

COMPREHENSIVE ANNUAL FINANCIAL
REPORT

OF

**ARLINGTON HEIGHTS SCHOOL
DISTRICT 25**

ARLINGTON HEIGHTS, ILLINOIS

As of and for the Year Ended June 30, 2019

Officials Issuing Report

Ms. Stacey Mallek, Assistant Superintendent for Business

Department Issuing Report

Business Office

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

TABLE OF CONTENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

	<u>Page(s)</u>
<i>Introductory Section</i>	
Transmittal Letter	i - x
ASBO Certificate	xi
Organizational Chart	xii
Principal Officers and Advisors	xiii
<i>Financial Section</i>	
Independent Auditors' Report	1 - 3
Required Supplementary Information	
Management's Discussion and Analysis (MD&A) - Unaudited	4 - 12
Basic Financial Statements	
<u>Government-Wide Financial Statements</u>	
Statement of Net Position	13
Statement of Activities	14
<u>Fund Financial Statements</u>	
Balance Sheet - Governmental Funds	15 - 16
Reconciliation of the Governmental Funds - Balance Sheet to the Statement of Net Position	17
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	18 - 19
Reconciliation of the Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	20
Statement of Fiduciary Assets and Liabilities - Agency Fund	21
Notes to Basic Financial Statements	22 - 49
Required Supplementary Information	
Illinois Municipal Retirement Fund - Schedule of Changes in the District's Net Pension Liability and Related Ratios	50
Illinois Municipal Retirement Fund - Schedule of District Contributions	51
Teachers' Retirement System - Schedule of the District's Proportionate Share of the Collective Net Pension Liability and Schedule of District Contributions	52
District OPEB Plan - Schedule of Changes in the District's Net OPEB Liability and Related Ratios	53

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

TABLE OF CONTENTS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

	<u>Page(s)</u>
Required Supplementary Information - (Continued)	
Teachers' Health Insurance Security Fund - Schedule of the District's Proportionate Share of the Collective Net OPEB Liability and Schedule of District Contributions	54
<u>General and Major Special Revenue Funds - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual</u>	
General Fund - Non-GAAP Budgetary Basis	55 - 62
Operations and Maintenance Fund	63 - 64
Transportation Fund	65
Municipal Retirement/Social Security Fund	66 - 67
Notes to Required Supplementary Information	68
Supplementary Information	
<u>Major Debt Service and Major Capital Projects Funds - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual</u>	
Debt Service Fund	69
Capital Projects Fund	70
Fire Prevention and Life Safety Fund	71
General Fund - Combining Balance Sheet	72
General Fund - Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	73
<u>General Fund Accounts - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual</u>	
Educational Accounts - Non-GAAP Budgetary Basis	74 - 81
Tort Immunity and Judgment Accounts	82
Working Cash Accounts	83
Schedule of Changes in Assets and Liabilities - Agency Fund	84
Statistical Section	
Net Position by Component	85 - 86
Changes in Net Position	87 - 88
Fund Balances of Governmental Funds	89 - 90
Governmental Funds Revenues	91 - 92
Governmental Funds Expenditures and Debt Service Ratio	93 - 94
Other Financing Sources and Uses and Net Change in Fund Balances	95 - 96
Assessed Valuation and Estimated Actual Value of Taxable Property	97

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

TABLE OF CONTENTS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

	<u><i>Page(s)</i></u>
<i>Statistical Section - (Continued)</i>	
Property Tax Rates - All Direct and Overlapping Governments	98 - 99
Principal Property Taxpayers in the District	100
Property Tax Levies and Collections	101
Ratio of Outstanding Debt by Type	102
Ratios of General Bonded Debt Outstanding	103
Computation of Direct and Overlapping Debt	104
Legal Debt Margin Information	105 - 106
Demographic and Economic Statistics	107
Principal Employers	108
Number of Employees by Type	109
Operating Indicators by Function	110 - 111
School Building Information	112 - 113



Embracing Today – Inspiring Tomorrow

PATTON | OLIVE | IVY HILL | GREENBRIER | THOMAS
WINDSOR | WESTGATE | DRYDEN | SOUTH

November 25, 2019

Members of the Community and the Board of Education

Arlington Heights School District 25
1200 S. Dunton Avenue, Arlington Heights, Illinois 60005

Dear Members of the Community and the Board:

The Comprehensive Annual Financial Report of Arlington Heights School District 25, Arlington Heights, Illinois, for the fiscal year ended June 30, 2019, is submitted herewith. Submittal of this report complies with the requirements of the Illinois School Code. Responsibility for both accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data, as presented, is accurate in all material aspects: that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial status have been incorporated within this report.

