

Seneca Township High School District No. 160

Seneca, Illinois

***Annual Financial Report
and Other Financial Information***

June 30, 2016

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160

TABLE OF CONTENTS
JUNE 30, 2016

<u>Financial Section</u>			<u>Page No.</u>
Independent Auditors' Report			3-4
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>			5-6
<u>Basic Financial Statements- Regulatory Basis</u>	<u>Statement</u>		
Statement of Assets and Liabilities Arising from Cash Transactions	1		7
Statement of Revenue Received, Expenditures Disbursed, Other Sources (Uses) and Changes in Fund Balances – All Funds	2		8
Statement of Revenue Received – All Funds	3		9-10
Statement of Expenditures Disbursed Budget to Actual:			
Educational Fund	4		11-15
Operations and Maintenance Fund	5		16
Debt Services Fund	6		17
Transportation Fund	7		18
Municipal Retirement/Social Security Fund	8		19-20
Tort Fund	9		21
Fire Prevention and Safety Fund	10		22
Notes to the Basic Financial Statements			23-43
 <u>Supplemental Information</u>			
Schedule of Changes in Assets, Liabilities and Fund Balance: Student Activity Fund			44-45
Schedule of Bonded Indebtedness			46
Schedule of Taxes Extended and Collected			47
Schedule of Findings and Questioned Costs- Financial Statement Findings			48

Gorenz and Associates, Ltd.

Certified Public Accountants

Thomas R. Pepper, CPA
Stephanie K. Ramsay, CPA

Tim C. Custis, CPA
Russell J. Rumbold II, CPA

Independent Auditors' Report

To the Board of Education
Seneca Township High School District No. 160
Seneca, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of Seneca Township High School District No. 160 as of and for the fiscal year ended June 30, 2016 and the related notes to the financial statements, which collectively comprise Seneca Township High School District No. 160's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

As described in Note #1 of the financial statements, the financial statements are prepared by Seneca Township High School District No. 160 on the basis of the financial reporting provisions prescribed by the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the audit requirements of the State of Illinois.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of Seneca Township High School District No. 160 as of June 30, 2016, or changes in financial position for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities and fund balances arising from cash transactions of Seneca Township High School District No. 160 as of June 30, 2016, and its revenue received and expenditures disbursed during the fiscal year then ended and the respective budgetary comparison statements, in accordance with the financial reporting provisions prescribed by the Illinois State Board of Education and described in Note #1.

Other Reporting Responsibilities***Supplemental Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Seneca Township High School District No. 160’s basic financial statements. The schedules listed in the table of contents as “Supplemental Information” are presented for the purposes of additional analysis and are not a required part of the basic financial statements of Seneca Township High School District No. 160.

The Supplemental Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the “Supplemental Information” is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 24, 2016, on our consideration of Seneca Township High School District No. 160 internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of 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 Seneca Township High School District No. 160’s internal control over financial reporting and compliance.

Gorenz and Associates, Ltd.

Peoria, Illinois
August 24, 2016

Gorenz and Associates, Ltd.

Certified Public Accountants

Thomas R. Pepper, CPA
Stephanie K. Ramsay, CPA

Tim C. Custis, CPA
Russell J. Rumbold II, CPA

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

To the Board of Education
Seneca Township High School District No. 160
Seneca, Illinois

Report on Internal Control and Compliance

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Seneca Township High School District No. 160 as of and for the year ended June 30, 2016 and the related notes to the financial statements which collectively comprise Seneca Township High School District No. 160's basic financial statements, and have issued our report thereon dated August 24, 2016. Our opinion was adverse because the financial statements are not prepared in accordance with generally accepted accounting principles. However, the financial statements were found to be fairly stated on the cash basis of accounting, in accordance with regulatory reporting requirements established by the Illinois State Board of Education, which is a comprehensive basis of accounting other than generally accepted accounting principles.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Seneca Township High School District No. 160's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Seneca Township High School District No. 160's internal control. Accordingly we do not express an opinion on the effectiveness of Seneca Township High School District No. 160's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the school district's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Seneca Township High School District No. 160's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Gerenz and Associates, Ltd.

Peoria, Illinois
August 24, 2016

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF ASSETS AND LIABILITIES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2016

	Account Groups											Total (Memorandum Only)	
	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Trust and Agency Funds	General Fixed Assets		General Long Term Debt
<u>Assets</u>													
<u>Current Assets</u>													
Cash and Cash Equivalents	281,609	41,805		31,799	36,946			1,637	202,548				596,344
Investments	8,487,677	2,231,326	39,238	799,299	627,229	502,238	496,832	291,173					13,475,012
<u>Capital Assets</u>													
Land										415,264			415,264
Buildings & Building Improvements										43,755,872			43,755,872
Site Improvements & Infrastructure										2,482,878			2,482,878
Capitalized Equipment										3,919,423			3,919,423
Amounts Available in Debt Service Funds											39,238		39,238
Amounts to be Provided for Payment of Debt												3,165,762	3,165,762
Total Assets	8,769,286	2,273,131	39,238	831,098	664,175	502,238	496,832	0	292,810	202,548	50,573,437	3,205,000	67,849,793
<u>Liabilities and Fund Balances</u>													
<u>Liabilities:</u>													
Due to Organizations									202,548				202,548
Long Term Debt Payable												3,205,000	3,205,000
Total Liabilities	0	0	0	0	0	0	0	0	0	202,548	0	3,205,000	3,407,548
<u>Fund Balances:</u>													
Reserved					181,950								181,950
Unreserved	8,769,286	2,273,131	39,238	831,098	482,225	502,238	496,832	0	292,810				13,686,858
Investments in General Fixed Assets										50,573,437			50,573,437
Total Fund Balances	8,769,286	2,273,131	39,238	831,098	664,175	502,238	496,832	0	292,810	0	50,573,437	0	64,442,245
Total Liabilities and Fund Balances	8,769,286	2,273,131	39,238	831,098	664,175	502,238	496,832	0	292,810	202,548	50,573,437	3,205,000	67,849,793

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
OTHER SOURCES (USES) AND CHANGES IN FUND BALANCES (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts:										
Local Sources	7,652,783	1,715,972	1,605,552	607,020	369,299	2,238	337,158	850,982	41,199	13,182,203
State Sources	352,421			66,058						418,479
Federal Sources	199,058									199,058
Total Direct Receipts	8,204,262	1,715,972	1,605,552	673,078	369,299	2,238	337,158	850,982	41,199	13,799,740
Receipts for On-Behalf Payments	1,765,001									1,765,001
Total Receipts	9,969,263	1,715,972	1,605,552	673,078	369,299	2,238	337,158	850,982	41,199	15,564,741
Disbursements:										
Instruction	4,863,044				86,518					4,949,562
Support Services	2,637,325	1,059,919		519,322	208,834			850,982	28,393	5,304,775
Payments to Other Governmental Units	62,027									62,027
Debt Services			1,599,800							1,599,800
Total Direct Disbursements	7,562,396	1,059,919	1,599,800	519,322	295,352	0	0	850,982	28,393	11,916,164
Disbursements for On-Behalf Payments	1,765,001									1,765,001
Total Disbursements	9,327,397	1,059,919	1,599,800	519,322	295,352	0	0	850,982	28,393	13,681,165
Excess of Direct Receipts Over (Under) Direct Disbursements	641,866	656,053	5,752	153,756	73,947	2,238	337,158	0	12,806	1,883,576
Other Sources of Funds:										
Permanent Transfers -										
Transfer Among Other Funds	2,120,000									2,120,000
Sale of Fixed Assets	16,775									16,775
Transfer to Capital Projects Fund						500,000				500,000
Other (Uses) of Funds:										
Permanent Transfers -										
Transfer Among Other Funds		(1,600,000)		(520,000)						(2,120,000)
Transfer to Capital Projects Fund		(500,000)								(500,000)
Total Other Sources and (Uses) of Funds	2,136,775	(2,100,000)	0	(520,000)	0	500,000	0	0	0	16,775
Excess of Receipts and Other Sources of Funds Over (Under) Disbursements and Other Uses of Funds	2,778,641	(1,443,947)	5,752	(366,244)	73,947	502,238	337,158	0	12,806	1,900,351
Fund Balances - July 1, 2015	5,990,645	3,717,078	33,486	1,197,342	590,228	0	159,674	0	280,004	11,968,457
Fund Balances - June 30, 2016	8,769,286	2,273,131	39,238	831,098	664,175	502,238	496,832	0	292,810	13,868,808

