

**Thornton Fractional Township High School  
District No. 215  
Cook County, Illinois**

**Audited Financial Statements  
Year Ended June 30, 2016**

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## **INDEPENDENT AUDITOR'S REPORT**

Board of Education  
Thornton Fractional Township High School District No. 215  
Calumet City, Illinois

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Thornton Fractional Township High School District No. 215 as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Thornton Fractional Township High School District No. 215'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 of 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 Thornton Fractional Township High School District No. 215 as of June 30, 2016, and the respective changes in financial position for the year then ended in conformity 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 the schedule of employer liability and contributions- teachers retirement system, schedule of employer contributions- Illinois municipal retirement fund, and schedule of changes in the net pension liability and related ratios- Illinois municipal retirement fund, schedule of funding progress- post retirement medical plan on pages 38-41 to 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.

Accounting principles generally accepted in the United States of America require budgetary comparison information on pages 42-52 to 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. The budgetary comparison schedules have been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Management has omitted the management discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

### *Other Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Thornton Fractional Township High School District No. 215's basic financial statements. The combining and individual nonmajor fund financial statements, statement of revenues received, expenditures disbursed, and changes in fund balance- budget and actual, statement of changes in assets and liabilities-activity funds, schedule of assessed valuations, tax levies extended and collections, schedule of debt service requirements, and schedule of legal debt margin are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the statement of revenues received, expenditures disbursed, and changes in fund balance- budget and actual are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information 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 combining and individual nonmajor fund financial statements are fairly presented, in all material respects, in relation to the basic financial statements as a whole.

The statement of changes in assets and liabilities-activity funds, schedule of assessed valuations, tax levies extended and collections, schedule of debt service requirements, and schedule of legal debt margin 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 December 22, 2016, on our consideration of Thornton Fractional Township High School District No. 215's internal control over financial reporting and on our tests of compliance with certain provisions of laws, regulations, contracts, and grants 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 the 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 Thornton Fractional Township High School District No. 215's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "John Kasperuk Co., Inc." The signature is written in a cursive, flowing style.

Calumet City, Illinois  
December 22, 2016

## BASIC FINANCIAL STATEMENTS

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2016**

	Governmental Activities
<u>ASSETS</u>	
Cash/investments - pooled accounts	\$ 27,165,498
Cash at district	46,617
Property taxes receivable, net	16,172,536
Due from other governments	1,764,599
Accrued interest receivable	50,217
Other receivables	12,239
Other current assets	19,092
Capital assets	
Land	560,301
Construction-in-progress	136,729
Depreciable capital assets, net	57,216,988
Total capital assets, net of depreciation	57,914,018
<b>TOTAL ASSETS</b>	<b>103,144,816</b>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred outflows of resources related to pensions	2,937,624
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b>2,937,624</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>106,082,440</b>
<u>LIABILITIES</u>	
Accounts payable	\$ 1,154,832
Accrued payroll and related items	99,660
Other current liabilities	10,000
Accrued interest payable	76,951
Long-term liabilities	
Portion due or payable within one year	
Bonds and other long-term debt	2,085,403
Accrued compensated absences	119,549
Portions due or payable after one year	
Bonds and other long-term debt	22,536,373
Accrued compensated absences	313,665
Net pension liability	8,002,009
Post employment benefits obligation	233,221
<b>TOTAL LIABILITIES</b>	<b>34,631,663</b>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred inflows of resources related to pensions	942,329
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>942,329</b>
<b>TOTAL LIABILITIES AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>35,573,992</b>
<u>NET POSITION</u>	
Net investment in capital assets	33,292,242
Restricted for	
Debt service	1,214,898
Transportation	1,090,836
Social Security/IMRF	4,479
Capital projects	858,557
Tort immunity	649,521
Unrestricted	33,397,915
<b>TOTAL NET POSITION</b>	<b>\$ 70,508,448</b>

The accompanying notes are an integral part of this statement.



**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2016**

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenues and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	
Governmental activities				
Instruction				
Regular instruction	\$ 18,077,367	\$ 766,033	\$ 1,357,784	\$ (15,953,550)
Special education instruction	5,762,421	-	2,012,452	(3,749,969)
Other instruction	4,446,467	69,207	292,002	(4,085,258)
State retirement contribution	10,728,859	-	10,728,859	-
	<u>39,015,114</u>	<u>835,240</u>	<u>14,391,097</u>	<u>(23,788,777)</u>
Support services				
Pupil services	4,287,948	-	171,873	(4,116,075)
Instructional staff services	2,377,573	-	119,395	(2,258,178)
General administration services	990,765	-	-	(990,765)
School administration services	2,401,369	-	-	(2,401,369)
Business services	663,718	-	-	(663,718)
Facilities acquisition and construction services	2,489,685	-	-	(2,489,685)
Operation & maintenance of plant services	4,667,284	84,955	8,259	(4,574,070)
Pupil transportation services	2,496,184	1,088	875,975	(1,619,121)
Food services	1,962,617	257,870	865,409	(839,338)
Central & other support services	456,503	-	64,093	(392,410)
State retirement contribution	2,369,721	-	2,369,721	-
	<u>25,163,367</u>	<u>343,913</u>	<u>4,474,725</u>	<u>(20,344,729)</u>
Community services	69,495	-	67,468	(2,027)
Nonprogrammed charges	2,377,635	-	-	(2,377,635)
Interest and fees	843,434	-	-	(843,434)
Tort immunity	445,095	-	-	(445,095)
Depreciation - unallocated *	883,117	-	-	(883,117)
Pension expense	28,727	-	-	(28,727)
	<u>4,647,503</u>	<u>-</u>	<u>67,468</u>	<u>(4,580,035)</u>
Total governmental activities	<u>\$ 68,825,984</u>	<u>\$ 1,179,153</u>	<u>\$ 18,933,290</u>	<u>(48,713,541)</u>
General revenues				
Taxes:				
Property taxes, levied for current operating purposes				28,502,210
Property taxes, levied for debt service				2,669,065
Corporate personal property replacement taxes				1,011,190
General state aid				15,561,418
Investment earnings				256,857
Change in net position				(712,801)
Net position - beginning				71,221,249
Net position - ending				<u>\$ 70,508,448</u>

\* This amount excludes the depreciation that is included in the direct expenses of various functions. See Note 3.

The accompanying notes are an integral part of this statement.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2016**

	Educational	Operations and Maintenance	Nonmajor Governmental Funds	Total Governmental Funds
<u><b>ASSETS</b></u>				
Cash/investments - pooled accounts	\$ 13,631,403	\$ 5,565,966	\$ 7,968,129	\$ 27,165,498
Cash at district	47,206	-	(589)	46,617
Property taxes receivable, net	10,872,686	1,510,053	3,789,797	16,172,536
Due from other governments	1,472,831	-	291,768	1,764,599
Other receivables	5,254	6,985	-	12,239
Other current assets	19,092	-	-	19,092
Accrued interest on investments	25,535	9,953	14,729	50,217
<b>TOTAL ASSETS</b>	<b>\$ 26,074,007</b>	<b>\$ 7,092,957</b>	<b>\$ 12,063,834</b>	<b>\$ 45,230,798</b>
<u><b>DEFERRED OUTFLOWS OF RESOURCES</b></u>				
None	-	-	-	-
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 26,074,007</b>	<b>\$ 7,092,957</b>	<b>\$ 12,063,834</b>	<b>\$ 45,230,798</b>
<u><b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b></u>				
<u><b>LIABILITIES</b></u>				
Accounts payable	\$ 900,908	\$ 122,808	\$ 131,116	\$ 1,154,832
Accrued payroll and related liabilities	46,067	53,593	-	99,660
Other current liabilities	-	-	10,000	10,000
<b>TOTAL LIABILITIES</b>	<b>946,975</b>	<b>176,401</b>	<b>141,116</b>	<b>1,264,492</b>
<u><b>DEFERRED INFLOWS OF RESOURCES</b></u>				
Unavailable property taxes revenue	10,872,686	1,510,053	3,789,797	16,172,536
Unavailable federal grant revenue	104,235	-	-	104,235
Unavailable state grant revenue	557,740	-	291,769	849,509
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>11,534,661</b>	<b>1,510,053</b>	<b>4,081,566</b>	<b>17,126,280</b>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>	<b>12,481,636</b>	<b>1,686,454</b>	<b>4,222,682</b>	<b>18,390,772</b>
<u><b>FUND BALANCES</b></u>				
Restricted	-	-	2,873,994	2,873,994
Assigned	-	-	729,479	729,479
Unassigned	13,592,371	5,406,503	4,237,679	23,236,553
<b>TOTAL FUND BALANCES</b>	<b>13,592,371</b>	<b>5,406,503</b>	<b>7,841,152</b>	<b>26,840,026</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 26,074,007</b>	<b>\$ 7,092,957</b>	<b>\$ 12,063,834</b>	<b>\$ 45,230,798</b>

The accompanying notes are an integral part of this statement.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2016**

Total fund balances for governmental funds (page 6)	\$	26,840,026
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Amounts reported for governmental activities in the statement of net position  
(page 5) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		57,914,018
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Some of the District's revenues will be collected after year end, but are  
not available soon enough to pay for the current period's expenditures  
and therefore are reported as unavailable revenue in the funds but under  
full accrual basis unavailable revenue is not reported:

Property Taxes	16,172,536	
Restricted federal aid	104,235	
Restricted state aid	849,509	
		17,126,280

Accrued interest payable on long-term liabilities is not currently due and therefore is not reported in the funds.		(76,951)
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Long-term liabilities, including bonds payable, are not due and payable in  
the current period and therefore are not reported as liabilities in the funds.

Long-term liabilities at year-end consist of:

Bonds payable and unamortized bond premium	(24,476,471)	
Capital Lease	(145,305)	
Net OPEB obligation	(233,221)	
Net pension liability	(8,002,009)	
Accrued compensated absences	(433,214)	
		(33,290,220)

Deferred outflows or resources related to pensions are applicable to future  
periods and, therefore, are not reported in the funds

Deferred outflows of resources related to pensions	2,937,624	
Deferred inflow of resources related to pensions	(942,329)	
		1,995,295

NET POSITION (page 4)	\$	<u><u>70,508,448</u></u>
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The accompanying notes are an integral part of this statement.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	Educational	Operations and Maintenance	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Property taxes	\$ 21,494,249	\$ 3,000,369	\$ 6,911,307	\$ 31,405,925
Personal property replacement taxes	904,190	-	107,000	1,011,190
Charges for services	982,080	84,955	1,088	1,068,123
Refund of prior year expenses	111,030	-	-	111,030
Investment earnings	140,080	48,872	67,905	256,857
Unrestricted state aid	13,967,418	1,566,000	-	15,533,418
Restricted state aid	1,455,238	-	900,131	2,355,369
State retirement contributions	13,098,580	-	-	13,098,580
Restricted federal aid	3,545,171	-	35,699	3,580,870
<b>TOTAL REVENUES</b>	<b>55,698,036</b>	<b>4,700,196</b>	<b>8,023,130</b>	<b>68,421,362</b>
<b>EXPENDITURES</b>				
Current operating				
Instruction				
Regular instruction	17,742,531	-	260,536	18,003,067
Special education instruction	5,643,220	-	119,201	5,762,421
Other instruction	4,339,088	-	107,379	4,446,467
State retirement contributions	10,728,859	-	-	10,728,859
Support services				
Pupil services	4,105,316	-	182,632	4,287,948
Instructional staff services	2,352,019	-	71,012	2,423,031
General administration services	973,087	-	21,268	994,355
School administration services	2,316,498	-	85,765	2,402,263
Business services	627,730	-	57,478	685,208
Operations & maintenance				
of plant services	7,336	4,368,883	330,051	4,706,270
Pupil transportation services	3,087	-	2,493,097	2,496,184
Food services	1,780,539	-	132,613	1,913,152
Central and other support services	366,576	-	63,288	429,864
State retirement contributions	2,369,721	-	-	2,369,721
Community services	69,495	-	-	69,495
Nonprogrammed charges	2,377,635	-	-	2,377,635
Other support services	27,163	-	-	27,163
Tort immunity	-	-	445,095	445,095
Debt service	-	-	2,831,182	2,831,182
Capital outlay	514,140	28,132	1,255,002	1,797,274
<b>TOTAL EXPENDITURES</b>	<b>56,344,040</b>	<b>4,397,015</b>	<b>8,455,599</b>	<b>69,196,654</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(646,004)</b>	<b>303,181</b>	<b>(432,469)</b>	<b>(775,292)</b>
<b>FUND BALANCES - Beginning of the year</b>	<b>14,238,375</b>	<b>5,103,322</b>	<b>8,273,621</b>	<b>27,615,318</b>
Prior Period Adjustment	-	-	-	-
<b>FUND BALANCES - End of year</b>	<b>\$ 13,592,371</b>	<b>\$ 5,406,503</b>	<b>\$ 7,841,152</b>	<b>\$ 26,840,026</b>

The accompanying notes are an integral part of this statement.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2016**

Net change in fund balances - total governmental funds (page 8) \$ (775,292)

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 as depreciation expense. A difference results by the amount by which depreciation expense differs from capital outlay in the period:

Capital outlay reported in governmental fund statements	1,797,274	
Depreciation expense reported in the statement of activities	(3,422,267)	
Net adjustment		(1,624,993)

Governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are expensed and amortized in the statement of activities

Bond premium amortization		103,489
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Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal on long-term debt is an expenditure in the government funds but reduces the liability in the statement of net position.

Repayments of debt		
Capital lease	45,458	
General obligation debt - non refunded debt	1,880,000	
Net adjustment		1,925,458

Under the modified accrual basis of accounting used in the government funds, revenues are not recognized for transactions that do not meet the available criterion for recognition in the current period. In the statement of activities, however, which is presented on the accrual basis, revenues are reported regardless of when they are collected.