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

The District is required to undergo an annual single audit as required by the U.S. Office of Management and Budget Uniform Guidance. Information related to this single audit, including the schedule of expenditures of federal awards, findings and recommendations, and independent auditors' report on the internal control structure and compliance with applicable laws and regulations are, included in a separate report.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical. The introductory section includes this transmittal letter, the District's organizational chart, a list of principal officials and the ASBO's Certificate of Excellence. The financial section includes the basic financial statements, individual fund financial statements and schedules, as well as the independent auditors' report on the basic financial statements. The statistical section includes a number of tables of unaudited data depicting the financial history of the District for multiple years, demographics and other information.

This report includes all funds of the District. For all of the governmental fund types, the District reports on a modified accrual basis of accounting that is applied to the District’s budget and accounting records. The notes to the financial statements expand upon the modified accrual basis, as well as the District’s accounting policies and procedures. All District funds are included in this report and have been audited by Baker Tilly Virchow Krause, LLP, Certified Public Accountants.

History of the District

Educational roots date back to 1849 in Arlington Heights when the first primitive school building was erected on the northwest corner of Miner Street and Prairie Street [now Evergreen Street]. The district grew in numbers alongside the prideful town of Arlington Heights, and in 1902 the district changed its number from District 10 to District 25. The district continued to add schools as the population demanded them. The town's peak enrollment years were from the late 1950's into the early 1970's. During this time, the District built 14 schools.

The population declined through the 70's and the District needed to close eight schools. In the early 90's, District 25 saw a consistent increase in enrollment, and with that came either rededication, renovation or expansion of all nine schools.

The Reporting Entity and Its Services

The District is an elementary (EC – 8) school district in Wheeling Township, Illinois, which operates as a single district. Made up of seven elementary schools and two middle schools, the District’s total student enrollment for 2018-19 was 5,567. The schools currently operating in the district are as follows:

School	Year Built
Dryden Elementary School	1952
Greenbrier Elementary School	1964
Ivy Hill Elementary School	1966
Olive-Mary Stitt Elementary School	1962
Patton Elementary School	1962
Westgate Elementary School	1962
Windsor Elementary School	1959
South Middle School	1997
Thomas Middle School	1964

Each elementary school hosts students in grades kindergarten through fifth, and each middle school hosts students in grades six through eighth. Additionally, Greenbrier Elementary School runs an early childhood program for students age three to five. The governing body consists of a seven member Board of Education elected from within the District’s boundaries for four-year overlapping terms. The District’s boundaries consist of approximately 65% of Wheeling Township. Based on the legislative authority codified in *The Illinois School Code*, the Board of Education:

- a. has the corporate power to sue and be sued in all courts
- b. has the power to levy and collect taxes and to issue bonds
- c. can contract for appointed administrators, teachers, and other personnel as well as for goods and services
- d. holds title to all District property, and
- e. appoints the Treasurer who serves as legal custodian of all the District's funds,

The Board of Education entered into an Intergovernmental Agreement with Township High School District 214 on April 11, 1996 to provide the same services previously provided by the Wheeling Township School Trustees and School Treasurer. This agreement is ongoing unless the Board of Education of Arlington Heights School District 25 should elect to withdraw from the agreement.

The primary purpose of the Board of Education is to provide a superior education for a lifetime of learning. The District believes the following:

- all children can learn.
- learning is a lifelong process.
- effective teaching promotes the desire to learn.
- students learn in different ways and at different rates.
- learning is enhanced in a nurturing and collaborative environment.
- that respect for the worth and dignity of each individual is essential.
- the mastery of basic skills and the integration of higher-order thinking skills are essential elements of education.
- education is a responsibility shared among students, teachers, parents, families, support staff, and community members.
- that essential to a quality education is a well-trained, student-centered staff.
- parental involvement is important to student success.
- all students deserve a challenging and comprehensive curriculum that includes fine and applied arts and physical education.
- high expectations influence performance.
- students and all school personnel are expected to demonstrate trustworthiness, respect, individual responsibility, fairness, caring, citizenship, and ethical behavior.
- in a consistent district-wide curriculum delivered in a way that meets the individual needs of students.
- in a safe and secure school environment.
- in continuous improvement through planning processes that involve the students, teachers, parents, support staff, and community members.
- participatory long-term planning promotes the best use of the district's resources.
- effective communication is essential as part of the educational process.
- in providing timely and accurate information to all members of the community.
- the success of the district requires accountability on the part of students, teachers, parents, support staff, administration, and Board of Education.
- intellectual risk-taking results in learning for students and staff.
- promoting a student's positive self-esteem, attitude, and emotional well-being enhances learning.
- technology is an instructional tool that significantly impacts the educational process.

- rapidly changing technologies will challenge the current structure and process of education.
- diversity enriches our schools, community and society.

Economic Conditions

With approximately 75,634 residents, Arlington Heights is one of the largest communities in Chicago's northwest suburban corridor, located only 25 miles from Chicago's business and entertainment resources. An upper middle class community with a median household income of \$77,106, Arlington Heights attracts both middle and upper management executives. The majority of residents are between 18 and 65 years old. Over half the residents age 25 or older have completed four or more years of college. This data is based on the most recent data available (2012-2017). The average single-family home sells for \$398,535. Helping to ensure these high property values are strict building and zoning ordinances as well as a frequently updated comprehensive plan that guides all land development in the Village.