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF REVENUES RECEIVED (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts From Local Sources:										
Ad Valorem Taxes Levied By Local Education Agency:										
Designated Purposes Levies	6,149,830	1,671,150	1,599,343	599,091	146,007		334,230	848,985	39,381	11,388,017
Leasing Levy	334,230									334,230
Special Education Levy	133,692									133,692
Social Security/Medicare Levy					165,510					165,510
Payments in Lieu of Taxes:										
Mobile Home Privilege Tax	2,784	703	673	252	131		141	358	16	5,058
Local Housing Authorities	246	62	59	22	12		12	32	1	446
Corporate Personal Property Replacement Taxes	497,771				53,090					550,861
Tuition:										
Special Ed - Tuition From Other LEAs (In State)	49,285									49,285
Interest on Investments	101,969	28,993	5,626	10,507	6,924	4,140	4,656	963	2,903	166,681
Gain or (Loss) on Sale of Investments	(32,137)	(8,449)	(149)	(3,026)	(2,375)	(1,902)	(1,881)		(1,102)	(51,021)
Food Services:										
Sales to Pupils - Lunch	196,693									196,693
Sales to Pupils - Ala Carte	11,604									11,604
Sales to Adults	5,544									5,544
Other Food Services	15,843									15,843
District/School Activity Income:										
Admissions - Athletic	15,572									15,572
Book Store Sales	12,205									12,205
Other Pupil Activity Revenue	9,160									9,160
Textbook Income:										
Rentals - Regular Textbooks	71,077									71,077
Other Receipts from Local Sources:										
Rentals		22,817								22,817
Impact Fees from Municipal or County Government	1,322									1,322
Refund of Prior Years' Expenditures	25,633	658						644		26,935
Payments of Surplus Moneys from TIF Districts	12,313									12,313
Drivers' Education Fees	4,578									4,578
Sale of Vocational Projects	19,738									19,738
Other Local Revenue	13,831	38		174						14,043
Total Receipts from Local Sources	7,652,783	1,715,972	1,605,552	607,020	369,299	2,238	337,158	850,982	41,199	13,182,203

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF REVENUES RECEIVED (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts From State Sources:										
Unrestricted Grants-in-Aid:										
General State Aid - Sec. 18-8.05	161,516									161,516
Restricted Grants-in-Aid:										
Special Education:										
Extraordinary	60,721									60,721
Personnel	69,460									69,460
Summer School	16									16
Career and Technical Education (CTE):										
CTE - Technical Education - Tech Prep	39,075									39,075
CTE - Agriculture Education	2,407									2,407
State Free Lunch and Breakfast	381									381
Driver Education	18,095									18,095
Transportation:										
Transportation - Regular / Vocational				3,310						3,310
Transportation - Special Education				62,748						62,748
Other Restricted Revenues from State Funds	750									750
Total Receipts from State Sources	352,421	0	0	66,058	0	0	0	0	0	418,479
Receipts From Federal Sources:										
Restricted Grants-in-Aid Received										
Directly from the Federal Govt.:										
Other Direct Federal Sources	37,222									37,222
Restricted Grants-in-Aid Received Directly from the Federal Government Through the State:										
Food Service										
National School Lunch Program	59,141									59,141
Title I:										
Low Income	43,290									43,290
Federal - Special Education:										
I.D.E.A.-Flow Through	11,743									11,743
CTE - Perkins:										
Other	9,977									9,977
Title II - Eisenhower:										
Professional Development Formula	8,031									8,031
Medicaid Matching - Administrative Outreach	9,053									9,053
Medicaid Matching - Fee for Service Program	20,601									20,601
Total Receipts from Federal Sources	199,058	0	0	0	0	0	0	0	0	199,058
Total Direct Receipts	8,204,262	1,715,972	1,605,552	673,078	369,299	2,238	337,158	850,982	41,199	13,799,740

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Actual	Budget	Variance with Budget
Expenditures Disbursed:			
Instruction:			
Regular Programs:			
Salaries	2,060,490	2,087,450	26,960
Employee Benefits	764,074	799,367	35,293
Purchased Services	2,476	5,300	2,824
Supplies and Materials	75,685	82,388	6,703
Other Objects	1,881	6,544	4,663
Non-Capitalized Equipment	0	4,362	4,362
Total Regular Programs	<u>2,904,606</u>	<u>2,985,411</u>	<u>80,805</u>
Special Education Programs:			
Salaries	285,099	328,794	43,695
Employee Benefits	76,967	83,187	6,220
Purchased Services	23,961	6,100	(17,861)
Supplies and Materials	3,854	6,814	2,960
Other Objects	215	600	385
Total Special Education Programs	<u>390,096</u>	<u>425,495</u>	<u>35,399</u>
CTE Programs:			
Salaries	625,636	651,000	25,364
Employee Benefits	248,088	243,475	(4,613)
Purchased Services	3,334	9,364	6,030
Supplies and Materials	55,147	47,447	(7,700)
Capital Outlay	25,252	27,000	1,748
Other Objects	3,289	4,350	1,061
Non-Capitalized Equipment	0	9,750	9,750
Total CTE Programs	<u>960,746</u>	<u>992,386</u>	<u>31,640</u>
Interscholastic Programs:			
Salaries	204,956	274,200	69,244
Employee Benefits	40,334	41,332	998
Purchased Services	86,479	90,500	4,021
Supplies and Materials	47,304	46,786	(518)
Capital Outlay	5,580	7,000	1,420
Other Objects	14,908	13,850	(1,058)
Non-Capitalized Equipment	4,785	5,000	215
Total Interscholastic Programs	<u>404,346</u>	<u>478,668</u>	<u>74,322</u>
Driver's Education Programs:			
Salaries	65,849	76,000	10,151
Employee Benefits	16,246	15,020	(1,226)
Supplies and Materials	3,961	12,190	8,229
Other Objects	0	255	255
Total Drivers Education Programs	<u>86,056</u>	<u>103,465</u>	<u>17,409</u>

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Actual	Budget	Variance with Budget
Truants' Alternative & Optional Programs:			
Salaries	93,548	122,000	28,452
Employee Benefits	12,363	13,352	989
Supplies and Materials	6,286	0	(6,286)
Total Truants' Alternative Programs	<u>112,197</u>	<u>135,352</u>	<u>23,155</u>
Special Education Programs K-12 - Private Tuition	<u>4,997</u>	<u>50,000</u>	<u>45,003</u>
Total Instruction	<u>4,863,044</u>	<u>5,170,777</u>	<u>307,733</u>
Supporting Services:			
Support Services - Pupils:			
Attendance and Social Work Services:			
Salaries	96,750	116,750	20,000
Employee Benefits	38,695	36,632	(2,063)
Purchased Services	51	500	449
Supplies and Materials	50	500	450
Other Objects	828	1,000	172
Total Attendance and Social Work Services	<u>136,374</u>	<u>155,382</u>	<u>19,008</u>
Guidance Services:			
Salaries	221,624	247,000	25,376
Employee Benefits	51,445	49,965	(1,480)
Supplies and Materials	4,821	7,522	2,701
Other Objects	7,254	16,340	9,086
Total Guidance Services	<u>285,144</u>	<u>320,827</u>	<u>35,683</u>
Health Services:			
Salaries	8,677	45,000	36,323
Employee Benefits	7,565	18,140	10,575
Purchased Services	0	275	275
Supplies and Materials	409	3,963	3,554
Other Objects	130	206	76
Total Health Services	<u>16,781</u>	<u>67,584</u>	<u>50,803</u>
Psychological Services:			
Salaries	62,471	62,775	304
Employee Benefits	8,396	8,900	504
Purchased Services	110	0	(110)
Supplies and Materials	339	500	161
Other Objects	490	500	10
Total Psychological Services	<u>71,806</u>	<u>72,675</u>	<u>869</u>