Restricted federal aid	(321,971)	
Restricted state aid	248,442	(73,529)

Property tax revenues in the government-wide statement of activities include economic resources that are not reported as revenues in the governmental fund operating statement.

Deferred @ 6/30/16	16,172,536	
Deferred @ 6/30/15	(16,407,186)	(234,650)

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment combines the net change of the following balances:

Accrued compensated absences	21,759	
Net change in post employment pension obligation	(30,575)	
Net change in accrued interest on long-term liability	4,259	
Net change in pension expense	(28,727)	(33,284)

Change in net position of governmental activities (page 5)		\$ (712,801)
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The accompanying notes are an integral part of this statement.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2016**

	<u>Agency Funds</u>
<u><b>ASSETS</b></u>	
Cash and investments	<u><u>\$ 385,702</u></u>
<u><b>LIABILITIES</b></u>	
Due to activity fund organizations	<u><u>\$ 385,702</u></u>

The accompanying notes are an integral part of this statement.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. THE FINANCIAL REPORTING ENTITY

Thornton Fractional Township High School District No. 215 (the "District") is located in Southern Cook County, Illinois. The District is responsible for educating students in ninth through twelfth grades who reside within the geographical boundaries of the Village of Burnham, City of Calumet City, Village of Lansing, and Village of Lynwood.

The District is a primary government. It was organized as a legal township high school district on April 12, 1926 and is governed by a Board of Education composed of seven elected members. These financial statements present Thornton Fractional Township High School District No. 215, a legally separate and fiscally independent government.

Component units are legally separate entities for which the District (primary government) is financially accountable, or for which the exclusion of the component unit would render the financial statements of the primary government misleading. The criteria used to determine if the primary government is financially accountable for a component unit includes whether or not the primary government appoints the voting majority of the potential component unit's governing body, is able to impose its will on the potential component unit, is in a relationship of financial benefit or burden with the potential component unit, or is fiscally depended upon by the potential component unit. Based on these criteria, there are no legally separate organizations for which the elected officials of the District are financially accountable that would be considered to be a component unit of the District's financial reporting entity.

B. BASIS OF PRESENTATION

District-wide Financial Statements: The statement of net position and the statement of activities display information about the primary government. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements present governmental activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category – *governmental* and *fiduciary* – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the District or if the assets, liabilities, revenues, or expenditures of that individual governmental fund are at least 10 percent of the corresponding total for all governmental funds. Also, the school district may decide what is a major fund. All remaining governmental funds are aggregated and reported as nonmajor funds.

Governmental Funds are those through which most governmental functions of the District are financed. The acquisition, use, and balances of the District's expendable financial resources and the related liabilities (arising from cash transactions) are accounted for through governmental funds.

The District reports the following major governmental funds:

The *Educational 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 other funds. Special Education is included in the Educational fund. The *Operations and Maintenance Fund* is a special revenue fund used to account for all costs of maintaining, improving, or repairing school buildings and property or renting buildings and property for school purposes and the related revenues.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- CONTINUED

Other governmental (nonmajor) funds of the District consist of the following funds:

The *Transportation Fund* is a special revenue fund created when the District pays the costs of transporting pupils for any purpose. Moneys received for transportation purposes from any source and related costs of transportation are accounted for in this fund.

The *Municipal Retirement/Social Security Fund* is a special revenue fund created when a separate tax is levied for the purpose of providing resources for the District's share of retirement benefits and/or social security and medicare only payments for covered employees.

The *Bond and Interest Fund* is a debt service fund maintained to account for separate taxes levied to provide cash to retire bonds and to pay the interest and other related costs on them.

The *Site and Construction Fund* is a capital projects fund created to account for financial resources to be used for the acquisition or construction of major capital facilities.

The *Working Cash Fund* is a special revenue fund created when a separate tax is levied for working cash purposes or if bonds are sold for this purpose.

The *Tort Immunity Fund* is a special revenue fund created when a separate tax is levied for the purpose of paying all costs relating to insurance and loss prevention.

The *Fire Prevention and Safety Fund* is a capital projects fund created when a tax is levied or bonds issued for fire prevention, safety, energy conservation, or school security purposes. The moneys received from the levy or the proceeds of the bond issue may only be used for the purposes stipulated in Section 17-2.11 of the School Code.

Fiduciary fund types are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

The District reports the following fiduciary fund type:

*Agency Funds* include both Student Activity Funds and Convenience Accounts. They account for assets held by the District as an agent for the students and teachers. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to the activity fund organizations are equal to the assets.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING

District-wide and Fiduciary Fund Financial Statements

The district-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (i.e., intended to finance). Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.



**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Governmental Fund Financial Statements

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available.

The District considers all revenues reported in the governmental funds to be available if the revenues are due (or past due) within sixty days after year-end. Property taxes, grants, tuition, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

D. CASH AND INVESTMENTS

The Thornton Fractional Township School Treasurer is the official custodian of moneys for the school districts within the township, including the District, as prescribed by Chapter 105, Section 5, Article 8 of the *Illinois Compiled Statutes*. The Township School Treasurer's Office, a legally separate entity under the oversight of the Thornton Fractional Township Trustees of Schools, pools the districts' moneys and invests, on the districts' behalf, in a cash and investment portfolio.

The Thornton Fractional Township School Treasurer is separately audited and is not included in these financial statements. Financial information may be obtained directly from the Thornton Fractional Township School Treasurer at 606 Burnham Avenue, Calumet City, Illinois 60409.

The Township School Treasurer's Office has adopted a formal written investment and cash management policy. The policy requires collateralization or independent third party insurance for deposits in federally insured institutions in excess of FDIC coverage limits, and other institutions in which the Treasurer's Office has invested. The Township School Trustees must approve the type of institution in which investments are made.

Deposits held in the District's name, consisting of imprest and activity fund accounts, are reported at cost. The District's equity in the Township School Treasurer's Pool is reported based on the cost or amortization cost of the underlying deposits and investments of the pool, which approximates fair value. Interest earned is deposited quarterly into the participating school districts' various funds.

E. PROPERTY TAXES RECEIVABLE

Property taxes receivable represent the 2015 and prior net uncollected tax levies. An allowance for estimated collection losses of 6% of the total levy has been provided to reduce the receivable to the estimated amounts collectible.

F. CAPITAL ASSETS

Capital assets, which include land, buildings, furniture, and equipment, are reported in the applicable governmental activities column in the district-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of \$2,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

F. CAPITAL ASSETS - CONTINUED

Capital Assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u> <u>(Years)</u>
Land improvements	20
Building improvements	20 - 40
Transportation equipment	5
Other equipment	5 - 20

G. DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

Deferred revenues at the fund level arise when potential revenue does not meet the available criterion for recognition in the current period. Deferred revenues also arise when the District receives resources before it has a legal claim to them. In subsequent periods, when the revenue recognition criterion is met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized. Deferred revenues at the district-wide level arise only when the District receives resources before it has a legal claim to them. The District has deferred outflows and inflows in relation to pensions that are reflected on the statement of net position. See footnote 10C for additional information.

H. COMPENSATED ABSENCES

The District's vacation and sick leave policies and agreements permit employees to accumulate earned but unused vacation and sick leave. Noncertified employees earn vacation days during the year at varying rates based on years of service. These vacation days must be taken within the subsequent year or are lost. Certified employees who work less than 12 calendar months per year do not earn vacation days. Employees receive 15 sick days annually and the unused portion is accumulated and carried forward. Employees who retire, resign or are dismissed as a result of a reduction of force and who have at least ten years of full time service in the District receive compensation for their accumulated sick leave, less any days of sick leave credited to a retirement system. Members of TRS and IMRF may receive a maximum of two years and one year of credit, respectively, at retirement for unused, uncompensated sick leave.

The liability for sick leave is estimated using the vesting method and assumes that any days available for up to one year of service credit will be credited to a retirement system rather than paid by the District. In the fund financial statements, governmental funds report compensated absences as expenditures and as fund liabilities to the extent that the liabilities have matured (that is, become due for payment during the period). The liabilities for compensated absences that are not currently payable are reported as long-term liabilities in the district-wide statements.

I. USE OF 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.

J. USE OF RESTRICTED RESOURCES

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

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

K. INVENTORIES

It is the District's policy to charge all purchases of items for resale or supplies to expenditures when purchased. No inventory accounts are maintained to reflect the values of resale or supply items on hand.

L. ELIMINATIONS AND RECLASSIFICATIONS

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

M. PERSONAL PROPERTY REPLACEMENT TAXES

Personal property replacement tax revenues are first allocated to funds where taxes were automatically abated by county clerk and to the Municipal Retirement Fund, with the balance allocated to the remaining funds at the discretion of the District.

2. DEPOSITS AND INVESTMENTS

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

The District's cash is deposited with the Thornton Fractional Township School Treasurer's Office. The Treasurer invests the cash in a pool under policy guidelines established through the Treasurer's investment policy. Credit risk, concentration of credit risk, and interest rate risk (as applicable) regarding the cash held by the Treasurer is included in the annual audited financial statements of the Thornton Fractional Township Trustees of Schools.

All deposits and investments of the District, except imprest and activity fund accounts, are maintained in the external cash and investment pool managed by the Thornton Fractional Township School Treasurer's Office. Each fund type's portion of this pool is displayed on the Balance Sheet of each fund as "Cash/investments - pooled account." As of June 30, 2016, there was no material difference between the fair value and reported amount of the District's equity in the pool.

The District's imprest and activity fund accounts at year-end were entirely covered by federal depository insurance.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

3. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2016 was as follows:

	Balance July 1, 2015	Additions	Deletions	Balance June 30, 2016
<u>Government activities:</u>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 560,301	\$ -	\$ -	\$ 560,301
Construction in progress	-	136,729	-	136,729
<i>Total capital assets not being depreciated</i>	<u>560,301</u>	<u>136,729</u>	<u>-</u>	<u>697,030</u>
<i>Capital assets being depreciated:</i>				
Buildings	64,359,429	-	-	64,359,429
Land/Building improvements	20,193,830	1,142,496	-	21,336,326
Equipment	13,417,659	518,049	(322,869)	13,612,839
<i>Total capital assets being depreciated</i>	<u>97,970,918</u>	<u>1,660,545</u>	<u>(322,869)</u>	<u>99,308,594</u>
<i>Less accumulated depreciation for:</i>				
Buildings	24,926,751	1,461,521	-	26,388,272
Land/Building improvements	4,882,412	1,028,164	-	5,910,576
Equipment	9,183,045	932,582	(322,869)	9,792,758
<i>Total accumulated depreciation</i>	<u>38,992,208</u>	<u>3,422,267</u>	<u>(322,869)</u>	<u>42,091,606</u>
<i>Total capital assets being depreciated, net</i>	<u>58,978,710</u>	<u>(1,761,722)</u>	<u>-</u>	<u>57,216,988</u>
<i>Governmental activity capital assets, net</i>	<u>\$ 59,539,011</u>	<u>\$ (1,624,993)</u>	<u>\$ -</u>	<u>\$ 57,914,018</u>

Total depreciation for the year is \$3,422,267. Depreciation expense is reported on the Statement of Activities. It is allocated to specific functions/programs of the District as follows: \$2,489,685 of depreciation on buildings and land improvements, which is charged to facilities acquisition and construction services and \$49,465 of depreciation on food service equipment, which is charged to food services. The remaining \$883,117 is recorded as unallocated.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

4. LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2016, was as follows:

	Balance			Balance	Amounts
	July 1, 2015	Additions	Reductions	June 30, 2016	Due Within One Year
General obligation	\$ 25,570,000	\$ -	\$ (1,880,000)	\$ 23,690,000	\$ 1,935,000
Capital lease	190,763	-	(45,458)	145,305	46,915
Bond premium	889,960	-	(103,489)	786,471	103,488
Accrued vacation	183,608	-	(65,484)	118,124	118,124
Accrued sick leave	271,365	43,725	-	315,090	1,425
Net OPEB	202,646	30,575	-	233,221	-
Net Pension Liability:					
Teachers' Retirement System	4,543,530	639,431	-	5,182,961	-
Illinois Municipal Retirement Fund	883,621	1,935,427	-	2,819,048	-
Total	<u>\$ 32,735,493</u>	<u>\$ 2,649,158</u>	<u>\$ (2,094,431)</u>	<u>\$ 33,290,220</u>	<u>\$ 2,204,952</u>

A. BONDS PAYABLE

General obligation bonds payable at June 30, 2016, consisted of the following individual issues:

\$1,275,000 G.O. School Bonds, Series 2009A, dated July 2, 2009 issued for building purposes; providing for the serial retirement of principal on December 1 and interest payable on June 1 and December 1 of each year at rates varying from 3.00 to 5.00 percent through December 1, 2020; bonds are non-callable.

\$660,000

\$1,725,000 G.O. School Bonds, Series 2009B – Build America Bonds, dated July 2, 2009 issued for building purposes; providing for the serial retirement of principal on December 1 (beginning 12/1/20) and interest payable on June 1 and December 1 of each year at rates varying from 6.125 to 6.50 percent through December 1, 2029; bonds due on or after December 1, 2019 are subject to redemption at the option of the District as a whole or in part on December 1, 2018 or any date thereafter. The District receives a subsidy equaling thirty-five (35) percent of the interest payments due.

1,725,000

\$6,975,000 G.O. Limited Bonds Series 2011, dated May 17, 2011 issued for building purposes; providing for the serial retirement of principal on December 1 (beginning 12/1/2013) and interest payable on June 1 and December 1 of each year at rates varying from 3.0 to 5.25 percent through December 1, 2029. Bonds due on or after December 1, 2021 are subject to redemption at the option of the District as a whole or in part on December 1, 2020 or any date thereafter.