What draws people to Arlington Heights in addition to opportunities for employment, are the excellent services provided by its schools, park district, and library. Many of the District's schools have received the Blue Ribbon Award for Excellence.

The community and all of its resources are committed to careful planning and thoughtful renewal. Economic conditions are quite stable.

Local District Economy

Within the Village of Arlington Heights are six industrial areas and six large shopping centers. The industrial area has more than 300 firms. The shopping centers, in addition to many smaller strip-shopping areas, provide the District residents with ample opportunities to supply their needs.

Redevelopment plans for the Village have led to demolition of some older buildings to make room for new shopping areas and multifamily residential areas. The most current assessed valuation shows approximately 82% of the District's valuation to be residential, 17% commercial and, 1% industrial with minimal farmland and railroad valuations.

For The Future

Since 1989, the District has renovated and added onto schools and has built a middle school. Classrooms were added to Windsor Elementary School during the 1999-2000 fiscal year and to Patton Elementary School for the 2005-2006 fiscal year. The District added two classrooms at Olive-Mary Stitt School and six classrooms at Dryden School for the 2007-2008 school year. Another six classrooms were added to Olive-Mary Stitt and ten classrooms to Ivy Hill schools in 2015-16. Six classrooms at Windsor School and five classrooms at Thomas Middle School were added during the 2016-17 school year, along with new/expanded gymnasiums, additional bathrooms, and expanded common spaces to accommodate continued growth. Another four classrooms were added to Greenbrier School during 2017-18. The District engaged a nsulting

demographer, John Kasarda, in the fall of 2018 to develop enrollment projections. Future projected student enrollments based on a kindergarten trend projection model are as follows:

Projected Enrollment (excludes Pre-K)

Grade	19-20	20-21	21-22	22-23	23-24
K	499	500	506	517	524
1	620	620	617	625	638
2	641	631	628	632	636
3	639	650	659	640	641
4	624	644	641	645	645
5	633	625	645	656	646
6	629	643	635	644	653
7	560	635	649	641	650
8	615	558	633	647	639
Total	5460	5506	5613	5647	5672

The District is making a concerted effort to communicate with the residents of Arlington Heights concerning its financial picture. In April of 2005, the community approved a Debt Service Extension Base referendum. This allowed the District to add additional space for educational programs, maintain its facilities and refinance outstanding debt that was being paid from operating funds. As of December 1, 2013, the District paid off all of the debt issued as promised to the taxpayers. During fiscal year 2015-16, the Board issued \$18 million in new debt to fund classroom additions at Ivy Hill and Olive-Mary Stitt Schools. In fiscal year 2016-17, the Board issued another \$31.9 million in debt to fund classroom additions at Thomas and Windsor Schools. A final \$8.2 million was issued in 2017-18 for some life safety projects and the addition at Greenbrier School

Strategic Vision

As a result of a strategic planning process involving representatives of the community and District personnel, the Board of Education adopted the following “Strategic Vision 2020”:

Mission

Arlington Heights School District 25 cultivates innovative learners within a nurturing and collaborative community to thrive in an ever-changing world.

Vision

Embracing today – inspiring tomorrow.

Strategic Vision 20/20

Broaden Best Practices

- Increase technology access
- Align curriculum

- Explore how to address social/emotional needs
- Review options for high achievers
- Grow capacity for personalized learning
- Explore inclusion models
- Increase cultural awareness
- Communicate purposeful assessment plan
- Review progress reporting philosophy and tools
- Align EL practices across the district

Explore Program Expansion

- Study options for world language at K-5
- Determine future Early Childhood location, expansion, and delivery model
- Explore options for full day Kindergarten
- Explore scheduling alternatives for students, school year, and staff development
- Continue to assess and refine staffing models and roles

Strengthen Community Relations

- Improve/shift the “us” and “them” mentality
- Establish consistent communication routines with entire community
- Develop and build upon existing community partnerships
- Solidify positive reputation of teachers and teaching

Enhance Staff Support

- Further cultivate the organizational health of D25
- Further promote the health and wellness of staff
- Evaluate staff retention and explore additional ways to retain staff
- Explore opportunities to further increase professional development time amongst staff members
- Evaluate programming for non-tenured staff
- Explore opportunities to expand the substitute pool
- Increase university clinical/student teaching partnerships

Maintain and Enhance High Quality Facilities

- Establish process to annually evaluate district space needs
- Complete evaluation of safe and secure buildings
- Explore flexible learning spaces for innovation
- Increase energy efficiency

This Strategic Vision 20/20 was approved January 19, 2017 by the Board of Education.