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Actual	Budget	Variance with Budget
Other Support Services-Pupils:			
Salaries	113,350	175,000	61,650
Employee Benefits	40,738	46,130	5,392
Purchased Services	185,813	179,050	(6,763)
Capital Outlay	162,430	166,000	3,570
Other Objects	0	500	500
Total Other Support Services-Pupils	<u>502,331</u>	<u>566,680</u>	<u>64,349</u>
Total Support Services-Pupils	<u>1,012,436</u>	<u>1,183,148</u>	<u>170,712</u>
Support Services-Instructional Staff:			
Improvement of Instruction Services:			
Purchased Services	0	100	100
Supplies and Materials	114	4,000	3,886
Other Objects	400	6,000	5,600
Total Improvement of Instructional Services	<u>514</u>	<u>10,100</u>	<u>9,586</u>
Educational Media Services:			
Salaries	179,390	202,780	23,390
Employee Benefits	13,272	13,645	373
Purchased Services	2,849	10,200	7,351
Supplies and Materials	24,026	58,700	34,674
Capital Outlay	0	5,000	5,000
Other Objects	74,707	100,600	25,893
Non-Capitalized Equipment	68,046	48,000	(20,046)
Total Educational Media Services	<u>362,290</u>	<u>438,925</u>	<u>76,635</u>
Total Support Services-Instructional Staff	<u>362,804</u>	<u>449,025</u>	<u>86,221</u>
Support Services-General Administration:			
Board of Education Services:			
Salaries	58,800	60,200	1,400
Employee Benefits	68,101	80,130	12,029
Purchased Services	59,707	113,000	53,293
Supplies and Materials	11,788	12,000	212
Other Objects	56,190	57,500	1,310
Total Board of Education Services	<u>254,586</u>	<u>322,830</u>	<u>68,244</u>
Executive Administration Services:			
Salaries	127,000	127,060	60
Employee Benefits	35,068	36,540	1,472
Total Executive Administration Services	<u>162,068</u>	<u>163,600</u>	<u>1,532</u>
Total Support Services-General Administration	<u>416,654</u>	<u>486,430</u>	<u>69,776</u>

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Support Services-School Administration:			
Office of the Principal Services:			
Salaries	158,954	186,680	27,726
Employee Benefits	38,200	36,886	(1,314)
Purchased Services	13,588	10,500	(3,088)
Supplies and Materials	11,350	12,000	650
Other Objects	1,068	2,000	932
Non-Capitalized Equipment	1,750	2,000	250
Total Support Services-School Administration	<u>224,910</u>	<u>250,066</u>	<u>25,156</u>
Support Services-Business:			
Fiscal Services:			
Salaries	162,835	188,870	26,035
Employee Benefits	11,341	10,694	(647)
Purchased Services	0	500	500
Supplies and Materials	2,022	2,200	178
Other Objects	361	1,000	639
Total Fiscal Services	<u>176,559</u>	<u>203,264</u>	<u>26,705</u>
Operation and Maintenance of Plant Services:			
Purchased Services	50,671	49,000	(1,671)
Supplies and Materials	150,475	211,000	60,525
Total Operation and Maintenance of Plant Services	<u>201,146</u>	<u>260,000</u>	<u>58,854</u>
Food Services:			
Salaries	97,161	118,000	20,839
Purchased Services	302	4,400	4,098
Supplies and Materials	143,259	160,900	17,641
Other Objects	2,094	1,185	(909)
Total Food Services	<u>242,816</u>	<u>284,485</u>	<u>41,669</u>
Total Support Services-Business	<u>620,521</u>	<u>747,749</u>	<u>127,228</u>
Total Supporting Services	<u>2,637,325</u>	<u>3,116,418</u>	<u>479,093</u>
Community Services:			
Purchased Services	0	4,000	4,000
Total Community Services	<u>0</u>	<u>4,000</u>	<u>4,000</u>

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 STATEMENT OF EXPENDITURES DISBURSED
 BUDGET TO ACTUAL
 EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Payments to Other Governmental Units (In-State):			
Payments for Special Education Programs:			
Other Objects	32,281	47,500	15,219
	<u>32,281</u>	<u>47,500</u>	<u>15,219</u>
Total Payments to Other Governmental Units (In-State)	<u>32,281</u>	<u>47,500</u>	<u>15,219</u>
Payments to Other Governmental Units - Tuition (In-State):			
Special Education Programs - Tuition	29,746	40,000	10,254
	<u>29,746</u>	<u>40,000</u>	<u>10,254</u>
Total Payments to Other Governmental Units	<u>62,027</u>	<u>87,500</u>	<u>25,473</u>
Total Direct Disbursements	<u><u>7,562,396</u></u>	<u><u>8,378,695</u></u>	<u><u>816,299</u></u>

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
OPERATIONS AND MAINTENANCE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Actual	Budget	Variance with Budget
Expenditures Disbursed:			
Supporting Services:			
Support Services-Business:			
Operation and Maintenance of			
Plant Services:			
Salaries	443,521	495,000	51,479
Employee Benefits	141,712	139,500	(2,212)
Purchased Services	130,837	217,000	86,163
Supplies and Materials	282,073	431,000	148,927
Capital Outlay	34,231	263,000	228,769
Other Objects	3,348	10,000	6,652
Non-Capitalized Equipment	24,197	100,000	75,803
Total Direct Disbursements	1,059,919	1,655,500	595,581

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 STATEMENT OF EXPENDITURES DISBURSED
 BUDGET TO ACTUAL
 DEBT SERVICES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Actual	Budget	Variance with Budget
Expenditures Disbursed:			
Interest on Long-Term Debt	184,800	185,800	1,000
Payments of Principal on Long-Term Debt	1,415,000	1,415,000	0
Total Direct Disbursements	1,599,800	1,600,800	1,000

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Supporting Services:			
Support Services-Business:			
Pupil Transportation Services:			
Salaries	47,218	50,000	2,782
Employee Benefits	7,048	7,665	617
Purchased Services	373,349	525,000	151,651
Supplies and Materials	13,436	18,100	4,664
Capital Outlay	77,185	75,000	(2,185)
Other Objects	1,086	2,500	1,414
	<u>519,322</u>	<u>678,265</u>	<u>158,943</u>
Total Direct Disbursements			

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Instruction:			
Regular Programs:			
Employee Benefits	29,806	30,200	394
Special Education Programs:			
Employee Benefits	23,349	26,020	2,671
CTE Programs:			
Employee Benefits	14,160	13,600	(560)
Interscholastic Programs:			
Employee Benefits	9,633	8,000	(1,633)
Driver's Education Programs:			
Employee Benefits	955	1,000	45
Truants' Alternative Programs:			
Employee Benefits	8,615	10,500	1,885
Total Instruction	<u>86,518</u>	<u>89,320</u>	<u>2,802</u>
Supporting Services:			
Support Services-Pupils:			
Attendance and Social Work Services:			
Employee Benefits	1,693	1,600	(93)
Guidance Services:			
Employee Benefits	7,194	7,500	306
Health Services:			
Employee Benefits	1,780	5,500	3,720
Psychological Services:			
Employee Benefits	906	1,000	94
Other Support Services-Pupils:			
Employee Benefits	4,986	5,000	14
Total Support Services-Pupils	<u>16,559</u>	<u>20,600</u>	<u>4,041</u>
Support Services-Instructional Staff:			
Educational Media Services:			
Employee Benefits	35,607	40,500	4,893
Total Support Services-Instructional Staff	<u>35,607</u>	<u>40,500</u>	<u>4,893</u>
Support Services-General Administration:			
Board of Education Services:			
Employee Benefits	6,256	18,000	11,744
Executive Administration Services:			
Employee Benefits	1,986	2,010	24
Total Support Services-General Administration	<u>8,242</u>	<u>20,010</u>	<u>11,768</u>

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Support Services-School Administration:			
Office of the Principal Services:			
Employee Benefits	9,796	9,900	104
Total Support Services-School Administration	<u>9,796</u>	<u>9,900</u>	<u>104</u>
Support Services-Business:			
Fiscal Services:			
Employee Benefits	29,374	32,700	3,326
Operation and Maintenance of Plant Services:			
Employee Benefits	87,794	88,500	706
Pupil Transportation Services:			
Employee Benefits	3,116	3,500	384
Food Services:			
Employee Benefits	18,346	8,000	(10,346)
Total Support Services-Business	<u>138,630</u>	<u>132,700</u>	<u>(5,930)</u>
Total Support Services	<u>208,834</u>	<u>223,710</u>	<u>14,876</u>
Total Direct Disbursements	<u><u>295,352</u></u>	<u><u>313,030</u></u>	<u><u>17,678</u></u>