6,280,000

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

4. LONG-TERM LIABILITIES - CONTINUED

A. BONDS PAYABLE

\$1,500,000 G.O. Limited Tax School Bonds, Series 2012A – dated December 20, 2012 issued for working cash purposes; providing for the serial retirement of principal on December 1 (beginning 12/1/30) and interest payable on June 1 and December 1 of each year at \$23,437.50, starting December 1, 2013 interest rate will be 3.125 percent through December 1, 2032; bonds are non-callable.

\$ 1,500,000

\$6,175,000 G.O. Refunding School Bonds Series 2012B, dated December 20, 2012 issued for refunding purposes of the 2002 bonds; providing for the serial retirement of principal on December 1 (beginning 12/1/2013) and interest payable on June 1 and December 1 of each year at rates varying from 2.0 to 4.0 percent through December 1, 2032; bonds are non-callable.

4,500,000

\$1,515,000 G.O. Limited Tax School Bonds Series 2013A, dated February 14, 2013 issued for working cash purposes; providing for the serial retirement of principal on December 1 (beginning 12/1/2014) and interest payable on June 1 and December 1 of each year at rates varying from 2.0 to 4.0 percent through December 1, 2030; bonds are non-callable.

1,465,000

\$5,570,000 G.O. Refunding School Bonds Series 2013B, dated February 14, 2013 issued for refunding purposes of the 2003 bonds; providing for the serial retirement of principal on December 1 (beginning 12/1/2013) and interest payable on June 1 and December 1 of each year at rates varying from 2.0 to 4.0 percent through December 1, 2032; bonds are non-callable.

4,005,000

\$3,865,000 G.O. Refunding School Bonds Series 2014, dated November 26, 2014 issued for refunding purposes of the 2005 bonds; providing for the serial retirement of principal on December 1 (beginning 12/1/2015) and interest payable on June 1 and December 1 of each year at rates varying from 2.0 to 4.0 percent through December 1, 2025; bonds are non-callable.

3,555,000

\$23,690,000

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

4. LONG-TERM LIABILITIES - CONTINUED

At June 30, 2016, the annual cash flow requirements of bond principal and interest were as follows:

Year Ending June 30,	Principal	Interest	Total
2017	\$ 1,935,000	\$ 896,630	\$ 2,831,630
2018	1,990,000	841,356	2,831,356
2019	2,040,000	780,180	2,820,180
2020	2,115,000	712,219	2,827,219
2021	2,185,000	636,369	2,821,369
2022-2026	7,930,000	1,991,796	9,921,796
2027-2031	4,035,000	711,303	4,746,303
2032-2033	1,460,000	45,937	1,505,937
	<u>\$ 23,690,000</u>	<u>\$ 6,615,790</u>	<u>\$ 30,305,790</u>

B. CAPITAL LEASE OBLIGATION

The District acquired twenty one (21) copiers under the provisions of a lease agreement. The District entered into a lease agreement with payments beginning August 1, 2014. The lease requires a monthly payment of \$4,235.83 and is for a term of sixty (60) months. All lease terms are subject to an annual appropriation of funds for the rental payments. All capital lease payments are paid out of the Educational Fund.

At June 30, 2016, the future minimum lease payments for the above capital lease are as follows:

Year Ending June 30,	Principal	Interest	Total
2017	\$ 46,915	\$ 3,915	\$ 50,830
2018	48,419	2,411	50,830
2019	49,971	859	50,830
	<u>\$ 145,305</u>	<u>\$ 7,185</u>	<u>\$ 152,490</u>

5. SPECIAL TAX LEVIES AND RESTRICTED EQUITY

A. TORT IMMUNITY LEVY

Revenues and the related expenditures of this restricted tax levy are accounted for in the Tort Immunity Fund. As of June 30, 2016, this fund's equity of \$649,521 represents the excess of cumulative revenues over cumulative expenditures which is restricted for future tort immunity expenditures in accordance with Chapter 745, Section 10/9-101 to 9-107 of the *Illinois Compiled Statutes*. The following payments were made for insurance premiums from the Tort Immunity Fund:

Workers' Compensation Act and/or Workers' Occupational Disease Act	\$ 180,105
Unemployment Insurance Act	\$ 24,629
Insurance (Regular or Self-Insurance)	\$ 160,804
Educational, Inspectional, Supervisory Services Related to Loss Prevention and/or Reduction	\$ 79,557

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

5. SPECIAL TAX LEVIES AND RESTRICTED EQUITY - CONTINUED

B. SPECIAL EDUCATION LEVY

Revenues and the related expenditures of this restricted tax levy are accounted for in the Educational Fund. As of June 30, 2016, cumulative expenditures equal or exceeded cumulative revenues, therefore, no portion of this fund's equity is restricted for future special education expenditures in accordance with Chapter 105, Section 5/17-2.2a of the *Illinois Compiled Statutes*.

6. PROPERTY TAXES

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. Property is appraised by the County Assessor at various percentages of fair market value and then subjected to equalization by standard of 33-1/3 of fair market value.

Property taxes levied for any year attach as an enforceable lien on property as of January 1 and are due and payable in the following calendar year. Real estate tax bills are payable in two installments. The first installment is computed at 55% of the prior year's bill and is mailed in late January with a March 1 due date. The second installment is computed after the assessed valuations for the current year have been determined, usually in June or July. Final tax bills are mailed with a penalty date at least 30 days after the date of mailing, but not earlier than August 1. The District receives significant distributions of tax receipts approximately one month after these due dates. The District considers that the first installment of the 2015 levy is to be used to finance operations in fiscal 2016. The District has determined that the second installment of the 2015 levy is to be used to finance operations in fiscal 2017.

For taxing districts in Cook County, including the District, the tax rate limit is required to be applied to the equalized assessed valuation (EAV) of property for the levy year prior to the levy year for which taxes are then being extended. The actual levy rate is stated based on the current EAV of property. As a result, a tax rate may be at its maximum for the levy year even though it is less than its corresponding limit.

The Board passed the current levy on November 24, 2015. The following are the tax rate limits permitted by the School Code and by local referendum and the actual rates levied per \$100.00 of equalized assessed valuation:

Equalized Assessed Valuation (EAV)		<u>\$ 612,664,156</u>	<u>\$ 626,208,990</u>
	Limit	Actual 2015 Levy	Actual 2014 Levy
Educational	3.5000	3.3957	3.3747
Special Education	0.4000	0.3307	0.3401
Operations and Maintenance	0.5500	0.5176	0.5219
Transportation	As needed	0.2135	0.1310
Municipal Retirement	As needed	0.0957	0.0890
Social Security	As needed	0.1107	0.1055
Bond and Interest	As needed	0.4898	0.4339
Site and Construction	As needed	0.2727	0.2188
Working Cash	0.0500	0.0410	0.0365
Tort Immunity	As needed	0.0756	0.0832
		<u>5.5430</u>	<u>5.3346</u>



**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

7. JOINT VENTURES

EXCEPTIONAL CHILDREN HAVE OPPORTUNITIES (A JOINT AGREEMENT)

The District is a participant in Exceptional Children Have Opportunities (ECHO), which was established as a result of a joint agreement between 17 local public school districts for the purpose of providing special education services to the children of its member districts. The joint agreement is governed by a Board of Directors composed of superintendents (or an alternative person appointed by the superintendent) from each member district. Complete financial statements of the joint agreement may be obtained from its administrative office at 350 West 145th Street, South Holland, Illinois 60473. The District paid \$2,336,857 to ECHO for tuition and services during the year ended June 30, 2016.

Total assets-modified cash basis	\$ 14,639,800	Revenues received	\$ 36,868,767
Total liabilities-modified cash basis	\$ 3,285,832	Expenditures disbursed	\$ 37,955,197
Net assets - invested in capital assets-modified cash basis	\$ 5,152,312	Net increase/decrease in fund balance	\$ (1,086,430)
Unrestricted net assets - modified cash	\$ 6,201,656		
Total net assets-modified cash basis	\$ 11,353,968		

8. CONTINGENCIES

The District has received funding from State and Federal grants in the current and prior years, which are subject to audits by the granting agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, District management believes that such disallowances, if any, would be immaterial.

9. RISK MANAGEMENT

The District is exposed to various risks of loss including general liability, property and casualty, errors and omissions, workers compensation, unemployment compensation and employee health and medical benefits. In lieu of paying unemployment contributions, the District has elected to reimburse the State of Illinois for the actual amount of benefits paid to their former workers.

The District has elected to provide employee health and medical benefits through a self-insured plan and accordingly, is liable for all employees' health claims that are approved for payment. The District has obtained stop-loss insurance from a commercial company to limit the District's liability for individual and aggregate claims. The stop-loss coverage limits for the PPO Plan and the HMO Plan year ending August 31, 2016 are \$110,000 for individual claims and approximately \$4,361,860 for aggregate claims for the PPO Plan and \$549,214 aggregate claims for the HMO Plan. The aggregate stop-loss limit is equal to \$18,858 multiplied by the average number of employees during the stop-loss coverage period for PPO insurance coverage and \$8,974 for HMO insurance coverage.

For all other risks of loss, the District has joined together with other school districts to form various pools through which to manage its risk of loss. The District is a member of Suburban School Cooperative Insurance Pool (SSCIP) for its general liability, property and casualty, and errors and omissions coverage and School Employee Loss Fund (SELF) for workers compensation coverage. These public entity risk pools operate as common risk management and insurance programs. They receive premiums from member districts and reinsure through commercial companies to limit the liability for claims in excess of coverage provided by the pool. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

Also, there were no significant reductions in insurance coverage in the current fiscal year.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

10. EMPLOYEE RETIREMENT PROGRAMS

**A. TEACHERS' RETIREMENT SYSTEM**

**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 nonannuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

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

Benefits provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled.

Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service. Disability and death benefits are also provided.

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

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2016, was 9.4 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

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10. EMPLOYEE RETIREMENT PROGRAMS - CONTINUED

On-behalf contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2016, 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 employer, and the District recognized revenue and expenditures of \$12,827,985 in pension contributions from the State of Illinois.

2.2 formula contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2016, were \$146,678, and are deferred because they were paid after the June 30, 2015 measurement date.

Federal and special trust fund contributions. When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District 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, 2016, the District's pension contribution was 36.06 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2016 salaries totaling \$465,087 were paid from federal and special trust funds that required employer contributions of \$167,710. These contributions are deferred because they were paid after the June 30, 2015 measurement date.

Early retirement cost contribution. 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 District is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the current program is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2016, the District paid \$0 to TRS for employer ERO contributions.

The District is also required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2016, the District paid \$12,458 to TRS for employer contributions due on salary increases in excess of 6 percent 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, 2016, 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 employer. 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	\$ 5,182,961
State's proportionate share of the net pension liability associated with the District	156,575,493
Total	<u><u>\$ 161,758,454</u></u>

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10. EMPLOYEE RETIREMENT PROGRAMS - CONTINUED

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014, and rolled forward to June 30, 2015. 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, 2015, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2015, the District's proportion was .0079117010 percent, which was an increase of .000445945 percent from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the District recognized pension expense of \$12,827,985 and revenue of \$12,827,985 for support provided by the State. At June 30, 2016, for disclosure purposes only, the District incurred deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 1,926	\$ 5,681
Net difference between projected and actual earnings on pension plan investments	102,645	181,490
Changes of assumptions	71,675	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	227,104	650,464
Employer contributions subsequent to the measurement date:		-
2.2 formula contributions	146,678	-
Federal and Special trust fund contributions	167,710	-
Total	<u>\$ 717,738</u>	<u>\$ 837,635</u>

\$314,388 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2017 and for disclosure purposes only. Other amounts reported as deferred outflows of resources and (deferred inflows) of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2017	\$(168,121)
2018	\$(168,121)
2019	\$(168,121)
2020	\$ 70,076

Actuarial Assumptions

The total pension liability in the June 30, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

<b>Inflation</b>	3.00 percent
<b>Salary Increases</b>	varies by amount of service credit
<b>Investment rate of return</b>	7.5 percent, net of pension plan investment expense, 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.

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10. EMPLOYEE RETIREMENT PROGRAMS – CONTINUED

The actuarial assumptions for the years ended June 30, 2015 and 2014 were different. The actuarial assumptions used in the June 30, 2015 valuation were based on the 2015 actuarial experience analysis. The investment return assumption remained at 7.5 percent, salary increase assumptions were lowered, retirement rates were increased, mortality updates were made and other assumptions were revised. The actuarial assumptions used in the June 30, 2014 valuation were based on updates to economic assumptions adopted in 2014 which lowered the investment return assumption from 8.0 percent to 7.5 percent. The salary increase and inflation assumptions were also lowered from their 2013 levels.

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:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return</b>
U.S. large cap	18%	7.53%
Global equity excluding U.S.	18%	7.88%
Aggregate bonds	16%	1.57%
U.S. TIPS	2%	2.82%
NCREIF	11%	5.11%
Opportunistic real estate	4%	9.09%
ARS	8%	2.57%
Risk parity	8%	4.87%
Diversified inflation strategy	1%	3.26%
Private equity	14%	12.33%
<b>Total</b>	<b>100%</b>	

Discount rate

At June 30, 2015, the discount rate used to measure the total pension liability was a blended rate of 7.47 percent, which was a change from the June 30, 2014 rate of 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2015 was not projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier 1's liability is partially-funded by Tier 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, 2014, the discount rate used to measure the total pension liability was 7.50 percent. The discount rate was the same as the actuarially-assumed rate of return on investments that year because TRS's fiduciary net position and the subsidy provided by Tier II were sufficient to cover all projected benefit payments.