Financial Overview

As resources become scarcer and more segments of the community vie for their use, planning and sound fiscal policies become even more critical in providing the financial support needed for the District to fulfill its mission. Accordingly, five-year financial projections, Board budget sessions, and quarterly budget updates have been implemented to provide the Board with accurate financial information and the community the opportunity to participate in the discussion

process. Although the District's five-year financial projections point toward continued overall financial strength, several key areas of concern are monitored for probable adverse impact on operations. Key areas of concern include property tax refunds, unfunded mandates, utility costs, growing special education and English Language Learners program needs, increasing health care costs, the pension crisis, the State financial condition, and the legislative debate over property tax freezes.

Several key financial indicators reflect positive results in the District's operating funds including proportion of fund balance to revenue, expenditures to revenues ratio, and fund balance as a percentage of next year's expenditures. However, with minimal increases and probable decreases in state and federal funding projected, the dependence upon local property taxes will become a growing challenge for taxing districts, including District 25. Because property tax increases are limited by the Tax Cap law, it remains a priority to keep overall expenditures in line with revenues. Over the past several years, the District has made some positive financial achievement in the areas of energy utilization and tying salaries to the same inflation rate that property tax increases are tied to. District 25 also seeks out other revenue sources. Grants are actively sought, a District foundation has been created, and facilities not projected to be needed have been rented.

For fiscal year 2018-19, a permanent budget reduction in the amount of \$100,000 was made in the Department of Student Learning budget to support continued overall financial stability. Prudent use of resources, sound fiscal practices, and a plan for programs and expenditures are essential components of the financial policies.

Relevant Financial Policies

The Illinois School Code requires that public school districts approve an annual budget prior to the last day of the first quarter of the current fiscal year. The Board of Education of each district is further required to make these budgets available for public inspection at least 30 days, followed by a public hearing, prior to their adoption. The approved budgets must be filed with the Illinois State Board of Education within 30 days of their approval. The District budget is posted on the District's website. The Board is authorized by Illinois school law to transfer funds up to 10% within each fund in the budget. The budget may be amended through the last day of the fiscal year subject to the same requirements specified above. Budget planning begins no later than November by presenting a tentative tax levy to the Board of Education. The Certificate of Property Tax Levy must be filed with the Cook County Clerk by the last Tuesday in December. The District annually publishes a statement of affairs regarding the financial position of the District for the previous year by December 1 of each year.

The Board of Education maintains established budget and fund balance policies that outline parameters for the distribution of resources, provisions for safe and operational facilities, compliance with all applicable regulations, and continuous monitoring of efficiencies. Budgetary controls are in place to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Education. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function and activity within an individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. All outstanding encumbered amounts are cancelled at year-end. Adequate fund balance level are maintained for

operational and financial planning purposes, and a minimum fund balance level of 60% of the next year's budget expenditures is a goal of the Board. This level of fund balance represents approximately 6 months of operations plus a contingency. Fund balances are reported as of June 30 each year.

Internal Accounting and Budgetary Control

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

The School Code of Illinois and the District's adopted policy require an annual audit by certified public accountants. The accounting firm of Baker Tilly Virchow Krause, LLP was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the federal Single Audit Act and related U.S. Office of Management and Budget's Uniform Guidance. The auditors' report on basic financial statements is included in the financial section of this report.

As part of the audit of the District, the District's independent auditor considered the District's internal controls to determine auditing procedures for the purpose of expressing an opinion on the financial statements. The auditor also performed tests of the District's compliance with certain provisions of laws, regulations, contracts and grants. The results of the audit for the fiscal year ended June 30, 2019, are included.

Single Audit. As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

As part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

Budgeting Controls. In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Projected financial plans are adopted for capital outlay funds.

Budgetary control is maintained at line item levels and built up into program and/or cost centers before being combined to form totals by fund. All actual activity compared to budget is reported to the District's management on a regular basis. This report compares each line item account balance to the annual budget with accumulation to the cost center, fund and total District levels. For example, the District maintains an encumbered accounting system as one technique in accomplishing budgetary control. Encumbered amounts lapse at year-end.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound fiscal management.

Property Taxes. Property taxes are the most significant revenue source of the District. The three factors that affect property tax revenues are equalized assessed valuation (EAV); levy extension and property tax rates.

The EAV results from a state multiplier, which is applied to base assessments in an attempt to equalize assessment practices of the County Assessors. The District’s 2018 EAV of \$1,854,241,836 represents a 0.88% decrease over the 2017 EAV amount. The EAV decrease was mainly a result of the multiplier developed by the Illinois Department of Revenue that is applied against total assessed value throughout the District to calculate EAV.

The Board of Education approves a levy in dollars to meet the District’s operating needs for the fiscal year following the levy year. This levy is subject to the Property Tax Extension Limitation Act. This Act limits the increase in the levy extension to the Consumer Price Index or 5%, whichever is less.