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
TORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Support Services:			
Support Services-General Administration			
Workers' Compensation or Workers' Occupation Disease Act Payments:			
Purchased Services	36,619	45,000	8,381
Total Workers' Compensation Payments	<u>36,619</u>	<u>45,000</u>	<u>8,381</u>
Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction:			
Salaries	672,051	650,000	(22,051)
Purchased Services	55,879	65,000	9,121
Total Educational, Inspectional, Supervisory Services	<u>727,930</u>	<u>715,000</u>	<u>(12,930)</u>
Legal Services:			
Purchased Services	3,579	15,000	11,421
Total Legal Services	<u>3,579</u>	<u>15,000</u>	<u>11,421</u>
Property Insurance:			
Purchased Services	73,720	80,000	6,280
Total Property Insurance	<u>73,720</u>	<u>80,000</u>	<u>6,280</u>
Vehicle Insurance:			
Purchased Services	9,134	10,000	866
Total Vehicle Insurance	<u>9,134</u>	<u>10,000</u>	<u>866</u>
Total Direct Disbursements	<u><u>850,982</u></u>	<u><u>865,000</u></u>	<u><u>14,018</u></u>

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
FIRE PREVENTION AND SAFETY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Actual	Budget	Variance with Budget
Expenditures Disbursed:			
Support Services:			
Support Services-Business:			
Operation and Maintenance of Plant Services:			
Purchased Services	1,460	0	(1,460)
Capital Outlay	26,933	150,000	123,067
Total Direct Disbursements	28,393	150,000	121,607

The accompanying notes are an integral part of these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #1 - Summary of Significant Accounting Policies

The District's accounting policies conform to the cash basis of accounting as defined by the Illinois State Board of Education Audit Guide.

A. Principles Used to Determine the Scope of the Reporting Entity

The District's reporting entity includes the District's governing board and all related organizations for which the District exercises oversight responsibility.

Component Units

The District has developed criteria to determine whether outside agencies with activities which benefit the citizens of the District, including joint agreements which serve pupils from numerous districts, should be included within its financial reporting entity. The criteria includes, but is not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

Joint agreements have been determined not to be part of the reporting entity after applying the manifesting of oversight, scope of public service and special financing relationships criteria and are, therefore, excluded from the accompanying financial statements because the District does not control the assets, operations or management of the joint agreements. In addition, the District is not aware of any entity which would exercise such oversight as to result in the District being considered a component unit of the entity.

B. Basis of Presentation - Fund Accounting

The accounts of the District are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets and liabilities (arising from cash transactions), fund balance, revenue received, and expenditures disbursed. The District maintains individual funds required by the State of Illinois. The various funds are summarized by type in the financial statements. These funds are grouped as required for reports filed with the Illinois State Board of Education. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following funds and account groups are used by the District:

Governmental 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 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 another fund.

The Debt Services Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

The Operations and Maintenance Fund, Transportation Fund and the Illinois Municipal Retirement/Social Security Fund are used to account for cash received from specific sources (other than those accounted for in the Capital Projects Fund or Fiduciary Funds) that are legally restricted to cash for specified purposes.

The Working Cash Fund accounts for financial resources held by the District to be used for temporary interfund loans to other funds.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #1 - Summary of Significant Accounting Policies (cont'd.)

B. Basis of Presentation - Fund Accounting (cont'd.)

The Tort Fund accounts for financial resources held by the District to be used for tort immunity and tort judgment purposes.

The Fire Prevention and Safety and the Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Trust Funds).

Fiduciary Funds -

Fiduciary funds 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 Agency Funds include Student Activity Funds. They account for assets held by the District as an agent for the students, teachers, and other entities. 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.

Governmental and Expendable Trust Funds - Measurement Focus

The financial statements of all Governmental Funds and Expendable Trust Funds focus on the measurement of spending or "financial flow" and the determination of changes in financial position rather than upon net income determination. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (cash receipts and other financing sources) and decreases (cash disbursements and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

General Fixed Assets and General Long-Term Debt Account Group

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated. The District records purchases of property and equipment as expenditures of various funds when paid. The District maintains a detailed list of property and equipment purchased for insurance purposes.

The District adopted a formal capitalization policy with a capitalization threshold of \$5,000, but does follow the applicable grant guidelines. The district does consider purchases that are less than the capitalization policy that will last longer than a year to be non-capitalized assets.

No depreciation has been provided on fixed assets in these financial statements. The Illinois State Board of Education's Annual Financial Report (ISBE Form SD50-35/JA50-60) includes depreciation of \$1,292,245 which has been utilized for the calculation of the per capita tuition charge, and accumulated depreciation totaling \$17,113,567. Depreciation has been computed over the estimated useful lives of the assets using the straight-line method.

The estimated useful lives are as follows:

Depreciable Land	50 years
Buildings	
Permanent	50 years
Temporary	20 years
Infrastructure Improvements other than Building	20 years
Capitalized Equipment	3-10 years

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #1 - Summary of Significant Accounting Policies (cont'd.)

B. Basis of Presentation - Fund Accounting (cont'd.)

Long-term liabilities expected to be financed from Debt Services Funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds. Proceeds from sales of bonds are included as receipts in the appropriate fund on the date received. Related principal payable in the future is recorded at the same time in the General Long-Term Debt Account Group.

The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

C. Basis of Accounting

Basis of accounting refers to when revenues received and expenditures disbursed are recognized in the account and how they are reported in the financial statements. The District maintains its accounting records for all funds and account groups on the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

Cash-basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

D. Budgets and Budgetary Accounting

The budget for all Governmental Funds and for the Expendable Trust Fund is prepared on the cash basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 105, Section 5, Paragraph 17-1 of the Illinois Compiled Statutes. The original budget, which was not amended, was passed on September 16, 2015.

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

The District follows these procedures in establishing the budgetary data reflected on 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.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #1 – Summary of Significant Accounting Policies (cont'd.)

E. Cash and Cash Equivalents

Cash includes amounts in demand deposits and time deposit (savings) accounts. Cash equivalents include amounts in time deposits and other investments, with original maturities of less than 90 days.

F. Investments

Investments are stated at cost or amortized cost, which approximates market. The District, under 30 ILCS 235/2, may legally invest in all securities guaranteed by the full faith and credit of the United States, as well as interest-bearing savings accounts, certificates of deposit, or time deposits constituting direct obligations of banks insured by FDIC and savings and loan associates insured by FSLIC. The District may also invest in short-term obligations of the Federal National Mortgage Association, the Public Treasurer's Investment Pool, and all interest-bearing obligations of the State of Illinois.

G. Inventories

Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure disbursed at the time the individual inventory items are purchased.

H. Total Memorandum Only

The "Total Memorandum Only" column represents the aggregation (by addition) of the line-item amounts reported for each fund type and account group. No consolidations or other eliminations were made in arriving at the totals; thus, they do not present consolidated information.

These totals are presented only to facilitate financial analysis and are not intended to reflect the financial position or results of operations of the District as a whole.

Note #2 - 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. Taxes are levied in LaSalle and Grundy Counties. The board passed the 2015 levy on December 16, 2015. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments on June 1 and September 1. The District receives significant distributions of tax receipts approximately one month after these due dates. Tax revenue in these statements is from the 2014 and prior tax levies.

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

	Maximum Rate	Actual 2015 Rate	Actual 2014 Rate	Actual 2013 Rate
Educational	0.92000	0.92000	0.92000	0.92000
Operations & Maintenance	0.25000	0.25000	0.25000	0.25000
Transportation	0.12000	0.12000	0.08974	0.07933
Debt Service	None	0.24410	0.23926	0.22883
Municipal Retirement	None	0.00762	0.02184	0.03331
Social Security	None	0.01523	0.02476	0.02373
Tort Immunity	None	0.11308	0.12713	0.12149
Leasing	0.05000	0.05000	0.05000	0.05000
Special Education	0.02000	0.02000	0.02000	0.02000
Fire Prevention and Safety	0.05000	0.00835	0.00565	0.02169
Working Cash	0.05000	<u>0.05000</u>	<u>0.05000</u>	<u>0.05000</u>
Total		<u>1.79838</u>	<u>1.79838</u>	<u>1.79838</u>

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #3 – Fund Balance Reporting

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

A. Non-spendable Fund Balance

The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts. Due to the cash basis nature of the district, all such items are expensed at the time of purchase, so there is nothing to report for this classification.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes. The District has several revenue sources received within different funds that also fall into these categories:

1. Special Education

Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Educational Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

2. Leasing Levy

Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Educational Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

3. State Grants

Proceeds from state grants and the related expenditures have been included in the Educational and Transportation Funds. At June 30, 2016, expenditures disbursed exceeded revenues received from state grants, resulting in no restricted balance.