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10. EMPLOYEE RETIREMENT PROGRAMS – CONTINUED

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.47 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.47 percent) or 1-percentage-point higher (8.47 percent) than the current rate.

	<u>1% Decrease</u> <u>(6.47%)</u>	<u>Current</u> <u>Discount Rate</u> <u>(7.47%)</u>	<u>1% Increase</u> <u>(8.47%)</u>
District's proportionate share of the net pension liability	\$ 6,404,869	\$ 5,182,961	\$ 4,180,963

**B. IMRF PENSION PLAN**

Plan Description

The Thornton Fractional Township High School District No. 215 (District) 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 supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

Benefit Provided

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

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

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

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10. EMPLOYEE RETIREMENT PROGRAMS – CONTINUED

Employees Covered by Benefit Terms

As of December 31, 2015, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	255
Inactive Plan Members entitled to but not yet receiving benefits	191
Active Plan Members	<u>159</u>
Total	<u><u>605</u></u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2015 was 9.60%. For the fiscal year ended June 30, 2016, the District contributed \$604,237 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 District's net pension liability was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2015:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.75%.
- Salary Increases were expected to be 3.75% to 14.50%, including inflation.
- The Investment Rate of Return was assumed to be 7.49%.
- Projected Retirement Age was from the 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.
- 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.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

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10. EMPLOYEE RETIREMENT PROGRAMS – CONTINUED

Asset Class	Portfolio Target Percentage	Return 12/31/15	Projected Returns/Risk	
			One Year Arithmetic	Ten Year Geometric
Equities	38%	0.02%	8.85%	7.39%
International Equities	17%	-1.90%	9.55%	7.59%
Fixed Income	27%	-0.09%	3.05%	3.00%
Real Estate	8%	11.99%	7.20%	6.00%
Alternatives:	9%			
Private Equity		N/A	13.15%	8.15%
Hedge Funds		N/A	5.55%	5.25%
Commodities		N/A	4.40%	2.75%
Cash Equivalents	1%	N/A	2.25%	2.25%
Total	100%			

**Market Value of Assets as of December 31, 2015**

Employee Contribution Reserve (MDF Assets from IMRF)	\$ 4,548,917
Employer Contribution Reserve (EAF assets from IMRF)	7,451,862
Annuitant Reserve	11,436,640
Miscellaneous Adjustment*	3,834
Net Market Value	<u>\$23,441,253</u>

- \* Includes an adjustment factor of .000163582 on the above reserves to ensure that Market Value of Assets for all employers balances to the total Market Value of IMRF. Miscellaneous adjustments are due to various items such as suspended annuity reserves, disability benefit reserve, death benefit reserve, supplemental benefit reserve, employers with no assets, etc.

Single Discount Rate

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

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 valuation, the expected rate of return on pension plan investments is 7.50%, the municipal bond rate is 3.57% (based on the weekly rate closest to but no later than the measurement date of the "state and local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting single discount rate is 7.49% for the Regular Plan.



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10. EMPLOYEE RETIREMENT PROGRAMS – CONTINUED

Changes in the Net Pension Liability

	<b>Total Pension Liability (A)</b>	<b>Plan Fiduciary Net Position (B)</b>	<b>Net Pension Liability (A) - (B)</b>
<b>Balances at December 31, 2014</b>	\$ 24,758,446	\$ 23,874,825	\$ 883,621
<b>Changes for the year:</b>			
Service Cost	643,825	-	643,825
Interest on the Total Pension Liability	1,834,496	-	1,834,496
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	232,795	-	232,795
Changes of Assumptions	31,576	-	31,576
Contributions- Employer	-	598,575	(598,575)
Contributions- Employee	-	287,281	(287,281)
Net Investment Income	-	118,487	(118,487)
Benefit Payments, including Refunds of Employee Contributions	(1,240,837)	(1,240,837)	-
Other (Net Transfer)	-	(197,078)	197,078
Net Changes	1,501,855	(433,572)	1,935,427
<b>Balances at December 31, 2015</b>	<u>\$ 26,260,301</u>	<u>\$ 23,441,253</u>	<u>\$ 2,819,048</u>

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

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.49% for the Regular Plan, 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:

	<b>1% Decrease 6.49%</b>	<b>Current Single Discount 7.49%</b>	<b>1% Increase 8.49%</b>
Total Pension Liability	\$29,670,440	\$ 26,260,301	\$23,443,412
Plan Fiduciary Net Position	23,441,253	23,441,253	23,441,253
Net Pension Liability/(Asset)	<u>\$ 6,229,187</u>	<u>\$ 2,819,048</u>	<u>\$ 2,159</u>

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

For the calendar year ended December 31, 2015, the Thornton Fractional Township High School District No. 215 pension expense was \$1,303,433.

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10. EMPLOYEE RETIREMENT PROGRAMS – CONTINUED

**Expense/(Income)**

1. Service Cost	\$ 643,825
2. Interest on the Total Pension Liability	1,834,496
3. Current-Period Benefit Changes	-
4. Employee Contribution (made negative for addition here)	(287,281)
5. Projected Earnings on Plan Investments (made negative for addition here)	(1,769,910)
6. Other Changes in Plan Fiduciary Net Position	197,078
7. Recognition of Outflow (Inflow) of Resources due to Liabilities	293,457
8. Recognition of Outflow (Inflow) of Resources due to Assets	391,768
<b>Total Pension Expense/(Income)</b>	<b><u>\$1,303,433</u></b>

At December 31, 2015, the District's deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>	<b>Net Deferred Outflows of Resources</b>
Differences between expected and actual experience	\$ 145,788	\$ 104,694	\$ 41,094
Changes of assumptions	256,383	-	256,383
Net difference between projected and actual earnings on pension plan investments	<u>1,505,587</u>	<u>-</u>	<u>1,505,587</u>
<b>Total Deferred Amounts to be recognized in pension expense in future periods at December 31, 2015</b>	1,907,758	104,694	1,803,064
<b>Pension Contributions made subsequent to the Measurement Date (January 2016-June 2016)</b>	<u>312,128</u>	<u>-</u>	<u>312,128</u>
<b>Total Deferred Amounts Related to Pensions at June 30, 2016</b>	<b><u>\$2,219,886</u></b>	<b><u>\$ 104,694</u></b>	<b><u>\$ 2,115,192</u></b>

Deferred outflows of resources to be recognized in future pension expenses:

<b>Year Ending December 31</b>	<b>Net Deferred Outflows of Resources</b>
2016	\$ 622,490
2017	458,523
2018	391,768
2019	330,283
Total	<b><u>\$ 1,803,064</u></b>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
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10. EMPLOYEE RETIREMENT PROGRAMS – CONTINUED

C. SUMMARY OF PENSION INFORMATION

Pension related assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net change in pension expense (income) are summarized as follows:

	<u>TRS</u>	<u>IMRF</u>	<u>Total</u>
Deferred outflows of resources	\$ 717,738	\$ 2,219,886	\$ 2,937,624
Net Pension Liability	\$ 5,182,961	\$ 2,819,048	\$ 8,002,009
Deferred inflows of resources	\$ 837,635	\$ 104,694	\$ 942,329
Net change in pension expense (income)	\$ (47,640)	\$ 76,367	\$ 28,727

11. POSTEMPLOYMENT BENEFITS

A. TEACHER HEALTH INSURANCE SECURITY

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

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

On behalf contributions to 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 1.07 percent of pay during the year ended June 30, 2016. State of Illinois contributions were \$270,595 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 employer THIS Fund contribution was .80 percent during the year ended June 30, 2016. For the year ended June 30, 2016, the District paid \$202,314 to the THIS Fund, which was 100 percent of the required contribution.

Further information on the THIS fund.

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

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
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**B. POSTRETIREMENT MEDICAL PLAN**

*Plan Description.* The District's Health Insurance Plan for Retired Employees provides limited health care coverage for its eligible retired employees. The plan is funded on a pay-as-you-go basis. Employees are eligible upon retirement if they were enrolled in the active medical plan immediately prior to retiring. Eligibility and coverage varies based on employee classification as described below:

Certified (Teachers and Administrators): TRS-eligible employees are not eligible for continuation of coverage through the District plan.

Non-Certified: Eligible for benefits once they meet criteria for retirement under IMRF plan (age 55 and 8 years of service). All eligible Non-Certified employees and their spouses are eligible to continue medical, dental, vision and prescription drug coverage with the District plans upon retirement. Coverage is allowed to continue after age 65 with the retiree paying 100% of the required premium.

Membership in the plan consisted of the following as of June 30, 2016:

Actives	135
Retirees and Dependents	<u>8</u>
Total	<u><u>143</u></u>
Number of participating employers	1

ANNUAL OPEB COST AND NET OPEB OBLIGATIONS

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Annual required contribution	\$ 65,813	\$ 65,813
Adjustment to Annual required contribution	(11,268)	(8,832)
Interest on net OPEB obligation	<u>8,106</u>	<u>6,353</u>
Annual OPEB cost	62,651	63,334
Assumed contributions	<u>(32,076)</u>	<u>(19,514)</u>
Increase in net OPEB obligation	30,575	43,820
Net OPEB obligation at beginning of year	<u>202,646</u>	<u>158,826</u>
Net OPEB obligation at end of year	<u><u>\$ 233,221</u></u>	<u><u>\$ 202,646</u></u>

THREE-YEAR TREND INFORMATION

Fiscal Year Ending	Annual OPEB Cost	Percentage of OPEB Cost Contributed	Net OPEB Obligation
6/30/2016	\$ 62,651	51.20%	\$ 233,221
6/30/2015	\$ 63,334	30.81%	\$ 202,646
6/30/2014	\$ 53,331	28.87%	\$ 158,826

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

11. POSTEMPLOYMENT BENEFITS - CONTINUED

ANNUAL REQUIRED CONTRIBUTION

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Normal cost (cost of upcoming year benefit accruals for actives)	\$ 35,199	\$ 35,199
Amortization of the UAAL (up to 30 year maximum)	30,614	30,614
Interest Adjustment (to end of year)	-	-
Annual Required Contribution	<u>\$ 65,813</u>	<u>\$ 65,813</u>
Interest on Net OPEB Obligation	8,106	6,353
Adjustment to Annual required contribution	(11,268)	(8,832)
Amortization of NOO	-	-
Annual OPEB Cost	<u><u>\$ 62,651</u></u>	<u><u>\$ 63,334</u></u>

FUNDED STATUS

(a) Actuarial accrued liability	\$ 529,385
(b) Actuarial value of plan assets	<u>-</u>
Unfunded actuarial accrued liability (funding excess) [(a) - (b)]	<u><u>\$ 529,385</u></u>
Funded ratio (b) / (a)	0.00%
(c) Covered payroll	N/A
Unfunded actuarial accrued liability (funding excess) as a percentage of covered payroll ((a) - (b)) / (c))	0%

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

11. POSTEMPLOYMENT BENEFITS - CONTINUED

FUNDING POLICY AND ACTUARIAL ASSUMPTIONS

Actuarial valuation date	July 1, 2014
Data collection date	September-15
Participant data	Employee and retiree data was supplied by the plan sponsor as of the census date. Data on persons receiving benefits was supplied by the plan sponsor.
Fiscal year	July 1 - June 30
Actuarial cost method	Projected Unit Credit Method
Asset valuation method	N/A
Benefits not included	None
Nature of Actuarial Calculations	<p>The results are estimates based on assumptions about future events. Assumptions may be made about participant data or other factors. All approximations and assumptions are noted. Reasonable efforts were made in this valuation to ensure that significant items in the context of the actuarial liabilities or costs are treated appropriately, and not excluded or included inappropriately. Actual future experience will differ from the assumptions used. As these differences arise, the expense for accounting purposes will be adjusted in future valuations to reflect such actual experience. The numbers are not rounded, but this is for convenience only and should not imply precision which is not inherent in actuarial calculations.</p>
Actuarial assumptions:	
Discount rate	4.00%
Healthcare inflation rate	10.74% initial, 5.00% ultimate
Salary rate increase	N/A
Expected rate of return on assets	N/A
Retiree contribution trend	Same as Health Care Trend
Mortality table	RP-2000 Combined Healthy Mortality Table for males and females with mortality improvement projected to 2015 using Scale AA.
Disability rates	None
Coverage status	Actual coverage status is used. Active employees are assumed to select their current plan at retirement at the current coverage level.
Starting Per Capita Costs	Retiree Age 55 to 64 PPO Plan \$10,856 to \$15,452 / Spouse Age 55 to 64 PPO Plan \$17,908 to \$25,488 / Retiree Age 55 to 64 HMO Plan \$10,316 to \$14,683 / Spouse Age 55 to 64 HMO Plan \$16,533 to \$23,531
Retiree contributions	Retiree PPO Plan \$7,683 / Spouse PPO Plan \$12,673 / Retiree HMO Plan \$7,400 / Spouse HMO Plan \$11,860
Morbidity	Age: Under 65 / Rate Per Age: 4.00%
Election at Retirement	40% of future IMRF retirees will elect District coverage at retirement.
Marital Status	40% of active employees are assumed to be married with males three years older than females. Actual spouse data was used for current retirees.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

12. FUND BALANCE REPORTING/NET POSITION

A. FUND BALANCE REPORTING

The intention of GASB 54 is to provide a more structured classification of fund balance and to improve the usefulness of fund balance reporting to the users of the District's financial statements. The reporting standard establishes a hierarchy for fund balance classifications and the constraints imposed on the uses of those resources. GASB 54 provides for two major types of fund balances, which are 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. In addition to the nonspendable fund balance, GASB 54 has provided a hierarchy of spendable fund balances, based on a hierarchy of spending constraints.