Tax rates are determined by dividing the total EAV by the extended levy and are usually expressed as dollars and cents per \$100 of EAV. Extended levies are reduced, if necessary, to stay within the maximum rates established by law or by referendum and/or the limits allowed under the Property Tax Extension Limitation Act. Because levies are determined by a dollar amount, changes in tax rates are inversely proportional to changes in EAV.

Real Estate tax bills in Cook County, Illinois are payable in two installments, with the second payments falling due and payable after the close of the fiscal year. The first was due in March of 2019 and was fifty-five percent of the 2017 tax bill. The second installment is due in September after the close of the fiscal year and is the difference between the actual 2018 tax extension amount and the amount paid in the spring. The fall collections have historically been late. Tax collections are expected to exceed 98% of the extended levy. Following is a tax rate comparison for 2018 and the preceding two fiscal years.

<u>Fund Type</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
General	2.8992	2.7924	2.6909
Special Revenue	.4772	.4595	.5060
Debt Service	.2386	.2341	.2120
Capital Projects	.0016	.0015	.0143
Total Tax Rate	3.6166	3.4875	3.4232

Independent Audit

The School Code of Illinois and the District’s adopted policy require an annual audit of the financial records of all funds of the District. The audit is done by independent certified public accountants that are selected by the District’s Board of Education. This requirement has been complied with and the independent auditors’ report has been included in this report.

Awards and Achievement

District 25 is proud of its students and teachers who dedicate so much time and effort to representing District 25 and Arlington Heights in the highest ways. Five of the District schools are recognized as **National Blue Ribbon Schools of Excellence** by the U. S. Department of Education as follows: Olive-Mary Stitt, Westgate, Windsor, Greenbrier Elementary Schools & Thomas Middle School

The District's Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018 received the Association of School Business Officials (ASBO) International Certificate of Excellence in Financial Reporting, for the twenty-fifth consecutive year. In order to be awarded the ASBO Certificate of Excellence in Financial Reporting, the District published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

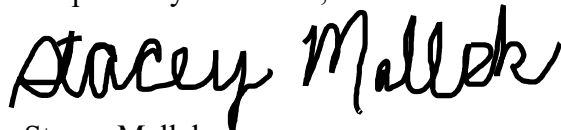
The Certificate of Excellence in Financial Reporting is valid for a period of one year. We believe that our current Comprehensive Annual Financial Report continues to meet the program requirements of the ASBO Certificate of Excellence. We are submitting it to ASBO International for consideration of the award.

Closing Statement

It is our intention that this Comprehensive Annual Financial Report will provide the District's management, outside investors, and interested local citizens with a most meaningful financial presentation. We hope that all readers of this report will obtain a clear and concise understanding of the District's financial condition as of June 30, 2019.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of all the members of the Business Office who assisted in the closing of the District's financial records and the preparation of this report. We would also like to extend our appreciation to the members of the Board of Education for their interest and support in planning and conducting the financial affairs of the District in a responsible and progressive manner.