4. Federal Grants

Proceeds from federal grants and the related expenditures have been included in the Educational Fund. At June 30, 2016, expenditures disbursed from federal grants exceeded the revenue received for those specific purposes in the Educational Fund, resulting in no restricted balance.

5. Social Security

Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. Revenue received exceeded expenditures disbursed for this purpose, resulting in a restricted fund balance \$181,950. This balance is included in the financial statements as reserved in the Municipal Retirement/Social Security Fund.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision making authority (the School Board). 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.

The School Board commits fund balance by making motions or passing resolutions to adopt policies or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2016

Note #3 – Fund Balance Reporting (cont'd.)

C. Committed Fund Balance (cont'd.)

Employee contracts for services rendered during the school year for employees electing twelve month pay schedules are recorded as disbursements in the fiscal year when such checks are drawn. At June 30, 2016, the total amount of unpaid contracts and benefits for services performed during the fiscal year ended June 30, 2016 amounted to \$839,309. This amount is shown as Unreserved in the Educational Fund.

D. Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the School Board itself or (b) the finance committee or by the Superintendent when the School Board has delegated the authority to assign amounts to be used for specific purposes.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Operating Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned Fund Balance amounts are shown in the financial statements as Unreserved Fund Balances in the Educational Fund and Working Cash Fund.

F. Regulatory – Fund Balance Definitions

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

G. Reconciliation of Fund Balance Reporting

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

Fund	Generally Accepted Accounting Principles					Regulatory Basis	
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Financial Statements - Reserved	Financial Statements - Unreserved
Educational	0	0	839,309	0	7,929,977	0	8,769,286
Operations & Maintenance	0	2,273,131	0	0	0	0	2,273,131
Debt Services	0	39,238	0	0	0	0	39,238
Transportation	0	831,098	0	0	0	0	831,098
Municipal Retirement	0	664,175	0	0	0	181,950	482,225
Capital Projects	0	502,238	0	0	0	0	502,238
Working Cash	0	0	0	0	496,832	0	496,832
Tort Liability	0	0	0	0	0	0	0
Fire Prevention and Safety	0	292,810	0	0	0	0	292,810

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #3 – Fund Balance Reporting (cont'd.)

H. Expenditures of Fund Balance

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

Note #4 – Deposits and Investments

The District is allowed to invest in securities as authorized by the District's investment policy, Sections 2 and 6 of the Public Funds Investment Act (30 ILCS 235), and Section 8-7 of the School Code of Illinois. These include the following items:

- (1) in bonds, notes, certificates of indebtedness, treasury bills, or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest;
- (2) in interest-bearing savings accounts, interest-bearing certificates of deposits, interest-bearing time deposits, or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act;
- (3) in short-term obligations of corporations organized in the United States with assets exceeding \$500,000,000;
- (4) in money market mutual funds registered under the Investment Company Act of 1940, provided that the portfolio of any such money market mutual fund is limited to obligations described in (1) or (2) above and to agreements to repurchase such obligations;
- (5) in short term discount obligations of the Federal National Mortgage Association or in shares or other forms of securities legally issuable by savings banks or savings and loan associations incorporated under the laws of this State or any other state or under the laws of the United States;
- (6) in dividend-bearing share accounts, share certificate accounts or class of share accounts of a credit union chartered under the laws of this State or the laws of the United States; provided, however, the principal office of any such credit union must be located within the State of Illinois;
- (7) in a Public Treasurer's Investment Pool created under Section 17 of the State Treasurer Act;
- (8) in the Illinois School District Liquid Asset Fund Plus;
- (9) in repurchase agreements of government securities having the meaning set out in the Government Securities Act of 1986 subject to the provisions of said Act and the regulations issued thereunder;
- (10) in any investment as authorized by the Public Funds Investment Act, and Acts amendatory thereto. Paragraph 10 supersedes paragraphs 1-9 and controls in the event of conflict.

Custodial Credit Risk Related to Deposits with Financial Institutions

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's general investment policy requires all amounts deposited or invested with financial institutions in excess of any insurance limit shall be collateralized by securities eligible for District investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating services to include Standard & Poor's, Moody's, or Fitch. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #4 – Deposits and Investments (cont'd.)

The District's investment policy states the preferred method for safekeeping of collateral is to have securities registered in the District's name and held by a third-party custodian. Safekeeping practices should qualify for the Governmental Accounting Standards Board's Statement III, Category I, the highest recognized safekeeping procedures.

As of June 30, 2016, the District was not exposed to custodial credit risk related to deposits.

Custodial Credit Risk of Investments

Custodial credit risk is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year end, none of the District's investments were subject to custodial credit risk due to one of the following:

- Investments were part of an insured pool
- Investments were book-entry only in the name of the District and were fully insured
- Investments were part of a mutual fund
- Investments were held by an agent in the District's name

Interest Rate Risk

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The District's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

* The District's deposits include a Government Select Money Market Fund totaling \$66,483.

Investments

As of June 30, 2016, the district had the following investments and maturities.

Investment Type	Book Value	Fair Value	Investment Maturities (in Years)			
			Less Than 1	1-5	6-10	More Than 10
US Government Obligations	2,660,348	2,660,461	164,430	2,094,586	303,041	98,291
Municipal Bond Obligations	2,431,199	2,419,522	1,337,052	1,094,147		
School Municipal Bond Obligations	303,160	294,851	239,270	63,890	0	0
Total	<u>5,394,707</u>	<u>5,374,834</u>	<u>1,740,752</u>	<u>3,252,623</u>	<u>303,041</u>	<u>98,291</u>

Credit Risk

None of the investment types of the District are rated; some are guaranteed by the U.S. Government and some are municipal obligations.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. Disclosures are required for any issuer that represents 5% or more of total investments, exclusive of mutual funds, external investment pools and investments issued or guaranteed by the U.S. government. The District's investment policy places no limit on the amount the District may invest in any one issuer. The following percentages reflect the breakdown of investments for the District as of June 30, 2016:

- 49% - US Government Obligations
- 45% - Municipal Bond Obligations
- 6% - School Municipal Bond Obligations

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #5 – General Fixed Asset Account Group

A summary of changes in general fixed assets follows:

	Balance <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions*</u>	Balance <u>June 30, 2016</u>
Non-Depreciable Land	415,264	0	0	415,264
Permanent Buildings	43,733,872	22,000	0	43,755,872
Improvements & Infrastructure	2,470,647	12,231	0	2,482,878
Capitalized 10-Year Equipment	4,452,515	220,195	1,164,600	3,508,110
Capitalized 5-Year Equipment	<u>519,391</u>	<u>77,185</u>	<u>185,263</u>	<u>411,313</u>
Totals	<u>51,591,689</u>	<u>331,611</u>	<u>1,349,863</u>	<u>50,573,437</u>

* To remove fully depreciated equipment.

Note #6 - Pension Disclosures

The District contributes to two defined benefit pension plans: the Illinois Municipal Retirement Fund (IMRF), and the Teachers Retirement System (TRS). IMRF is administered by IMRF board of trustees and is an agent multiple-employer public employee retirement system. TRS is administered by the TRS board of trustees and is a cost sharing multiple employer plan. The benefits, benefit levels, employee contributions and employer contributions for both plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The aggregate employer recognized pension expense on a cash basis for the year ended June 30, 2016, was \$215,268.

A. Teacher’s Retirement System of the State of Illinois

Plan Description

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

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

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with 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.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #6 - Pension Disclosures (cont'd)

A. Teacher's Retirement System of the State of Illinois (cont'd)

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 employer, is submitted to TRS by the employer.

