	36.70	37.50	35.40	36.50	33.00
Middle School	23.76	23.00	20.00	23.50	23.40	25.70	26.30	24.80	25.40	26.10
Instrumental Music	1.40	1.40	1.40	1.40	1.40	1.40	1.30	1.30	1.30	1.50
Special Education and Bilingual	19.00	18.00	18.84	14.50	16.50	13.90	13.90	13.60	12.00	12.00
Psychologists	2.00	2.00	2.00	2.00	1.00	1.00	1.00	2.00	2.00	2.00
Social Workers and Counselors	4.50	4.50	4.50	4.50	3.50	3.50	3.30	3.30	3.30	3.30
Learning Center	5.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Summer School	13.00	8.00	8.00	8.00	9.00	8.00	9.00	9.00	9.00	8.00
	114.56	103.40	98.74	96.40	95.30	92.20	94.30	91.40	91.50	87.90
Other Supporting Staff:										
Technology Support Staff	5.00	5.00	5.00	5.00	5.00	5.00	4.00	4.00	4.00	4.00
Learning Center Assistants	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Clerical 10/12 month	11.00	8.00	8.00	8.00	8.00	11.00	11.00	11.00	11.00	10.00
Teacher Assistants	15.00	14.00	17.00	17.50	14.20	12.70	10.70	10.00	10.00	12.00
Tutors	3.00	4.00	5.00	6.50	6.50	6.50	7.00	7.00	7.00	8.00
Maintenance, Custodians, and Warehouse	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	6.00
Cafeteria Staff/Payroll Staff/Miscellaneous	32.00	22.00	20.00	20.00	20.00	16.00	17.00	17.00	17.00	17.00
Nurses	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.50
	75.20	62.20	65.20	67.20	63.90	61.40	59.90	59.20	59.20	62.50
Total Staff	199.76	175.60	173.94	172.60	167.20	160.60	161.20	157.60	157.70	157.40

Source: District Records

SKOKIE SCHOOL DISTRICT 73-1/2  
OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS

Year	Enrollment	Attendance	Operating Expenditures	Operating Expenditures per Pupil	Percentage Change	Instructional Expenses	Instructional Expenditures per Pupil	Percentage Change	Total FTE	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced Price-Meals	Percentage of Students of Limited English Proficiency	Percentage of Students with Disabilities
2017	1,095	N/A	\$ 20,080,022	\$ 18,338	-37.27%	\$ 11,145,363	\$ 10,178	-2.54%	N/A	N/A	N/A	N/A	N/A
2016	1,025	96.0%	29,966,069	29,235	75.22%	10,704,945	10,444	20.02%	103	15.1	36.3%	17.8%	15.2%
2015	1,075	92.8%	18,312,336	17,035	7.06%	9,355,179	8,702	5.24%	99	15.1	38.8%	16.7%	16.7%
2014	1,028	96.0%	17,152,342	16,685	7.68%	8,500,507	8,269	5.47%	96	15.1	33.7%	14.8%	15.7%
2013	1,037	96.2%	16,069,073	15,496	4.92%	8,130,506	7,840	14.68%	95	15.2	33.8%	15.7%	15.1%
2012	1,079	96.2%	15,935,978	14,769	0.69%	7,376,899	6,837	-4.77%	92	16.5	31.2%	13.6%	15.1%
2011	1,100	95.9%	16,134,537	14,668	0.03%	6,926,491	7,179	6.14%	94	16.9	20.5%	15.9%	15.0%
2010	1,044	95.5%	15,308,076	14,663	-12.99%	6,545,502	6,764	1.26%	91	16.1	24.8%	10.9%	14.3%
2009	1,043	95.5%	17,575,869	16,851	3.37%	6,427,211	6,680	11.31%	92	16.1	24.1%	12.4%	14.9%
2008	1,113	95.8%	18,144,447	16,302	28.42%	6,078,657	6,001	13.68%	90	17.4	21.3%	11.9%	14.9%

Source: Interactive Illinois Report Card (IIRC.NUI.EDU)

N/A - not available at time of publication

SKOKIE SCHOOL DISTRICT 73-1/2  
OPERATING COSTS AND TUITION CHARGES  
LAST TWO FISCAL YEARS

	2017	2016
<b>Operating Costs Per Pupil</b>		
Average Daily Attendance (ADA)	986.07	977.68
Operating Costs:		
Educational	\$ 15,352,055	\$ 14,762,084
Operations and Maintenance	1,666,311	1,589,607
Debt Service	1,646,341	11,657,363
Transportation	807,740	761,033
Illinois Municipal Retirement/Social Security	464,646	1,055,963
Tort Immunity and Judgment	142,929	140,019
Subtotal	<u>\$ 20,080,022</u>	<u>\$ 29,966,069</u>
Less Revenues/Expenditures of Nonregular Programs		
Tuition	\$ 2,361,760	\$ 1,622,835
Summer School	20,400	35,639
Capital Outlay	577,906	897,562
Debt Principal Retired	1,175,000	11,450,000
Community Services	62,335	64,517
Subtotal	<u>\$ 4,197,401</u>	<u>\$ 14,070,553</u>
Operating Costs	<u>\$ 15,882,621</u>	<u>\$ 15,895,516</u>
Operating Costs per Pupil - Based on ADA	<u>\$ 16,107</u>	<u>\$ 16,258</u>
<b>Tuition Charge</b>		
Operating Costs	\$ 15,882,621	\$ 15,895,516
Less - Revenues from Specific Programs, such as Special Education or Lunch Programs	2,032,072	1,693,773
Net Operating Costs	<u>\$ 13,850,549</u>	<u>\$ 14,201,743</u>
Depreciation Allowance	979,167	943,221
Allowance Tuition Costs	<u>\$ 14,829,716</u>	<u>\$ 15,144,964</u>
Tuition Charge Per Pupil - Based on ADA	<u>\$ 15,039</u>	<u>\$ 15,491</u>

Source: Annual Financial Report