- Restricted: fund balances that are constrained by external parties, constitutional provisions, or enabling legislation. Things such as restrictions imposed by creditors, grantors, and contributors.
- Committed: fund balances that contain self-imposed constraints of the government from its highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.
- Assigned: fund balances that contain self-imposed constraints of the government to be used for a particular purpose. Intent should be expressed by a) the governing body itself or b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.
- Unassigned: fund balance of the general fund that is not constrained for any particular purpose.

The District has classified its fund balances with the following hierarchy:

Nonspendable: The District has no fund balances that are classified here.

Spendable: The District has classified the spendable fund balances as:

Fund	Restricted	Committed	Assigned	Unassigned	Fund Balance Totals
Educational	\$ -	\$ -	\$ -	\$ 13,592,371	\$ 13,592,371
Operations and Maintenance	-	-	-	5,406,503	5,406,503
Debt Service	1,291,849	-	-	-	1,291,849
Transportation	74,067	-	725,000	-	799,067
Municipal Retirement	-	-	4,479	-	4,479
Site and Construction	858,557	-	-	-	858,557
Working Cash	-	-	-	4,237,679	4,237,679
Tort Liability	649,521	-	-	-	649,521
Fire Prevention and Safety	-	-	-	-	-
	<u>\$ 2,873,994</u>	<u>\$ -</u>	<u>\$ 729,479</u>	<u>\$ 23,236,553</u>	<u>\$ 26,840,026</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

12. FUND BALANCE REPORTING/NET POSITION - CONTINUED

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources on the district-wide financial statements. Net positions are classified in the following categories:

- Net investment in capital assets- This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the assets.
- Restricted net position- This amount is restricted by creditors, grantors, contributors, or laws or regulations of other governments.
- Unrestricted net position- This amount is the net position that does not meet the definition of “net investment in capital assets” or “restricted net position”.

13. RECENT GASB PRONOUNCEMENT

GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans. Statement 74 addresses the financial reports of defined benefit OPEB plans that are administered through trusts that meet specified criteria. The Statement follows the framework for financial reporting of defined benefit OPEB plans in Statement 45 by requiring a statement of fiduciary net position and a statement of changes in fiduciary net position. The Statement requires more extensive note disclosures and RSI related to the measurement of the OPEB liabilities for which assets have been accumulated, including information about the annual money-weighted rates of return on plan investments. Statement 74 also sets forth note disclosure requirements for defined contribution OPEB plans. This provision is effective for fiscal years beginning after June 15, 2016.

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. This Statement replaces the requirements of Statement 45 and requires governments to report a liability on the face of the financial statements for the OPEB that they provide. Statement 75 requires governments in all types of OPEB plans to present more extensive note disclosures and required supplementary information (RSI) about their OPEB liabilities. Among the new note disclosures is a description of the effect on the reported OPEB liability of using a discount rate and a healthcare cost trend rate that are one percentage point higher and one percentage point lower than assumed by the government. The new RSI includes a schedule showing the causes of increases and decreases in the OPEB liability and a schedule comparing a government's actual OPEB contributions to its contributions requirements. This provision is effective for fiscal years beginning after June 15, 2017.

GASB issued Statement 77, Tax Abatement Disclosures. This Statement is intended to improve financial reporting by requiring disclosure of tax abatement information about a reporting government's own tax abatement agreements and those that are entered into by other governments and that reduce the reporting government's tax revenues. This provision is effective for reporting periods beginning after December 15, 2015.

GASB issued Statement 78, Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans. The objective of the Statement is to address a practice issue regarding the scope and applicability of Statement No. 68. The Statement amends the scope and applicability of Statement No. 68 to exclude pensions provided to employees of state and local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that is not a state or local governmental pension plan, is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and has no predominant state or local governmental employer. The Statement established requirements for recognition and measurement of pension expenses, expenditures, and liabilities; note disclosures; and required supplementary information. This provision is effective for reporting periods beginning after December 15, 2015.



**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

13. RECENT GASB PRONOUNCEMENT - CONTINUED

GASB issued Statement 82, Pension Issues- an amendment of GASB Statements No. 67, No. 68, and No. 73. The objective of this Statement is to address certain issues that have been raised with respect to GASB No. 67, 68, and 73. This Statement addresses issues regarding the presentation of payroll-related measures in required supplementary information, the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and the classification of payments made by employers to satisfy employee contribution requirements. This provision is effective for reporting periods beginning after June 15, 2016, except for the requirements of paragraph 7 in a circumstance in which an employer's pension liability is measured as of a date than the employer's most recent fiscal year-end. In that circumstance, the requirements of paragraph 7 are effective for that employer in the first reporting period in which the measurement date of the pension liability is on or after June 15, 2017.

## REQUIRED SUPPLEMENTARY INFORMATION

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**TEACHERS' RETIREMENT SYSTEM**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF EMPLOYER LIABILITY AND CONTRIBUTIONS**  
**JUNE 30, 2016**

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2015 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

**SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**Teachers' Retirement System of the State of Illinois**

	FY16*	FY15*
Employer's proportion of the net pension liability	0.0079117010%	0.0074657560%
Employer's proportion share of the net pension liability	\$ 5,182,961	\$ 4,543,530
State's proportionate share of the net pension liability associated with the employer	156,575,493	143,347,047
Total	<u>\$ 161,758,454</u>	<u>\$ 147,890,577</u>
Employer's covered-employee payroll	\$ 24,106,381	\$ 23,258,711
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	21.5%	19.5%
Plan fiduciary net position as a percentage of the total pension liability	41.5%	43.0%

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

**SCHEDULE OF THE EMPLOYER CONTRIBUTIONS**  
**Teachers' Retirement System of the State of Illinois**

	June 30, 2016	June 30, 2015
Statutorily-required contribution	\$ 146,678	\$ 277,334
Contribution in relation to the statutorily-required contribution	146,689	277,926
Contribution deficiency (excess)	<u>\$ (11)</u>	<u>\$ (592)</u>
Employer's covered-employee payroll	\$ 25,289,297	\$ 24,106,381
Contribution as a percentage of covered-employee payroll	0.6%	1.2%

The information in both schedules will accumulate until a full 10-year trend is presented as required by Statement No. 68.

Notes to Required Supplementary Information

Changes in assumptions:

Amounts reported in 2015 reflect an investment rate of return of 7.5 percent, an inflation rate of 3.0 percent and real return of 4.5 percent, and salary increases that vary by service credit. In 2014, assumptions used were an investment rate of return of 7.5 percent, and inflation rate of 3.0 percent and real return of 4.5 percent, and salary increases of 5.75 percent.

For more information, see Note 10-A

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**JUNE 30, 2016**

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2014	\$ 615,009	\$ 611,813	\$ 3,196	\$ 5,879,626	10.41%
2015	\$ 597,573	* \$ 598,575	\$ (1,002)	\$ 6,097,682	9.82%

\* Estimated based on contribution rate of 9.60% and covered valuation payroll of \$6,097,682.

**Valuation Date:**

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

**Methods and Assumptions Used to Determine 2015 Contribution Rates:**

Actuarial Cost Method: Aggregate Entry Age Normal

Amortization Method: Level Percentage of Payroll, Closed

Remaining Amortization Period: Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 28-year closed period until remaining period reaches 15 years (then 15-year rolling period). Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 23 years for most employers (two employers were financed over 32 years).

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

Wage Growth: 4.00%

Price Inflation: 3%, approximate; No explicit price inflation assumption is used in this valuation.

Salary Increases: 4.40% to 16%, including inflation

Investment Rate of Return: 7.50%

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the period 2008 to 2010.

Mortality: RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men, 120% of the table rates were used. For women, 92 percent of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

**Other Information:**

Notes There were no benefit changes during the year.

**Notes to Schedule:**

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.  
For more information, see Note 10-B

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS**  
**JUNE 30, 2016**

<b>Calendar Year Ended December 31,</b>	<u>2015</u>	<u>2014</u>
<b>Total Pension Liability</b>		
Service Cost	\$ 643,825	\$ 645,950
Interest on the Total Pension Liability	1,834,496	1,705,877
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience of the		
Total Pension Liability	232,795	(413,666)
Changes of Assumptions	31,576	934,878
Benefit Payments, including Refunds of Employee Contributions	(1,240,837)	(1,073,284)
Net Change in Total Pension Liability	1,501,855	1,799,755
Total Pension Liability - Beginning	24,758,446	22,958,691
Total Pension Liability - Ending (A)	<u>\$ 26,260,301</u>	<u>\$ 24,758,446</u>
<b>Plan Fiduciary Net Position</b>		
Contributions- Employer	\$ 598,575	\$ 611,813
Contributions- Employees	287,281	265,239
Net Investment Income	118,487	1,399,353
Benefit Payments, including Refunds of Employee Contributions	(1,240,837)	(1,073,284)
Other (Net Transfers)	(197,078)	(366,631)
Net Change in Plan Fiduciary Net Position	(433,572)	836,490
Plan Fiduciary Net Position - Beginning	23,874,825	23,038,335
Plan Fiduciary Net Position - Ending (B)	<u>\$ 23,441,253</u>	<u>\$ 23,874,825</u>
<b>Net Pension Liability - Ending (A) - (B)</b>	<u>\$ 2,819,048</u>	<u>\$ 883,621</u>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	89.26%	96.43%
<b>Covered Valuation Payroll</b>	\$ 6,097,682	\$ 5,879,626
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	46.23%	15.03%

**Notes to Schedule:**

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

For more information, see Note 10-B

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**POSTRETIREMENT MEDICAL PLAN**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF FUNDING PROGRESS**  
**JUNE 30, 2016**

<u>Fiscal Year End</u>	<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a percentage of Covered Payroll</u>
2016	7/1/2014	\$ -	\$ 529,385	\$ 529,385	0.00%	N/A	N/A
2015	7/1/2014	\$ -	\$ 529,385	\$ 529,385	0.00%	N/A	N/A
2014	7/1/2012	\$ -	\$ 369,992	\$ 369,992	0.00%	N/A	N/A

For information regarding contribution percentage rates, assumptions and amortization method, see Note 11-B.

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

Page 1 of 9

**EDUCATIONAL FUND**

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 22,402,940	\$ 21,494,249	\$ 22,146,698
Replacement taxes	1,040,000	903,442	-
Charges for services	761,100	982,223	810,593
Refund of prior year expenditures	107,000	132,342	88,884
Investment earnings	139,120	127,447	166,623
Flow-through revenue from state sources	-	-	-
Unrestricted general state aid	13,216,000	13,967,418	12,167,674
Restricted state aid			
Special education	1,331,000	1,436,913	1,210,067
Vocational education	98,494	118,020	148,830
Driver education	82,000	43,034	82,166
Other restricted state grants-in-aid	525,694	170,794	523,478
Total restricted state aid	<u>2,037,188</u>	<u>1,768,761</u>	<u>1,964,541</u>
Restricted federal aid			
National school lunch program	972,000	986,200	971,624
Title I - low income	1,250,481	1,430,524	1,366,873
Title IV - 21st Century	120,600	124,614	141,653
Special education IDEA flow through	578,869	628,072	721,328
Vocational education	137,555	138,392	147,983
Title II - teacher quality	80,286	88,480	76,896
Medicaid matching fund	92,000	134,252	92,028
Total restricted federal aid	<u>3,231,791</u>	<u>3,530,534</u>	<u>3,518,385</u>
TOTAL REVENUES	<u>\$ 42,935,139</u>	<u>\$ 42,906,416</u>	<u>\$ 40,863,398</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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EDUCATIONAL FUND

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
EXPENDITURES			
Current			
Instruction			
Regular programs			
Salaries	\$ 13,885,133	\$ 14,535,910	13,881,875
Employee benefits	1,862,420	2,177,295	2,170,504
Purchased services	178,225	289,099	330,402
Supplies and materials	517,219	609,175	694,143
Other	35,900	33,332	32,129
Non-capitalized equipment	-	-	2,961
	<u>16,478,897</u>	<u>17,644,811</u>	<u>17,112,014</u>
Special education programs			
Salaries	3,520,001	3,484,692	3,306,037
Employee benefits	466,400	499,921	463,293
Purchased services	176,400	66,531	202,657
Supplies and materials	18,049	20,698	16,576
Other	1,105,260	1,568,680	1,207,852
Non-capitalized equipment	-	-	1,405
	<u>5,286,110</u>	<u>5,640,522</u>	<u>5,197,820</u>
Remedial & suppl k-12			
Salaries	2,080	-	-
Employee benefits	752	-	-
Purchased services	2,000	-	-
Other	1,451,367	-	-
	<u>1,456,199</u>	<u>-</u>	<u>-</u>
Other instructional programs			
Vocational programs			
Salaries	1,385,168	1,347,205	1,314,387
Employee benefits	187,600	176,054	186,300
Purchased services	71,100	43,143	48,301
Supplies and materials	175,405	71,406	50,188
	<u>1,819,273</u>	<u>1,637,808</u>	<u>1,599,176</u>
Interscholastic programs			
Salaries	1,602,018	1,648,647	1,560,904
Employee benefits	86,200	100,309	84,036
Purchased services	219,950	220,042	236,137
Supplies and materials	120,840	128,240	111,386
Other	57,700	54,411	57,693
Non-capitalized equipment	-	-	1,600
	<u>\$ 2,086,708</u>	<u>\$ 2,151,649</u>	<u>\$ 2,051,756</u>



**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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EDUCATIONAL FUND