Respectfully submitted,



Stacey Mallek
Assistant Superintendent for Business/CSBO



**ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**

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

Arlington Heights School District 25

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

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



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

Tom Wohlleber, CSR
President

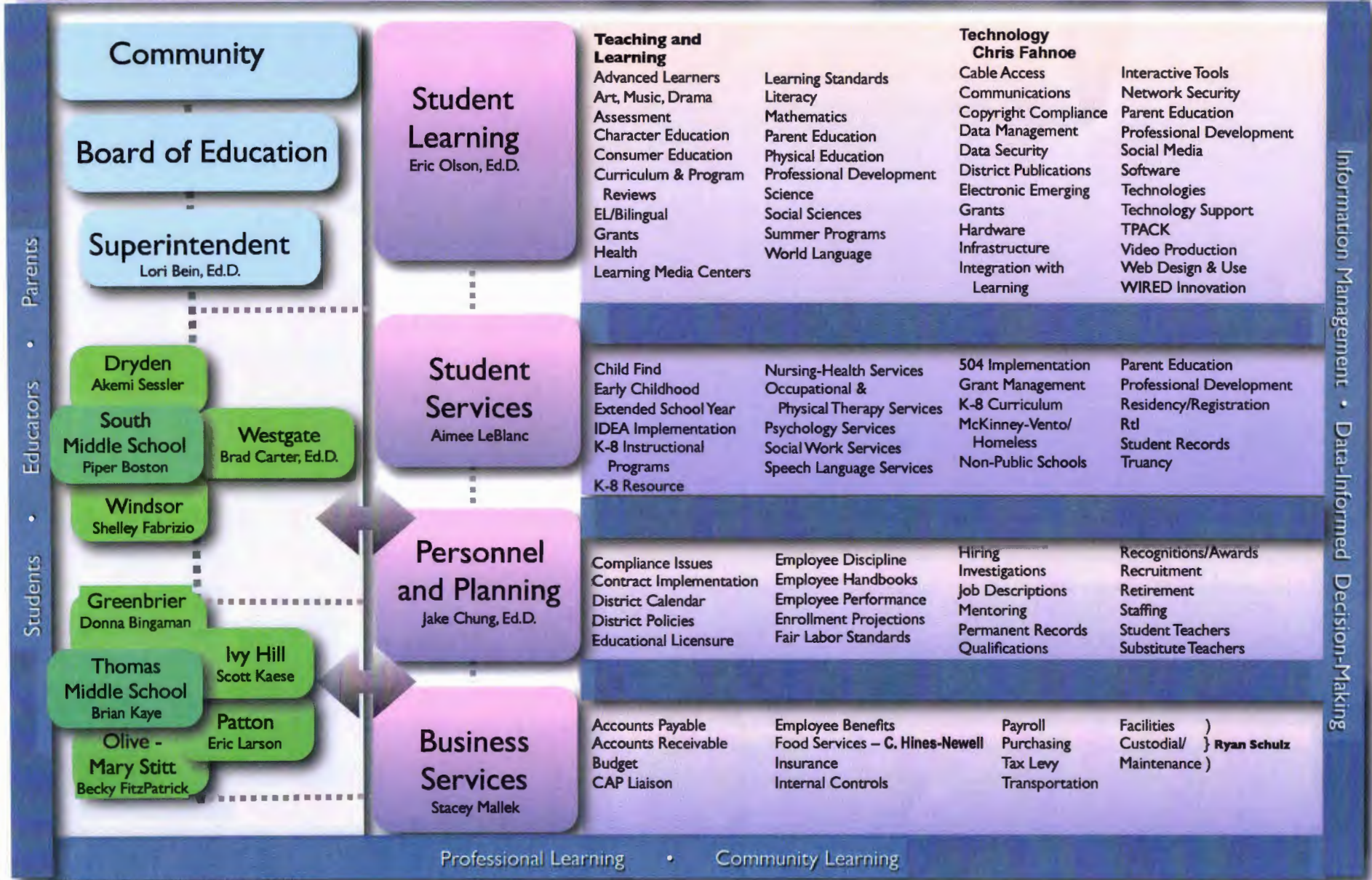
A handwritten signature in black ink, reading 'Siobhán McMahon'.

Siobhán McMahon, CAE
Chief Operating Officer

Arlington Heights District 25

Organization of Services

Comprehensive • Cohesive • Student-Centered



12/4/06; 1/1/29/10; 7/14/11; 7/17/13; 10/24/13; 7/10/14;
7/21/14; DRAFT 3/19/15, 8:35 am; Draft 3/14/17 dw
5/24/18

Arlington Heights School District 25

1200 S. Dunton Avenue
Arlington Heights, IL 60005

Comprehensive Annual Financial Report Officers and Officials

Fiscal Year Ended June 30, 2019

Board of Education

		<u>Term Expires</u>
Brian Cerniglia	President	2023
David Page	Vice President	2021
Erin Johannesen	Secretary	2021
Chad Conley	Member	2023
Scott Filipek	Member	2023
Anisha Ismail Patel	Member	2021
Rich Olejniczak	Member	2021

Treasurer

Mary Kay Pawlak Comptroller Township High School District 214

District Administration

Dr. Lori Bein	Superintendent
Stacey Mallek	Assistant Superintendent for Business/CSBO
Dr. Jake Chung	Assistant Superintendent for Personnel & Planning
Aimee LeBlanc	Assistant Superintendent for Student Services
Dr. Eric Olson	Assistant Superintendent for Student Learning

Principals

Akemi Sessler	Dryden Elementary School
Donna Bingaman	Greenbrier Elementary School
Scott Kaese	Ivy Hill Elementary School
Dr. Rebecca Fitzpatrick	Olive-Mary Stitt Elementary School
Eric Larson	Patton Elementary School
Dr. Brad Carter	Westgate Elementary School
Shelley Fabrizio	Windsor Elementary School
Piper Boston	South Middle School
Brian Kaye	Thomas Middle School

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Arlington Heights School District 25
Arlington Heights, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Arlington Heights School District 25, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Arlington Heights School District 25's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control over financial reporting relevant to Arlington Heights School District 25'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 Arlington Heights School District 25's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

To the Board of Education
Arlington Heights School District 25

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Arlington Heights School District 25 as of June 30, 2019 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit for the year ended June 30, 2019 was conducted for the purpose of forming opinions on the financial statements that collectively comprise Arlington Heights School District 25's basic financial statements. The supplementary information for the year ended June 30, 2019 as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2019, 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 supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2019.

To the Board of Education
Arlington Heights School District 25

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Arlington Heights School District 25 as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated December 5, 2017, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The supplementary information for the year ended June 30, 2018 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2018 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2018 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2018.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Arlington Heights School District 25's basic financial statements. The introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2019 on our consideration of Arlington Heights School District 25's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Arlington Heights School District 25's internal control over financial reporting and compliance.