On-behalf contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the district. For the year ended June 30, 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 district, and the district recognized revenue and expenditures of \$1,714,138 in pension contributions that the State of Illinois made.

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 \$27,571 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 employer pension contribution was 36.06 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2016, salaries totaling \$-0- were paid from federal and special trust funds that required employer contributions of \$-0-.

Employer retirement cost contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members retiring under the 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 employer paid \$-0- to TRS for employer ERO contributions.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #6 - Pension Disclosures (cont'd)

A. Teacher's Retirement System of the State of Illinois (cont'd)

The employer 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 employer paid \$21,618 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 and Pension Expense

At June 30, 2016, the employer has a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the employer. The state's support and total are for disclosure purposes only. The amount disclosed by the employer 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 employer were as follow:

Employer's proportionate share of the net pension liability	\$ 497,242
State's proportionate share of the net pension liability associated with the employer	<u>\$29,691,851</u>
Total	<u>\$30,189,093</u>

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 employer's proportion of the net pension liability was based on the employer'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 employer's proportion was 0.0007590310 percent, which was a decrease of 0.0001889863 from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the employer recognized pension expense of \$50,537 on a cash basis under this plan.

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:

Inflation	3.00 percent
Salary increases	varies by amount of service credit
Investment rate of return	7.50 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.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2016

Note #6 - Pension Disclosures (cont'd)

A. Teacher's Retirement System of the State of Illinois (cont'd)

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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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	<u>14</u>	12.33
Total	<u>100%</u>	

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 I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. Despite the subsidy, all projected future payments were not covered, so a slightly lower long-term expected rate of return on TRS investments was applied to all periods of projected benefits 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.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2016

Note #6 - Pension Disclosures (cont'd)

A. Teacher's Retirement System of the State of Illinois (cont'd)

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

The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.47 percent, as well as what the employer'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.

	1% Decrease (6.47%)	Current Discount Rate (7.47%)	1% Increase (8.47%)
Employer's proportionate share of the net pension liability	\$614,469	\$497,242	\$401,112

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*.

B. THIS Fund Contributions

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

The 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. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

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

• On behalf contributions to the THIS Fund

The state of Illinois makes employer retiree health insurance contributions on behalf of the employer. 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 \$50,863, and the employer recognized revenue and expenditures of this amount during the year.

• Employer contributions to the THIS Fund

The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.80 percent during the year ended June 30, 2016. For the year ended June 30, 2016, the employer paid \$38,029 to the THIS Fund, which was 100 percent of the required contribution.

Note #6 - Pension Disclosures (cont'd)

B. THIS Fund Contributions (cont'd)

Further information on the THIS Fund

The publicly available 2013 and 2014 financial reports of the THIS Fund may be found online at <http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>. Prior reports are available online at <http://www.auditor.illinois.gov/Audit-Reports/HEALTHCARE-FAMILY-SERVICES-Teacher-Health-Ins-Sec-Fund.asp>

C. Illinois Municipal Retirement Fund

Plan Description.

The District's defined benefit pension plan for non-certified employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information for the plan as a whole, but not for individual employers. That report can be obtained online at <https://www.imrf.org/en/publications-and-archive/annual-financial-reports>.

Benefits provided.

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

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

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #6 - Pension Disclosures (cont'd)

C. Illinois Municipal Retirement Fund (cont'd)

Employees covered by benefit terms.

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

Retirees or Beneficiaries currently receiving benefits	48
Inactive employees entitled to but not yet receiving benefits	22
Active employees	<u>37</u>
Total Members	107

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 9.70%. The total employer contribution paid for 2015 was \$126,282. The District's contribution rate for the calendar year 2016 is 9.84%. The actual contributions paid during the fiscal year ended June 30, 2016 were \$128,051. 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 School District's net pension liability was measured as of December 31, 2015, and 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 3.5%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.48%.
- **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:

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #6 - Pension Disclosures (cont'd)

C. Illinois Municipal Retirement Fund (cont'd)

	Portfolio	Long-Term
	Target	Expected
Asset Class	Percentage	Real Rate
		of Return
Domestic Equity	38%	7.39%
International Equity	17%	7.59%
Fixed Income	27%	3.00%
Real Estate	8%	6.00%
Alternative Investments	9%	2.75-8.15%
Cash Equivalents	<u>1%</u>	2.25%
Total	100%	

Discount rate

A Single Discount Rate of 7.48% 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 the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.57%, and the resulting single discount rate is 7.48%.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #6 - Pension Disclosures (cont'd)

C. Illinois Municipal Retirement Fund (cont'd)

Changes in the Net Pension Liability

	<u>Increases (Decreases)</u>		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)- (b)
Balances at 12/31/14	\$ 6,427,795	\$ 6,275,146	\$ 152,649
Changes for the year:			
Service cost	149,411		149,411
Interest on Total Pension Liability	474,513		474,513
Change of Benefit Terms	0		0
Differences between expected and actual Experience of Total Pension Liability	113,351		113,351
Changes of assumptions	16,725		16,725
Contributions-Employer		126,282	(126,282)
Contributions-Employee		58,584	(58,584)
Net investment income		30,960	(30,960)
Benefit Payments, including Refunds of Employee Contributions	(351,324)	(351,324)	0
Other changes (Net Transfers)		<u>57,592</u>	<u>(57,592)</u>
Net changes	<u>402,676</u>	<u>(77,906)</u>	<u>480,582</u>
Balances at 12/31/15	<u>\$ 6,830,471</u>	<u>\$ 6,197,240</u>	<u>\$ 633,231</u>

Change in Assumptions – The mortality table used was updated to the 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% of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

Sensitivity of the net pension liability to changes in the single discount rate.

The following presents the net pension liability of the District, calculated using the discount rate of 7.48 percent, as well as what the District's IMRF net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.48 percent) or 1-percentage-point higher (8.48 percent) than the current rate:

	1% Decrease <u>6.48%</u>	Current Single Discount Rate Assumption <u>7.48%</u>	1% Increase <u>8.48%</u>
Total Pension Liability	\$ 7,735,529	\$ 6,830,471	\$ 6,082,710
Plan Fiduciary Net Position	<u>6,197,240</u>	<u>6,197,240</u>	<u>6,197,240</u>
Net Pension Liability(Asset)	\$ 1,538,289	\$ 633,231	\$ (114,530)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued actuarial financial report on page 10 of Section B.

Payable to the Pension Plan

At June 30, 2016, the District had a payable of \$-0- for the outstanding amount of contributions to IMRF for the year ended June 30, 2016.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #7 – Other Post-Employment Benefits

The District provides post-retirement health care benefits for the retirees and their dependents. All retirees are eligible to continue their health coverage under the District's health insurance plan. The retirees are responsible for the entire premium payment to secure coverage. The District finances the plan on a pay-as-you-go basis. The Unfunded Actuarial Liability has not been determined as of June 30, 2016.

Plan Description. The District administers a single-employer defined benefit healthcare plan. The Educational support employees who contribute to IMRF are eligible for post-retirement medical coverage. The plan does not issue a separate publicly available financial report.

Funding Policy. The contribution requirements of the District may be amended by the School Board. Current policy is to pay for post-retirement medical and insurance benefits or premiums as they occur. The District requires retirees to contribute 100% of the premium for their desired coverage. The premiums are established for the employee/retiree group, which is currently \$549 per month for individual coverage and \$1,688 per month for family coverage. Although, with regard to retirees, this amount contains an implied rate subsidy by the District through the blended premium covering all current employees and retirees, there is no actuarial valuation performed to determine the amount of such subsidy.

Contributions Made. Because the retiree insurance premium established is paid entirely by retiree contributions, there is no net cash outflow by the District related to these benefits when paid. Therefore, there are no cash-basis expenditures reported by the District in regard to the plan benefits for retirees.

Note #8 – General Long-Term Debt Account Group

Long-term debt at June 30, 2016, is comprised of the following:

Bonded indebtedness –

Bonded indebtedness is reflected in the General Long-Term Debt Account Group. Current requirements for principal and interest expenditures are payable solely from future revenues of the Debt Services Fund which consists principally of property taxes collected by the District and interest earnings.