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
EXPENDITURES (Continued)			
Current (continued)			
Instruction (continued)			
Other instructional programs (continued)			
Summer school program			
Salaries	\$ 117,140	\$ 114,779	\$ 106,160
Employee benefits	500	394	500
Supplies and materials	5,000	-	2,438
	<u>122,640</u>	<u>115,173</u>	<u>109,098</u>
Drivers education			
Salaries	224,723	263,782	239,461
Employee benefits	36,100	38,390	35,712
Purchased services	20,700	3,150	3,316
Supplies and materials	4,800	2,809	3,177
	<u>286,323</u>	<u>308,131</u>	<u>281,666</u>
Truant			
Salaries	-	82,381	57,036
Employee benefits	-	18,220	14,347
Purchased services	-	8,927	3,264
Supplies and materials	-	7	311
Other	190,308	29,863	-
	<u>190,308</u>	<u>139,398</u>	<u>74,958</u>
Truant private tuition			
Other	20,000	-	-
	<u>20,000</u>	<u>-</u>	<u>-</u>
Total other instructional programs	<u>4,525,252</u>	<u>4,352,159</u>	<u>4,116,654</u>
Support services			
Pupil services			
Attendance & social work services			
Salaries	1,726,039	1,678,185	1,598,189
Employee benefits	316,600	300,593	318,421
Supplies and materials	16,530	15,335	13,477
Non-capitalized equipment	-	-	1,385
	<u>2,059,169</u>	<u>1,994,113</u>	<u>1,931,472</u>
Guidance services			
Salaries	1,254,844	1,280,879	1,231,900
Employee benefits	193,800	211,831	195,351
Supplies and materials	33,800	31,751	37,311
Other	1,450	699	664
	<u>1,483,894</u>	<u>1,525,160</u>	<u>1,465,226</u>
Health services			
Salaries	232,160	232,159	207,353
Employee benefits	50,400	55,287	50,091
Purchased services	4,000	-	-
Supplies and materials	3,000	4,761	3,115
	<u>\$ 289,560</u>	<u>\$ 292,207</u>	<u>\$ 260,559</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -  
NON-GAAP (BUDGETARY BASIS)

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EDUCATIONAL FUND

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
EXPENDITURES (Continued)			
Current (continued)			
Support services (continued)			
Pupil services (continued)			
Psychological services			
Salaries	\$ 138,919	\$ 138,919	\$ 74,751
Employee benefits	17,000	25,660	16,876
Supplies and materials	950	742	743
	<u>156,869</u>	<u>165,321</u>	<u>92,370</u>
Speech pathology and audiology services			
Salaries	133,834	133,833	125,911
Employee benefits	1,800	1,847	1,687
Supplies and materials	500	500	427
Other	725	475	450
	<u>136,859</u>	<u>136,655</u>	<u>128,475</u>
Total support services	<u>4,126,351</u>	<u>4,113,456</u>	<u>3,878,102</u>
Instructional staff services			
Improvement of instruction services			
Salaries	374,626	415,838	387,876
Employee benefits	62,020	96,372	70,159
Purchased services	72,400	78,836	91,244
Supplies and materials	4,999	3,737	1,043
Other	1,500	1,154	1,261
	<u>515,545</u>	<u>595,937</u>	<u>551,583</u>
Educational media services			
Salaries	475,927	496,958	487,281
Employee benefits	59,500	73,328	59,233
Purchased services	579,000	850,717	528,728
Supplies and materials	314,850	315,520	298,648
Non-capitalized equipment	-	-	7,964
	<u>\$ 1,429,277</u>	<u>\$ 1,736,523</u>	<u>\$ 1,381,854</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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EDUCATIONAL FUND

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
EXPENDITURES (Continued)			
Current (continued)			
Support services (continued)			
Instructional staff services (continued)			
Assessment/Testing			
Purchased services	\$ 20,000	\$ 72,106	\$ 78,336
Other	5,000	319	627
	<u>25,000</u>	<u>72,425</u>	<u>78,963</u>
Total instructional staff services	<u>1,969,822</u>	<u>2,404,885</u>	<u>2,012,400</u>
General administration services			
Board of education services			
Purchased services	<u>286,335</u>	<u>284,749</u>	<u>217,936</u>
	<u>286,335</u>	<u>284,749</u>	<u>217,936</u>
Executive administration services			
Salaries	345,416	369,261	330,721
Employee benefits	71,800	74,215	69,931
Purchased services	41,000	26,853	32,373
Supplies and materials	11,000	14,806	10,615
Other	20,000	22,170	19,549
	<u>\$ 489,216</u>	<u>\$ 507,305</u>	<u>\$ 463,189</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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**EDUCATIONAL FUND**

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
EXPENDITURES (Continued)			
Current (continued)			
Support services (continued)			
General administration services (continued)			
Immunity services			
Purchased services	\$ 178,850	\$ 187,874	\$ 79,127
	<u>178,850</u>	<u>187,874</u>	<u>79,127</u>
Total general administration services	<u>954,401</u>	<u>979,928</u>	<u>760,252</u>
Office of the principal services			
Salaries	1,660,508	1,715,522	1,590,316
Employee benefits	345,600	431,124	338,402
Purchased services	13,200	8,906	9,399
Supplies and materials	52,000	87,090	55,909
Other	700	365	488
Non-capitalized equipment	-	-	26,563
Total office of the principal services	<u>2,072,008</u>	<u>2,243,007</u>	<u>2,021,077</u>
Business services			
Direction of business support services			
Salaries	82,509	144,105	126,086
Employee benefits	30,400	32,965	29,666
	<u>112,909</u>	<u>177,070</u>	<u>155,752</u>
Fiscal services			
Salaries	333,299	265,228	254,733
Employee benefits	73,000	59,182	72,961
Purchased services	9,250	5,986	6,040
Supplies and materials	5,250	11,110	2,050
Other	1,000	1,039	838
	<u>\$ 421,799</u>	<u>\$ 342,545</u>	<u>\$ 336,622</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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EDUCATIONAL FUND

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
EXPENDITURES (Continued)			
Current (continued)			
Food services			
Salaries	\$ 824,189	\$ 763,362	\$ 746,019
Employee benefits	192,400	241,173	192,383
Purchased services	35,950	30,610	22,864
Supplies and materials	799,500	757,853	674,813
Non-capitalized equipment	-	-	-
	<u>1,852,039</u>	<u>1,792,998</u>	<u>1,636,079</u>
Internal services			
Salaries	70,101	70,083	67,133
Employee benefits	31,900	34,791	31,658
Supplies and materials	3,200	2,036	1,995
	<u>105,201</u>	<u>106,910</u>	<u>100,786</u>
Total business services	<u>2,491,948</u>	<u>2,419,523</u>	<u>2,229,239</u>
Operations and maintenance of plant services			
Salaries	-	6,783	6,990
Employee benefits	-	553	-
Total operations and maintenance of plant services	<u>-</u>	<u>7,336</u>	<u>6,990</u>
Pupil transportation services			
Purchased services	-	3,087	3,464
Total pupil transportation services	<u>-</u>	<u>3,087</u>	<u>3,464</u>
Central and other support services			
Planning, R&D & evaluation			
Purchased services	-	2,470	3,055
	<u>-</u>	<u>2,470</u>	<u>3,055</u>
Staff services			
Salaries	146,198	155,905	141,899
Employee benefits	32,500	34,722	32,422
Purchased services	12,500	15,460	13,852
Supplies and materials	800	2,762	518
Other	1,200	965	760
	<u>\$ 193,198</u>	<u>\$ 209,814</u>	<u>\$ 189,451</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES,, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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**EDUCATIONAL FUND**

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
EXPENDITURES (Continued)			
Current (continued)			
Central and other support services (continued)			
Data processing services			
Salaries	\$ 103,735	\$ 99,577	\$ 104,936
Employee benefits	5,800	-	5,787
Purchased services	2,000	-	-
Supplies and materials	1,000	877	15
Other	1,000	-	458
	<u>113,535</u>	<u>100,454</u>	<u>111,196</u>
Other support services			
Salaries	-	49,440	50,640
Employee benefits	-	95	194
Purchased services	-	-	4,536
Supplies and materials	-	3,582	1,828
Other	-	27,163	-
	<u>-</u>	<u>80,280</u>	<u>57,198</u>
Total central and other support services	<u>306,733</u>	<u>393,018</u>	<u>360,900</u>
Community services			
Salaries	-	-	3,737
Employee benefits	-	-	763
Purchased services	2,736	65,279	112,236
Supplies and materials	-	3,565	2,839
Total community services	<u>2,736</u>	<u>68,844</u>	<u>119,575</u>
Nonprogrammed charges			
Payments to other governmental units			
Payments for special education programs	2,309,508	2,336,857	2,334,785
Payments for community college programs	40,000	8,586	42,336
Other payments to in state gov units	-	32,192	-
Total nonprogrammed charges	<u>\$ 2,349,508</u>	<u>\$ 2,377,635</u>	<u>\$ 2,377,121</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUE, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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**EDUCATIONAL FUND**

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
EXPENDITURES (Continued)			
Current (continued)			
Capital outlay			
Regular programs	\$ 32,900	\$ 224,409	\$ 102,138
Special education programs	2,400	-	-
Vocational programs	59,494	42,363	76,696
Interscholastic programs	33,000	15,780	27,603
Drivers Education	-	-	18,579
Attendance and social work services	6,400	-	3,336
Improvement of instruction services	4,000	-	-
Educational media services	660,000	98,585	626,479
Executive administration services	2,000	-	-
Internal services	1,400	-	-
Office of the principal services	71,400	13,792	2,823
Fiscal services	10,000	-	-
Food services	30,000	4,635	4,800
Staff services	2,000	-	7,390
Total capital outlay	<u>914,994</u>	<u>399,564</u>	<u>869,844</u>
 TOTAL EXPENDITURES	 <u>42,934,959</u>	 <u>43,047,775</u>	 <u>41,065,452</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 180</u>	 (141,359)	 (202,054)
 FUND BALANCE - Beginning (Budgetary Basis)		<u>14,238,375</u>	<u>14,139,796</u>
 FUND BALANCE - Ending (Budgetary Basis)		14,097,016	13,937,742
 ADJUSTMENTS TO RECONCILE TO GAAP BASIS			
To adjust for revenue accruals and deferrals		(306,960)	166,311
To adjust for expenditure accruals		<u>(197,685)</u>	<u>134,322</u>
 FUND BALANCE - Ending (GAAP Basis)		<u>\$ 13,592,371</u>	<u>\$ 14,238,375</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -  
NON-GAAP (BUDGETARY BASIS)

Page 1 of 1

OPERATIONS AND MAINTENANCE FUND

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
<b>REVENUES</b>			
Property taxes	\$ 2,924,500	\$ 3,000,369	\$ 2,900,294
TIF Districts Surplus	-	-	176,775
Corporate personal property replacement taxes	-	-	990,644
Charges for services	80,130	84,369	80,128
Investment earnings	40,470	43,609	49,573
Unrestricted general state aid	<u>1,566,000</u>	<u>1,566,000</u>	<u>1,716,749</u>
<b>TOTAL REVENUES</b>	<u>4,611,100</u>	<u>4,694,347</u>	<u>5,914,163</u>
<b>EXPENDITURES</b>			
Current			
Operations & maintenance services			
Salaries	1,997,847	1,952,605	1,939,078
Employee benefits	395,310	405,447	395,345
Purchased services	1,801,370	1,701,655	1,867,076
Supplies and materials	303,000	286,084	274,261
Non-capitalized equipment	<u>-</u>	<u>-</u>	<u>11,591</u>
Total operations and maintenance services	<u>4,497,527</u>	<u>4,345,791</u>	<u>4,487,351</u>
Capital outlay			
Operations and maintenance	<u>113,000</u>	<u>28,132</u>	<u>77,057</u>
Total capital outlay	<u>113,000</u>	<u>28,132</u>	<u>77,057</u>
<b>TOTAL EXPENDITURES</b>	<u>4,610,527</u>	<u>4,373,923</u>	<u>4,564,408</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ 573</u></u>	320,424	1,349,755
<b>FUND BALANCE - Beginning (Budgetary Basis)</b>		<u>5,103,322</u>	<u>3,764,039</u>
<b>FUND BALANCE - Ending (Budgetary Basis)</b>		5,423,746	5,113,794
<b>ADJUSTMENTS TO RECONCILE TO GAAP BASIS</b>			
To adjust for revenue accruals and deferrals		5,849	12,118
To adjust for expenditure accruals		<u>(23,092)</u>	<u>(22,590)</u>
<b>FUND BALANCE - Ending (GAAP Basis)</b>		<u><u>\$ 5,406,503</u></u>	<u><u>\$ 5,103,322</u></u>



**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2016**

**BUDGETS AND BUDGETARY ACCOUNTING**

The budget for all governmental fund types is prepared on the cash basis of accounting and excludes on-behalf payments for which the District is not legally responsible. This is a comprehensive basis of accounting other than generally accepted accounting principles. The budget, which was not amended, was passed on September 22, 2015.

Legal spending control for District moneys is at the fund level, but management control is exercised at budgetary line item levels within each fund. Unexpended budgetary balances lapse at the end of each fiscal year.

The District, in accordance with Chapter 105, Section 5/17-1 of the *Illinois Compiled Statutes*, 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 disbursed 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.