Baker Tilly Virchow Krause, LLP

Oak Brook, Illinois
November 25, 2019

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2019

The discussion and analysis of Arlington Heights School District 25's (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2019. The management of the District encourages readers to consider the information presented herein in conjunction with the transmittal letter found in the introductory section and the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- > In total, net position decreased by \$0.3. This represents a 0.3% decrease from 2018 and represents a controlled decrease in reserves to balance the difference between revenues and expenditures.
- > General revenues accounted for \$72.1 in revenue or 66% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$37.0 or 34% of total revenues of \$109.1.
- > The District had \$109.4 in expenses related to government activities. However, only \$37.0 of these expenses were offset by program specific charges and grants. General revenues of \$72.1 were adequate to provide for the remaining costs of these programs.
- > The District spent over \$4.0 to complete the last major building addition at Greenbrier School, completing all planned classroom and other additions for the anticipated future.
- > The District continued to pay down its long-term bond debt retiring \$2.3 in fiscal 2019.
- > The Board of Education authorized the transfer of \$5.4 from the Operations and Maintenance Fund to the Capital Projects Fund to cover the remainder of the costs of the Greenbrier Elementary School building addition and other life safety capital projects. Of this, \$4.1 was covered by bond proceeds which were transferred from the Working Cash Fund into the Operations and Maintenance Fund.
- > The District achieved the designation of Financial Recognition status, the highest category of financial strength for the School District Financial Profile, from the Illinois State Board of Education for 2018.

Overview of the Financial Statements

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

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

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

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2019

Government-wide financial statements

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

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

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

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

Fund financial statements

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

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

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

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Debt Service Fund, Capital Projects Fund, and Fire Prevention and Safety Fund, all of which are considered to be major funds.

Arlington Heights School District 25
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2019

The District adopts an annual budget for each of the funds listed above. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with this budget.

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

Notes to basic financial statements

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

Other information

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

Arlington Heights School District 25
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2019

Government-Wide Financial Analysis

The District's combined net position was lower on June 30, 2019, than it was the year before, decreasing 0.3% to \$79.4. The decrease in current and other assets in fiscal year 2019 of \$0.5, or 0.2% was due primarily to a decrease in cash and investments resulting from spending on capital projects paid from prior year bond funds. The District's 2019 long-term debt outstanding includes a decrease in bonds payable offset by an increase of \$4.0 in the net pension liability mainly as a result of reduced investment income reported for the IMRF pension system during the year.

Table 1		
Condensed Statements of Net Position		
(in millions of dollars)		
	<u>2018</u>	<u>2019</u>
Assets:		
Current and other assets	\$ 101.9	\$ 100.7
Capital assets	<u>129.5</u>	<u>130.2</u>
Total assets	<u>231.4</u>	<u>230.9</u>
Total deferred outflows of resources	<u>4.2</u>	<u>6.9</u>
Liabilities:		
Current liabilities	11.8	11.7
Long-term debt outstanding	<u>105.3</u>	<u>106.2</u>
Total liabilities	<u>117.1</u>	<u>117.9</u>
Total deferred inflows of resources	<u>38.8</u>	<u>40.5</u>
Net position:		
Net investment in capital assets	82.1	80.1
Restricted	7.4	7.2
Unrestricted	<u>(9.8)</u>	<u>(7.9)</u>
Total net position	<u>\$ 79.7</u>	<u>\$ 79.4</u>

Expenses in the governmental activities of the District of \$109.4 exceeded revenues by \$0.3. This was attributable primarily to spending on capital projects from prior year bond revenues.

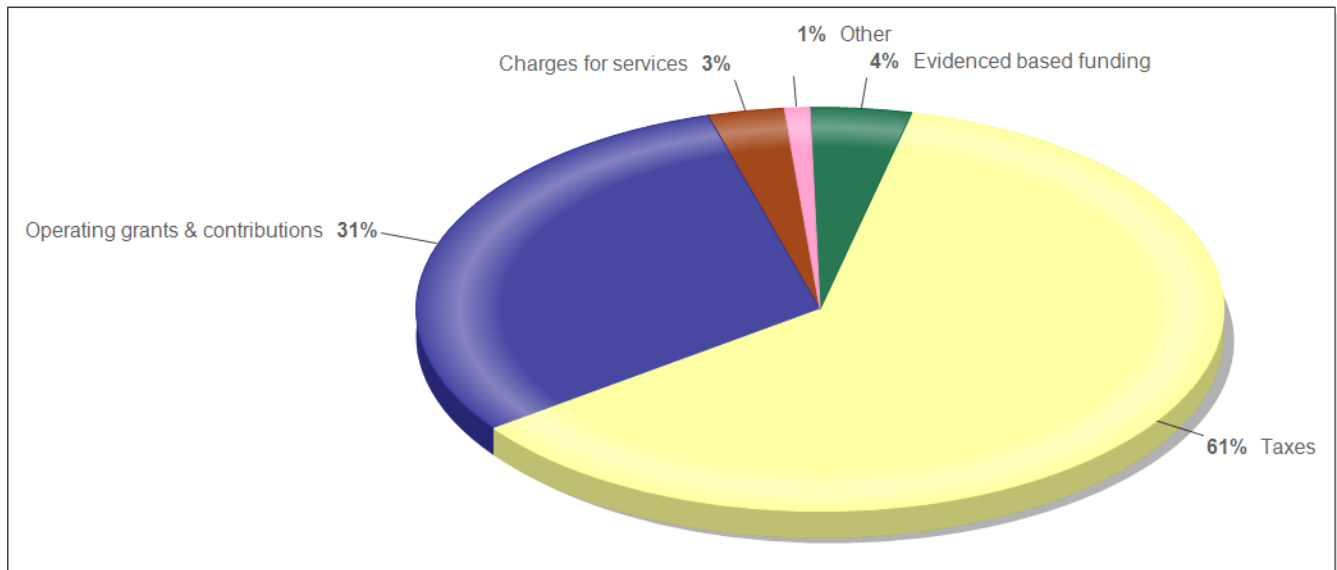
Arlington Heights School District 25
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2019