In February 2010, the District refunded \$1,585,000 of its General Obligation Bond issue dated May 7, 2008. In order to accomplish this, the District issued \$3,395,000 in General Obligation Bonds. \$1,993,926 of proceeds of the issue were used to purchase U.S. Treasury Securities that were placed in an escrow account for the purpose of generating resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the general long-term debt account group. The principal balance of the defeased bonds at June 30, 2016, is \$855,000. As of June 30, 2016, the balance of the escrow account at fair market value was \$909,606 and has been excluded from the fund balance of the Debt Services Fund in these financial statements.

Bonded Debt –

The District issued General Obligation Bonds, Series 2012 dated December 1, 2011 for \$9,030,000.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #8 – General Long-Term Debt Account Group (cont'd)

The following is a summary of long-term debt activity of the District for the year ended June 30, 2016:

<u>Description</u>	<u>Original</u>	<u>Date of</u>	<u>Date of</u>	<u>Interest</u>	<u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u>	<u>Due In</u>
	<u>Amount</u>	<u>Issue</u>	<u>Maturity</u>	<u>Rate</u>	<u>July 1, 2015</u>			<u>June 30, 2016</u>	<u>Less Than</u>
General Obligation Bonds	9,030,000	12/1/11	2/1/19	2.00-4.00%	4,620,000	0	1,415,000	3,205,000	1,475,000

The annual debt service requirements of general obligation bonds and leases/other are as follows:

	<u>Bonds</u>		<u>Leases/Other</u>		<u>Total</u>	<u>Total</u>	<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal & Interest</u>
2017	1,475,000	128,200	0	0	1,475,000	128,200	1,603,200
2018	1,530,000	69,200	0	0	1,530,000	69,200	1,599,200
2019	<u>200,000</u>	<u>8,000</u>	<u>0</u>	<u>0</u>	<u>200,000</u>	<u>8,000</u>	<u>208,000</u>
	<u>3,205,000</u>	<u>205,400</u>	<u>0</u>	<u>0</u>	<u>3,205,000</u>	<u>205,400</u>	<u>3,410,400</u>

Debt Services Fund Balance –

At June 30, 2016, the excess of assets over liabilities of the Debt Services Fund was allocable to the December 1, 2012, bond issue.

Legal Debt Limit –

Section 5/19-1 of the Illinois School Code limits the amount of qualifying debt of the District to 6.9% of the latest equalized assessed value. The equalized assessed value as of January 1, 2015 was \$656,793,036.

The estimated legal debt margin of the District at June 30, 2016, was calculated as follows:

Legal Debt Limit	45,318,719
Less Qualifying Debt	<u>(3,205,000)</u>
Legal Debt Margin	<u>42,113,719</u>

Note #9 - Tax Anticipation Warrants

There were no tax anticipation warrants issued or outstanding as of June 30, 2016.

Note #10 - Common Bank Accounts

Separate bank accounts are not maintained for all District funds; instead, certain funds maintain their uninvested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund. During the year ended June 30, 2016 checking account balances within the funds became negative, but were adequately covered by investments.

Note #11 - Disbursements and Transfers in Excess of Budget

The District did not have any expenditures and transfers that exceeded budgeted expenditures and transfers during the fiscal year ended June 30, 2016.

Note #12 - Deficit Fund Balances

As of June 30, 2016, the District had no deficit unrestricted fund balances.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #13 – Self-Insurance Plan

All employees of the district are covered under the State of Illinois Unemployment Insurance Act. The district elected to be self-insured and, therefore, is liable to the State for any payments made to an unemployed worker claiming benefits.

Note #14 - 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. The school board believes any adjustments that may arise from these audits will be insignificant to District operations.

The Illinois Department of Revenue discovered a misallocation of Corporate Personal Property Replacement Tax (CPPRT). It is estimated that the misallocation had resulted in an overpayment of \$70,119 in CPPRT to the District. The overpayment is expected to be recouped by the state through the reduction of future allocations that may begin as early as the January 2017 allocation.

Note #15 - Joint Agreements

The District is a member of the LaSalle-Putnam County Educational Alliance for Special Education (LEASE), and the Starved Rock Associates for Vocational and Technical Education District (SRAVTE) along with other area school districts. The District's pupils benefit from programs administered under these joint agreements, and the District benefits from jointly administered grants and programming. The District does not have an equity interest in the joint agreements. The joint agreements are separately audited and are not included in these financial statements. These audited reports may be obtained at the joint agreement offices located at 1009 Boyce Memorial Drive, Ottawa, IL 61350 and 200 Ninth Street, Peru, IL 61354 respectively.

Note #16 - Interfund Receivables and Payables/Transfers

The District had no interfund loans during the fiscal year ended June 30, 2016.

The District made a transfer from the Operations and Maintenance Fund to the Educational Fund for \$1,600,000 for future operations.

The District made a transfer from the Transportation Fund to the Educational Fund for \$520,000 for future operations.

The District made a transfer from the Operations and Maintenance Fund to the Capital Projects Fund for \$500,000 for future building projects.

Note #17 - Commitments

As of June 30, 2016, the District had no construction commitments outstanding.

The District has an operating lease for copiers with Proven Business Solutions. The lease was entered into starting on August 1, 2015 through July 31, 2020 for \$9,372 per month as well as a lease with Pitney Bowes for a postage machine for the same timeframe with monthly payments of \$138.86 per month. The District also entered into a short-term lease for computers at Grundy Bank with required payments in FY 17 of \$120,896.

Future minimum lease payments are as follows:

Fiscal Year <u>Ending June 30,</u>	Leases <u>Payable</u>
2017	235,027
2018	114,130
2019	114,130
2020	114,130
2021	9,372

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2016

Note #17 - Commitments

Unpaid Teacher's Contracts

Teacher's contracts for services rendered during the school year for teachers electing twelve month pay schedules are recorded as disbursements in the fiscal year when such checks are drawn. At June 30, 2016, the total amount of unpaid teacher's contracts for services performed during the year ended June 30, 2016, amounted to \$585,134.

Vacation Pay – Vacation pay is considered to be an expenditure in the year paid. Eligible administrators and support staff receive vacation pay. At June 30, 2016, the estimated unused vacation pay liability is \$15,468.

Sick Pay – Sick pay is considered to be an expenditure in the year paid. Accumulated sick pay benefits are available to eligible employees to use in future years. Sick pay does not vest if not used during the term of employment.

Post-Retirement Benefits – The District offered an early retirement incentive to staff members. Under this agreement, the district will pay each qualified retiree \$5,000 annually for 5 years or until the retiree reaches age 60. Qualified retirees also receive a payment for insurance reimbursement of \$1,000 annually for 10 years or until the retiree reaches age 65. The total of this commitment as of June 30, 2016, was \$32,000.

Termination Benefits – Termination benefits are considered to be expenditures in the year paid. Termination benefits consisting of 6% of their salary and a \$10,000 bonus are available to eligible employees who have notified the district of their pending retirement. At June 30, 2016, the estimated termination benefit bonuses due are \$206,707.

Note #18 - Risk Management - Claims and Judgments

Significant losses are covered by commercial insurance for all major programs: property, liability, and worker's compensation. During the year ended June 30, 2016, there were no significant reductions in insurance coverage. Also, there have been no settlement amounts which have exceeded insurance coverage.

The District is insured under a guaranteed cost plan policy for worker's compensation coverage. The initial premium may be adjusted based on actual wages covered. Adjustments in premiums are recorded when paid or received. During the year ended June 30, 2016, there were no significant adjustments in premiums based on actual experience.

Note #19 – Special Education Funded with General State Aid

During the fiscal year ended June 30, 2016, \$678 of Special Education function 1200 was paid with General State Aid revenue code 3001.