**OVEREXPENDITURE OF BUDGET**

At June 30, 2016, the following funds over expended their budgets:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Amount</u>
Education	\$ 42,934,959	\$ 43,047,775	\$ 112,816
Transportation	\$ 2,464,970	\$ 2,611,083	\$ 146,113
Social Security/IMRF	\$ 1,363,330	\$ 1,431,423	\$ 68,093

## OTHER SUPPLEMENTARY INFORMATION

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2016**

	Transpor- tation	Municipal Retirement/ Social Security	Bond and Interest	Site and Construction	Working Cash	Tort Immunity	Total
<u>ASSETS</u>							
Cash/investments - pooled accounts	\$ 842,514	\$ 4,469	\$ 1,299,921	941,032	\$ 4,229,860	\$ 650,333	\$ 7,968,129
Cash at district	146	-	-	-	-	(735)	(589)
Property taxes receivable, net	623,023	601,170	1,428,961	795,808	119,481	221,354	3,789,797
Due from other governments	291,768	-	-	-	-	-	291,768
Accrued interest on investments	1,558	10	2,405	1,737	7,819	1,200	14,729
<b>TOTAL ASSETS</b>	<b>\$ 1,759,009</b>	<b>\$ 605,649</b>	<b>\$ 2,731,287</b>	<b>\$ 1,738,577</b>	<b>\$ 4,357,160</b>	<b>\$ 872,152</b>	<b>\$ 12,063,834</b>
<u>LIABILITIES</u>							
Accounts payable	\$ 45,150	\$ -	\$ 477	84,212	\$ -	\$ 1,277	\$ 131,116
Other current liabilities	-	-	10,000	-	-	-	10,000
<b>TOTAL LIABILITIES</b>	<b>45,150</b>	<b>-</b>	<b>10,477</b>	<b>84,212</b>	<b>-</b>	<b>1,277</b>	<b>141,116</b>
<u>DEFERRED INFLOWS OF RESOURCES</u>							
Unavailable revenue:							
Property taxes revenue	623,023	601,170	1,428,961	795,808	119,481	221,354	3,789,797
State grant revenue	291,769	-	-	-	-	-	291,769
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>914,792</b>	<b>601,170</b>	<b>1,428,961</b>	<b>795,808</b>	<b>119,481</b>	<b>221,354</b>	<b>4,081,566</b>
<u>FUND BALANCES</u>							
Restricted	74,067	-	1,291,849	858,557	-	649,521	2,873,994
Assigned	725,000	4,479	-	-	-	-	729,479
Unassigned	-	-	-	-	4,237,679	-	4,237,679
<b>TOTAL FUND BALANCES</b>	<b>799,067</b>	<b>4,479</b>	<b>1,291,849</b>	<b>858,557</b>	<b>4,237,679</b>	<b>649,521</b>	<b>7,841,152</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 1,759,009</b>	<b>\$ 605,649</b>	<b>\$ 2,731,287</b>	<b>\$ 1,738,577</b>	<b>\$ 4,357,160</b>	<b>\$ 872,152</b>	<b>\$ 12,063,834</b>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	Transpor- tation	Municipal Retirement/ Social Security	Bond and Interest	Site and Construction	Working Cash	Tort Immunity	Total
<b>REVENUES</b>							
Property taxes	\$ 991,897	\$ 1,159,508	\$ 2,669,065	\$ 1,409,209	\$ 222,936	\$ 458,692	\$ 6,911,307
Personal property replacement taxes	-	107,000	-	-	-	-	107,000
Charges for services	1,088	-	-	-	-	-	1,088
Investment income	9,964	1,759	11,539	5,185	34,172	5,286	67,905
Restricted state aid	872,131	28,000	-	-	-	-	900,131
Restricted federal aid	-	-	35,699	-	-	-	35,699
<b>TOTAL REVENUES</b>	<b>1,875,080</b>	<b>1,296,267</b>	<b>2,716,303</b>	<b>1,414,394</b>	<b>257,108</b>	<b>463,978</b>	<b>8,023,130</b>
<b>EXPENDITURES</b>							
Current operating							
Instruction							
Regular instruction	-	260,536	-	-	-	-	260,536
Special education instruction	-	119,201	-	-	-	-	119,201
Other instruction	-	107,379	-	-	-	-	107,379
Support services							
Pupil services	-	182,632	-	-	-	-	182,632
Instructional staff services	-	71,012	-	-	-	-	71,012
General administration services	-	21,268	-	-	-	-	21,268
School administration services	-	85,765	-	-	-	-	85,765
Business services	-	57,478	-	-	-	-	57,478
Operation & maintenance							
of plant services	-	330,051	-	-	-	-	330,051
Pupil transportation services	2,492,897	200	-	-	-	-	2,493,097
Food services	-	132,613	-	-	-	-	132,613
Central and other support services	-	63,288	-	-	-	-	63,288
Tort immunity	-	-	-	-	-	445,095	445,095
Debt service	-	-	2,831,182	-	-	-	2,831,182
Capital outlay	-	-	-	1,255,002	-	-	1,255,002
<b>TOTAL EXPENDITURES</b>	<b>2,492,897</b>	<b>1,431,423</b>	<b>2,831,182</b>	<b>1,255,002</b>	<b>-</b>	<b>445,095</b>	<b>8,455,599</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(617,817)</b>	<b>(135,156)</b>	<b>(114,879)</b>	<b>159,392</b>	<b>257,108</b>	<b>18,883</b>	<b>(432,469)</b>
<b>FUND BALANCE - Beginning of Year</b>	<b>1,416,884</b>	<b>139,635</b>	<b>1,406,728</b>	<b>699,165</b>	<b>3,980,571</b>	<b>630,638</b>	<b>8,273,621</b>
<b>FUND BALANCE - End of Year</b>	<b>\$ 799,067</b>	<b>\$ 4,479</b>	<b>\$ 1,291,849</b>	<b>\$ 858,557</b>	<b>\$ 4,237,679</b>	<b>\$ 649,521</b>	<b>\$ 7,841,152</b>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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**TRANSPORTATION FUND**

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 1,442,990	\$ 991,897	\$ 802,644
Charges for services	1,130	1,088	1,130
Investment earnings	12,690	9,570	15,258
Restricted state aid			
Transportation aid	1,008,700	1,197,425	1,008,654
TOTAL REVENUES	2,465,510	2,199,980	1,827,686
EXPENDITURES			
Current			
Support services			
Pupil transportation services			
Salaries	14,220	14,638	13,810
Employee benefits	3,370	3,500	3,272
Purchased services	2,447,380	2,592,945	2,346,970
TOTAL EXPENDITURES	2,464,970	2,611,083	2,364,052
NET CHANGE IN FUND BALANCE	\$ 540	(411,103)	(536,366)
FUND BALANCE - Beginning (Budgetary Basis)		1,416,884	1,622,750
FUND BALANCE - Ending (Budgetary Basis)		1,005,781	1,086,384
ADJUSTMENTS TO RECONCILE TO GAAP BASIS			
To adjust for revenue accruals and deferrals		(324,900)	323,625
To adjust for expenditure accruals		118,186	6,875
FUND BALANCE - Ending (GAAP Basis)		\$ 799,067	\$ 1,416,884

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
<b>REVENUES</b>			
Property taxes	\$ 1,198,720	\$ 1,159,508	\$ 1,192,265
Corporate personal property replacement taxes	107,000	107,000	107,000
Investment earnings	3,740	1,880	4,254
General state aid	-	28,000	-
<b>TOTAL REVENUES</b>	<u>1,309,460</u>	<u>1,296,388</u>	<u>1,303,519</u>
<b>EXPENDITURES</b>			
Current operating			
Instruction			
Regular instruction	206,230	260,536	245,915
Special education instruction	117,130	119,201	117,123
Other instruction	96,080	107,379	97,723
Support services			
Pupil services	177,450	182,632	178,216
Instructional staff services	70,530	71,012	71,786
General administration services	20,940	21,268	20,941
School administration services	85,140	85,765	85,146
Business services	192,260	190,091	192,243
Operations and maintenance services	342,690	330,051	343,921
Pupil transportation services	190	200	188
Central and other support services	54,690	63,288	63,649
Community service	-	-	233
<b>TOTAL EXPENDITURES</b>	<u>1,363,330</u>	<u>1,431,423</u>	<u>1,417,084</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (53,870)</u>	(135,035)	(113,565)
<b>FUND BALANCE - Beginning (Budgetary Basis)</b>		<u>139,635</u>	<u>253,471</u>
<b>FUND BALANCE - Ending (Budgetary Basis)</b>		4,600	139,906
<b>ADJUSTMENTS TO RECONCILE TO GAAP BASIS</b>			
To adjust for revenue accruals and deferrals		(121)	(271)
<b>FUND BALANCE - Ending (GAAP Basis)</b>		<u>\$ 4,479</u>	<u>\$ 139,635</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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**BOND AND INTEREST FUND**

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
<b>REVENUES</b>			
Property taxes	\$ 3,211,984	\$ 2,669,065	\$ 2,882,541
Investment earnings	14,000	10,448	16,813
Restricted federal aid			
Build america bond interest	35,546	35,699	35,507
<b>TOTAL REVENUES</b>	<b>3,261,530</b>	<b>2,715,212</b>	<b>2,934,861</b>
<b>EXPENDITURES</b>			
Debt service			
Bond interest	948,956	948,956	1,025,045
Principal retired	2,200,000	1,880,000	1,815,000
Other debt service	2,130	2,226	2,133
<b>TOTAL EXPENDITURES</b>	<b>3,151,086</b>	<b>2,831,182</b>	<b>2,842,178</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>110,444</b>	<b>(115,970)</b>	<b>92,683</b>
<b>OTHER FINANCING SOURCES</b>			
Proceeds from sale of bonds	-	-	3,865,000
Premium on bonds sold	-	-	160,544
Payment on refunded bonds	-	-	(3,960,000)
Bond issuance costs	-	-	(65,544)
Other	-	-	4,721
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>-</b>	<b>-</b>	<b>4,721</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 110,444</b>	<b>(115,970)</b>	<b>97,404</b>
<b>FUND BALANCE - Beginning (Budgetary Basis)</b>		<b>1,406,728</b>	<b>1,310,061</b>
<b>FUND BALANCE - Ending (Budgetary Basis)</b>		<b>1,290,758</b>	<b>1,407,465</b>
<b>ADJUSTMENTS TO RECONCILE TO GAAP BASIS</b>			
To adjust for revenue accruals and deferrals		1,091	(774)
To adjust for expenditure accruals		-	37
<b>FUND BALANCE - Ending (GAAP Basis)</b>		<b>\$ 1,291,849</b>	<b>\$ 1,406,728</b>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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**SITE AND CONSTRUCTION FUND**

**FOR THE YEAR ENDED JUNE 30, 2016**  
**(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)**

	2016		2015
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 536,000	\$ 1,409,209	\$ 628,557
Investment earnings	5,000	4,096	6,131
<b>TOTAL REVENUES</b>	<b>541,000</b>	<b>1,413,305</b>	<b>634,688</b>
EXPENDITURES			
Capital outlay			
Facilities acquisition and construction services	1,239,517	1,170,790	1,668,572
<b>TOTAL EXPENDITURES</b>	<b>1,239,517</b>	<b>1,170,790</b>	<b>1,668,572</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b><u>\$ (698,517)</u></b>	<b>242,515</b>	<b>(1,033,884)</b>
FUND BALANCE - Beginning (Budgetary Basis)		699,165	1,721,791
Prior Period Adjustment		-	13,351
FUND BALANCE - Ending (Budgetary Basis)		941,680	701,258
ADJUSTMENTS TO RECONCILE TO GAAP BASIS			
To adjust for revenue accruals and deferrals		1,089	(2,093)
To adjust for expenditure accruals		(84,212)	-
<b>FUND BALANCE - Ending (GAAP Basis)</b>		<b><u>\$ 858,557</u></b>	<b><u>\$ 699,165</u></b>



**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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**WORKING CASH FUND**

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 207,400	\$ 222,936	\$ 206,205
Investment earnings	29,930	30,041	36,645
TOTAL REVENUES	237,330	252,977	242,850
NET CHANGE IN FUND BALANCE	<u>\$ 237,330</u>	252,977	242,850
FUND BALANCE - Beginning (Budgetary Basis)		3,980,571	3,739,944
FUND BALANCE - Ending (Budgetary Basis)		4,233,548	3,982,794
ADJUSTMENTS TO RECONCILE TO GAAP BASIS			
To adjust for revenue accruals and deferrals		4,131	(2,223)
FUND BALANCE - Ending (GAAP Basis)		<u>\$ 4,237,679</u>	<u>\$ 3,980,571</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -**  
**NON-GAAP (BUDGETARY BASIS)**

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**TORT IMMUNITY FUND**

FOR THE YEAR ENDED JUNE 30, 2016  
(WITH COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016		2015
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 512,860	\$ 458,692	\$ 510,098
Investment earnings	4,000	4,671	5,095
Refund of prior year expenditures	-	-	-
TOTAL REVENUES	<u>516,860</u>	<u>463,363</u>	<u>515,193</u>
EXPENDITURES			
Current			
Tort immunity	<u>515,793</u>	<u>444,193</u>	<u>438,689</u>
TOTAL EXPENDITURES	<u>515,793</u>	<u>444,193</u>	<u>438,689</u>
NET CHANGE IN FUND BALANCE	<u>\$ 1,067</u>	19,170	76,504
FUND BALANCE - Beginning (Budgetary Basis)		<u>630,638</u>	<u>551,881</u>
FUND BALANCE - Ending (Budgetary Basis)		649,808	628,385
ADJUSTMENTS TO RECONCILE TO GAAP BASIS			
To adjust for revenue accruals and deferrals		615	(293)
To adjust for expenditure accruals		<u>(902)</u>	<u>2,546</u>
FUND BALANCE - Ending (GAAP Basis)		<u>\$ 649,521</u>	<u>\$ 630,638</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ACTIVITY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