Note #20 – Subsequent Events

The District evaluates events and transactions that occur subsequent to year-end for potential recognition or disclosure in the financial statements through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
SCHEDULE OF CHANGES IN ASSETS, LIABILITIES, AND FUND BALANCE
STUDENT ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Beginning Balance	Increases	Decreases	Ending Balance
<u>ASSETS</u>				
Cash and Cash Equivalents	207,464.67	387,310.21	392,227.16	202,547.72
Total Assets	<u>207,464.67</u>	<u>387,310.21</u>	<u>392,227.16</u>	<u>202,547.72</u>
<u>LIABILITIES (Due to other Organizations)</u>				
Auto Mechanics Club	2,548.54	2,774.67	1,196.28	4,126.93
Bass Fishing	771.86	1,003.07	250.00	1,524.93
Band	3,303.80	1,392.50	949.00	3,747.30
Boy Baseball Club	1,163.82	13,102.05	9,747.24	4,518.63
Boy Basketball Club	10,756.68	40,958.77	40,347.89	11,367.56
Cheerleader Club	1,485.76	11,638.61	11,594.87	1,529.50
Class of 15	137.09	0.00	137.09	0.00
Class of 16	166.52	2,292.59	2,039.58	419.53
Class of 17	394.11	878.05	685.30	586.86
Class of 18	22.40	588.05	511.61	98.84
Class of 19	0.00	1,245.13	1,130.43	114.70
Cross Country	1,051.87	4,438.71	5,263.75	226.83
Dramatics	3,954.36	2,017.95	2,637.71	3,334.60
FFA	30,161.62	103,741.44	119,726.17	14,176.89
FCCLA	5.91	5,995.77	4,678.80	1,322.88
Football Club	5,256.62	12,850.43	13,397.47	4,709.58
Girls Basketball Club	3,393.16	6,254.63	5,600.53	4,047.26
Girls Softball Club	2,393.92	15,358.05	11,721.77	6,030.20
Girls Volleyball Club	2,723.21	1,534.91	3,027.38	1,230.74
Golf Club	488.66	5,307.19	3,404.08	2,391.77
HOSA	1,044.12	6,892.75	7,463.56	473.31
Incentive Program - Pop	59,524.39	2,176.33	3,620.73	58,079.99
Library	337.00	74.50	110.00	301.50
Math Club	200.31	0.00	0.00	200.31
Miscellaneous	1,152.66	33,869.92	34,630.01	392.57
National Honor Society	2,622.22	0.00	695.20	1,927.02
New Pop Fund Account	3,491.31	16,630.16	17,347.85	2,773.62
Peer Helpers	8.18	1,853.92	1,850.00	12.10
Scholastic Bowl	5,178.13	1,003.07	362.21	5,818.99
School Store	890.85	3,388.75	2,032.06	2,247.54
Science Club	9,325.21	0.00	663.50	8,661.71
Spanish Club	9,482.37	3,506.10	4,260.56	8,727.91
Speech Team	4,073.98	1,954.00	1,109.91	4,918.07
Special Olympics	459.47	0.00	0.00	459.47
Student Council	8,600.19	13,974.02	13,026.00	9,548.21
S.A.D.D.	2,330.41	1,900.00	2,119.23	2,111.18
Tournament	1,034.71	46,761.86	40,402.20	7,394.37
Track	3,504.92	5,409.14	4,994.83	3,919.23
TSA Club	1,632.42	7,043.61	7,395.56	1,280.47

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 SCHEDULE OF CHANGES IN ASSETS, LIABILITIES, AND FUND BALANCE
 STUDENT ACTIVITY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Beginning Balance	Increases	Decreases	Ending Balance
Video Club	665.89	185.00	117.00	733.89
Wrestling Club	4,350.03	2,647.01	1,929.42	5,067.62
Yearbook	17,375.99	4,667.50	10,050.38	11,993.11
Total Liabilities (Due to other Organizations)	207,464.67	387,310.21	392,227.16	202,547.72
 <u>FUND BALANCE</u>	 0.00	 0.00	 0.00	 0.00
 <u>TOTAL LIABILITIES AND FUND BALANCE</u>	 207,464.67	 387,310.21	 392,227.16	 202,547.72

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 GENERAL LONG-TERM DEBT GROUP OF ACCOUNTS
 SCHEDULE OF BONDED INDEBTEDNESS
JUNE 30, 2016

Dated: December 1, 2011
 Original Issue: \$9,030,000
 Principal Due: February 1
 Interest Due: February 1 & August 1

<u>Due Date</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>		<u>Total</u>
			<u>August 1</u>	<u>February 1</u>	
2016-17	5.125	1,475,000	64,100	64,100	1,603,200
2017-18	5.125	1,530,000	34,600	34,600	1,599,200
2018-19	5.125	200,000	4,000	4,000	208,000
		<u>3,205,000</u>	<u>102,700</u>	<u>102,700</u>	<u>3,410,400</u>

SENECA TOWNSHIP HIGH SCHOOL DISTRICT NO. 160
 SCHEDULE OF TAXES EXTENDED AND COLLECTED
JUNE 30, 2016

	<u>Educational Levy</u>	<u>Special Education Levy</u>	<u>Leasing Levy</u>	<u>Operation & Maintenance Levy</u>	<u>Debt Services Levy</u>	<u>Trans- portation Levy</u>	<u>Municipal Retirement Levy</u>	<u>Social Security Levy</u>	<u>Working Cash Levy</u>	<u>Tort Immunity Levy</u>	<u>Fire Safety Levy</u>	<u>Total All Levies</u>
<u>2013 Levy</u>												
Assessed Valuation	716,494,281											
Tax Rate per \$100.00	<u>0.92000</u>	<u>0.02000</u>	<u>0.05000</u>	<u>0.25000</u>	<u>0.22883</u>	<u>0.07933</u>	<u>0.03331</u>	<u>0.02373</u>	<u>0.05000</u>	<u>0.12149</u>	<u>0.02169</u>	<u>1.79838</u>
Taxes Extended	<u>6,591,747</u>	<u>143,299</u>	<u>358,247</u>	<u>1,791,236</u>	<u>1,639,554</u>	<u>568,395</u>	<u>238,664</u>	<u>170,024</u>	<u>358,247</u>	<u>870,469</u>	<u>155,408</u>	<u>12,885,290</u>
Taxes Collected 97.58%	<u>6,432,479</u>	<u>139,837</u>	<u>349,592</u>	<u>1,747,966</u>	<u>1,601,893</u>	<u>555,446</u>	<u>233,051</u>	<u>165,916</u>	<u>349,592</u>	<u>850,280</u>	<u>147,920</u>	<u>12,573,972</u>
<u>2014 Levy</u>												
Assessed Valuation	685,249,969											
Tax Rate per \$100.00	<u>0.92000</u>	<u>0.02000</u>	<u>0.05000</u>	<u>0.25000</u>	<u>0.23926</u>	<u>0.08974</u>	<u>0.02184</u>	<u>0.02476</u>	<u>0.05000</u>	<u>0.12713</u>	<u>0.00565</u>	<u>1.79838</u>
Taxes Extended	<u>6,304,300</u>	<u>137,050</u>	<u>342,625</u>	<u>1,713,125</u>	<u>1,639,529</u>	<u>614,943</u>	<u>149,659</u>	<u>169,668</u>	<u>342,625</u>	<u>871,158</u>	<u>38,717</u>	<u>12,323,399</u>
Taxes Collected 97.53%	<u>6,148,606</u>	<u>133,665</u>	<u>334,163</u>	<u>1,670,817</u>	<u>1,599,039</u>	<u>598,985</u>	<u>145,963</u>	<u>165,478</u>	<u>334,163</u>	<u>848,823</u>	<u>39,352</u>	<u>12,019,054</u>
<u>2015 Levy</u>												
Assessed Valuation	656,793,036											
Tax Rate per \$100.00	<u>0.92000</u>	<u>0.02000</u>	<u>0.05000</u>	<u>0.25000</u>	<u>0.24410</u>	<u>0.12000</u>	<u>0.00762</u>	<u>0.01523</u>	<u>0.05000</u>	<u>0.11308</u>	<u>0.00835</u>	<u>1.79838</u>
Taxes Extended	<u>6,042,496</u>	<u>131,359</u>	<u>328,397</u>	<u>1,641,983</u>	<u>1,603,232</u>	<u>788,152</u>	<u>50,048</u>	<u>100,030</u>	<u>328,397</u>	<u>742,702</u>	<u>54,842</u>	<u>11,811,638</u>

Seneca Township High School District No. 160
35-050-1600-17
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2016

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ None Known 2. THIS FINDING IS: New Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement

4. Condition

5. Context¹²

6. Effect

7. Cause

8. Recommendation

9. Management's response¹³

For ISBE Review

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

¹¹ A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2016 would be assigned a reference number of 2016-001, 2016-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

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

¹³ See Title 2 CFR §200.521 *Management decision* for additional guidance on reporting management's response.