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	Balance			Balance
	July 1, 2015	Receipts	Disbursements	June 30, 2016
	\$	\$	\$	\$
<b>ASSETS</b>				
Cash at district	291,173	403,434	308,905	385,702
<b>LIABILITIES</b>				
Amounts due to organizations:				
<b>NORTH</b>				
Activity Account	\$ 3,008	\$ 8,709	\$ 4,615	\$ 7,102
Adm. Center Pop Fund	11,141	116	365	10,892
Academic Decathlon	325	2,012	770	1,567
Administrative Communications	3,950	-	255	3,695
Athletics	1,813	15,068	13,121	3,760
Attendance Improvement	398	-	-	398
Basketball Camp - Girls	990	40	-	1,030
Basketball Camp - Boys	(624)	770	-	146
Band	-	287	-	287
Band Camp	3,730	3,850	1,070	6,510
Baseball Camp	400	350	-	750
Badminton club	60	-	-	60
Best Buddies	685	3,925	3,704	906
Bowling Camp	210	-	-	210
Cheerleaders	92	-	-	92
Cheer Camp	65	-	-	65
Chess Club	1,008	142	339	811
Chronoscope	10,566	10,165	13,024	7,707
Class of 2014	76	-	-	76
Class of 2015	(7,081)	7,400	-	319
Class of 2016	5,067	21,608	19,649	7,026
Class of 2017	1,371	37,194	31,920	6,645
Class of 2018	942	607	63	1,486
Class of 2013	-	627	-	627
Concessions	799	13,838	10,044	4,593
Distributive Education	250	-	-	250
Diversified Occupations	462	-	-	462
Drama	152	788	144	796
Environmental Club	1,196	828	551	1,473
Flower Fund	17	140	-	157
Faculty Workroom	697	139	133	703
Football Camp	2,726	2,220	-	4,946
History Club	999	142	-	1,141
Interrelated Coop Education	307	-	-	307
Interest Account	9,112	-	146	8,966
Literary Magazine	848	1,004	926	926
Mathletes	726	220	348	598
Memorial Fund - Jurek	390	-	-	390
Meteor Broadcasting	3,344	3,000	998	5,346
Mock Trial Team	56	165	168	53
Monogram Club	6,260	3,705	2,870	7,095
Music	1,360	2,748	2,311	1,797
National Honor Society	1,521	1,445	895	2,071
Needy Student Fund	1,867	675	1,080	1,462
Peer Mediators	\$ 380	\$ 142	\$ 100	\$ 422

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**

**ACTIVITY FUNDS**

FOR THE YEAR ENDED JUNE 30, 2016

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	Balance July 1, 2015	Receipts	Disbursements	Balance June 30, 2016
Physical Education Rental	\$ 4,074	\$ 18,666	\$ 9,626	\$ 13,114
Pom Pom - Meteorites	1,762	-	1,762	-
Pop Machine	716	-	-	716
Powerlifting	(79)	-	-	(79)
Principal's Leadership	6,324	10,295	11,162	5,457
PSE Student Incentive	(1,551)	-	-	(1,551)
Scholarship- Robert Paradise	263	1,844	1,000	1,107
Science & Tech - Auto Mech	352	104	-	456
Science & Tech - Pop	2,725	583	1,554	1,754
Soccer Camp	6,776	1,300	1,365	6,711
Softball Camp	95	-	-	95
Special Education	89	-	-	89
Speech Club	600	192	325	467
Student Council	7,294	12,667	11,546	8,415
Students Against Drunk Driving	640	159	107	692
Tennis Camp	535	-	-	535
TF Center Auto Technology	62	10,025	200	9,887
TF Center Needy Student	903	-	-	903
Thorntonian - Newspaper	4,776	3,576	2,257	6,095
Track and Field camp	80	-	-	80
Visual Arts Club	-	331	24	307
Volleyball Camp	1,417	100	-	1,517
Wrestling	150	65	-	215
<b>NORTH TOTAL</b>	<b>\$ 109,664</b>	<b>\$ 203,976</b>	<b>\$ 150,537</b>	<b>\$ 163,103</b>
<b>SOUTH</b>				
Activity Executive Board	\$ 641	\$ -	\$ -	\$ 641
Art Executive Board	212	347	142	417
Athletic Invitational Fund	6,865	22,702	22,743	6,824
Band	277	24	250	51
Band Camp	6,536	4,545	3,420	7,661
Baseball Camp	1,324	665	406	1,583
Basketball Camp	2,501	2,100	820	3,781
Best Buddies	992	816	1,187	621
Class Concession Stand	3,046	5,631	2,988	5,689
Cap and Gown	38	-	-	38
Choral B	1,012	5,199	4,476	1,735
Choral Camp	98	100	-	198
Chess	22	330	-	352
Class of 2013	1,559	-	1,559	-
Class of 2013	2,948	-	-	2,948
Class of 2013	4,904	-	-	4,904
Class of 2016	4,217	-	1,880	2,337
Class of 2017	1,088	31,956	30,516	2,528
Class of 2018	1,010	655	335	1,330
Class of 2019	-	1,559	434	1,125
Cultural Diversity Club	3,421	2,944	2,937	3,428
Cooperative Work Training	654	-	-	654
Drama	4,428	3,310	2,822	4,916
Drama Camp	1,635	425	198	1,862
Environmental Club	\$ 1,497	\$ 410	\$ -	\$ 1,907

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ACTIVITY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

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	Balance July 1, 2015	Receipts	Disbursements	Balance June 30, 2016
Football Camp	\$ 10,491	\$ 5,075	\$ 2,937	\$ 12,629
FOR-Friends of Rachel	744	62	100	706
Girls Basketball Camp	1,162	1,250	199	2,213
Girls club	475	627	400	702
GSA	487	-	72	415
History Club	654	10,179	1,884	8,949
Interest Account	17,912	7	141	17,778
Learning Resource Center	1,197	16	11	1,202
Literary Magazine	462	380	295	547
J Misiaves Memorial Drive	1,622	-	-	1,622
Math Fund	65	-	-	65
Market Day	1,875	-	-	1,875
National Honor Society	1,836	-	291	1,545
Needy Student Fund	127	-	-	127
Patti Leach Memorial Fund	5,965	1,840	500	7,305
PE Rental Account	2,803	14,393	7,833	9,363
Pep Club	1,280	2,390	1,643	2,027
TV - Productions Club	728	105	-	833
Postscript	(4,772)	5,688	-	916
Rebel Recognition	3,908	700	1,808	2,800
Rebel Rouser	13,087	6,714	9,361	10,440
Rebel Spirit Committee	472	-	-	472
Students Against Drunk Driving	918	226	185	959
Scholastic Bowl	161	196	100	257
Scholarship- Holba Family	-	1,000	-	1,000
Science Club	77	75	-	152
SICA Newspaper	2,432	-	-	2,432
Special Programs	1,877	471	-	2,348
Social Studies Activities	150	-	-	150
Speech Club	994	-	-	994
Student Senate	17,964	25,123	23,391	19,696
Tennis Club	240	480	140	580
T.F.S. Activity Office	12,248	9,319	11,862	9,705
T.F.S. Principal's Award	15,616	26,387	16,941	25,062
Teachers Lounge Coke Machine	10,695	427	-	11,122
T.F.S. Teen Staff	539	-	-	539
Volleyball Camp	3,519	2,100	1,041	4,578
Vocational Coop Club	104	-	-	104
Weight Room Improvements	170	-	-	170
Wrestling Camp	300	510	120	690
<b>SOUTH TOTAL</b>	<b>181,509</b>	<b>199,458</b>	<b>158,368</b>	<b>222,599</b>
<b>TOTAL LIABILITIES</b>	<b>\$ 291,173</b>	<b>\$ 403,434</b>	<b>\$ 308,905</b>	<b>\$ 385,702</b>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**SCHEDULE OF ASSESSED VALUATIONS, TAX LEVIES EXTENDED AND COLLECTIONS**  
JUNE 30, 2016

	<u>2015 Levy</u>	<u>2014 Levy</u>	<u>2013 Levy</u>
Equalized assessed valuation	<u>\$ 612,664,156</u>	<u>\$ 626,208,990</u>	<u>\$ 673,766,206</u>
Tax rates (per \$100 of assessed valuation)			
Educational	3.3957	3.3747	3.2811
Special education	0.3307	0.3401	0.3151
Operations and maintenance	0.5176	0.5219	0.4394
Bond and interest	0.4898	0.4339	0.5127
Transportation	0.2135	0.1310	0.1333
Municipal retirement	0.0957	0.0890	0.0908
Social security	0.1107	0.1055	0.1075
Site and Construction	0.2727	0.2188	0.0000
Working cash	0.0410	0.0365	0.0318
Tort immunity	0.0756	0.0832	0.0848
	<u>5.5430</u>	<u>5.3346</u>	<u>4.9965</u>
Extended tax levy			
Educational	\$ 20,803,573	\$ 21,135,993	\$ 22,110,071
Special education	2,025,924	2,129,445	2,123,037
Operations and maintenance	3,171,370	3,268,190	2,960,528
Bond and interest	3,001,326	2,717,011	3,454,644
Transportation	1,307,864	820,472	898,130
Municipal retirement	586,191	557,256	611,779
Social security	678,319	660,485	724,298
Site and Construction	1,670,958	1,370,300	-
Working Cash	251,096	228,384	214,257
Tort immunity	463,353	520,714	571,353
	<u>\$ 33,959,974</u>	<u>\$ 33,408,250</u>	<u>\$ 33,668,097</u>
Taxes collected year ended:			
June 30, 2016	\$ 15,749,839	\$ 15,471,151	\$ 184,935
June 30, 2015	-	15,330,650	15,767,950
June 30, 2014	-	-	15,633,335
Total collected	<u>\$ 15,749,839</u>	<u>\$ 30,801,801</u>	<u>\$ 31,586,220</u>
Percent collected	<u>46.38%</u>	<u>92.20%</u>	<u>93.82%</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**JUNE 30, 2016**

Year Ended June 30,	Series 2009A Dated 7/2/09		Series 2009B Dated 7/2/09		Series 2011 Dated 5/17/11		Series 2012A Dated 12/20/11		Series 2012B Dated 12/20/11		Series 2013A Dated 2/14/13		Series 2013B Dated 2/14/13		Series 2014 Dated 11/26/14		Total Debt Service Requirements
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	
2017	\$ 125,000	\$ 29,875	\$ -	\$ 109,437	\$ 350,000	\$ 288,431	\$ -	\$ 46,875	\$ 585,000	\$ 146,825	\$ 30,000	\$ 55,750	\$ 525,000	\$ 116,500	\$ 320,000	\$ 102,937	\$ 2,831,630
2018	130,000	23,500	-	109,437	365,000	275,006	-	46,875	600,000	129,050	25,000	55,200	545,000	105,800	325,000	96,488	2,831,356
2019	135,000	16,875	-	109,437	380,000	259,631	-	46,875	620,000	110,750	25,000	54,575	550,000	92,100	330,000	89,937	2,820,180
2020	145,000	9,875	-	109,438	395,000	242,669	-	46,875	635,000	91,925	30,000	53,750	570,000	75,300	340,000	82,387	2,827,219
2021	125,000	3,125	30,000	108,519	415,000	223,925	-	46,875	660,000	69,200	25,000	52,925	585,000	57,975	345,000	73,825	2,821,369
2022	-	-	160,000	102,700	435,000	204,716	-	46,875	685,000	42,300	30,000	52,100	605,000	37,100	355,000	64,188	2,819,979
2023	-	-	165,000	92,747	450,000	184,114	-	46,875	715,000	14,300	35,000	51,125	625,000	12,500	365,000	52,931	2,809,592
2024	-	-	175,000	82,334	475,000	161,879	-	46,875	-	-	30,000	50,000	-	-	375,000	39,500	1,435,588
2025	-	-	180,000	71,237	495,000	139,139	-	46,875	-	-	35,000	48,700	-	-	395,000	24,100	1,435,051
2026	-	-	185,000	59,603	520,000	114,708	-	46,875	-	-	35,000	47,300	-	-	405,000	8,100	1,421,586
2027	-	-	195,000	47,491	545,000	88,408	-	46,875	-	-	35,000	45,900	-	-	-	-	1,003,674
2028	-	-	205,000	34,612	570,000	60,248	-	46,875	-	-	40,000	44,400	-	-	-	-	1,001,135
2029	-	-	210,000	21,125	600,000	30,338	-	46,875	-	-	40,000	42,800	-	-	-	-	991,138
2030	-	-	220,000	7,150	285,000	7,481	-	46,875	-	-	385,000	34,300	-	-	-	-	985,806
2031	-	-	-	-	-	-	40,000	46,250	-	-	665,000	13,300	-	-	-	-	764,550
2032	-	-	-	-	-	-	720,000	34,375	-	-	-	-	-	-	-	-	754,375
2033	-	-	-	-	-	-	740,000	11,562	-	-	-	-	-	-	-	-	751,562
	<u>\$ 660,000</u>	<u>\$ 83,250</u>	<u>\$ 1,725,000</u>	<u>\$ 1,065,267</u>	<u>\$ 6,280,000</u>	<u>\$ 2,280,693</u>	<u>\$ 1,500,000</u>	<u>\$ 748,437</u>	<u>\$ 4,500,000</u>	<u>\$ 604,350</u>	<u>\$ 1,465,000</u>	<u>\$ 702,125</u>	<u>\$ 4,005,000</u>	<u>\$ 497,275</u>	<u>\$ 3,555,000</u>	<u>\$ 634,393</u>	<u>\$ 30,305,790</u>

**THORNTON FRACTIONAL TOWNSHIP HIGH SCHOOL DISTRICT NO. 215**  
**SCHEDULE OF LEGAL DEBT MARGIN**  
**JUNE 30, 2016**

Equalized Assessed Valuation - 2015 Tax Levy Year	<u>\$ 612,664,156</u>
	<u>Amount</u>
Legal debt limitation (6.9% of equalized assessed valuation)	\$ 42,273,827
General Obligation Debt Outstanding at June 30, 2016	<u>23,835,305</u>
Legal debt margin	<u>\$ 18,438,522</u>