Table 2		
Changes in Net Position		
(in millions of dollars)		
	<u>2018</u>	<u>2019</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 3.8	\$ 3.8
Operating grants & contributions	32.4	33.2
<i>General revenues:</i>		
Taxes	64.2	65.8
Evidenced based funding	4.5	4.7
Other	1.7	1.6
Total revenues	<u>106.6</u>	<u>109.1</u>
Expenses:		
Instruction	76.0	75.6
Pupil & instructional staff services	10.9	11.4
Administration & business	7.8	8.4
Transportation	2.5	2.7
Operations & maintenance	8.2	6.7
Interest & fees	1.4	1.4
Other	3.0	3.2
Total expenses	<u>109.8</u>	<u>109.4</u>
Increase (decrease) in net position	(3.2)	(0.3)
Net position, beginning of year	<u>82.9</u>	<u>79.7</u>
Net position, end of year	<u>\$ 79.7</u>	<u>\$ 79.4</u>

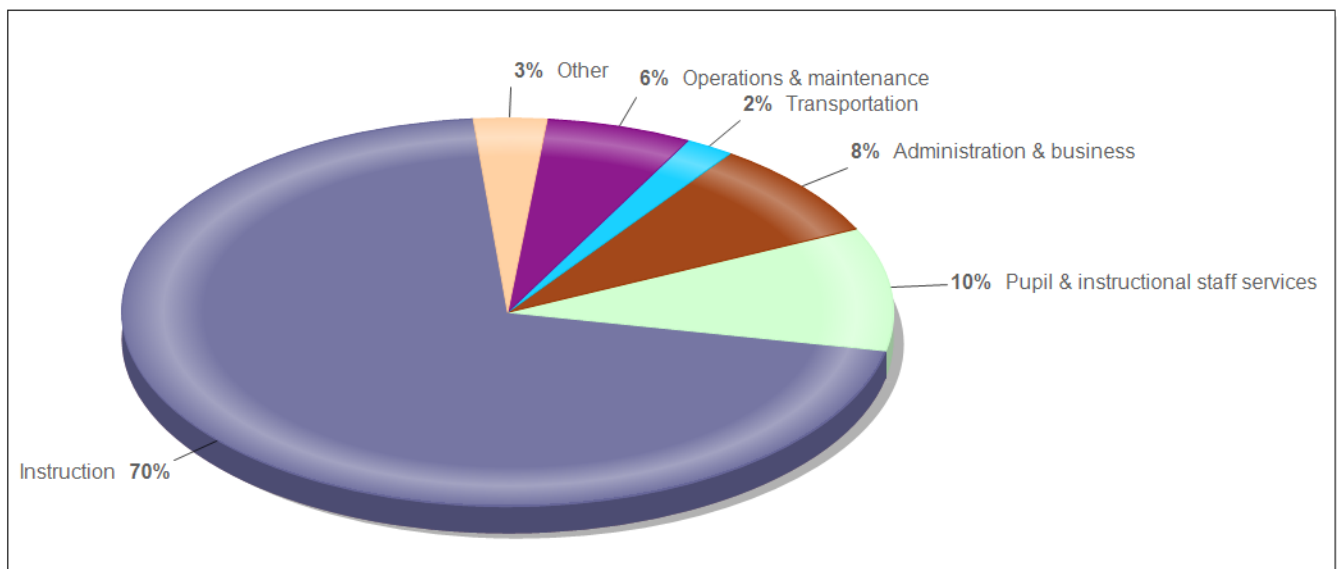
Property taxes accounted for the largest portion of the District's revenues, contributing 61%. Tax revenue increase by 2.5% based on the inflationary increase of 2.1% plus new property. The remainder of revenues came from state, federal grants and other sources. State revenue for transportation reimbursement decreased by \$0.7 as a result of an audit and adjustment to the District's claim formula, offset by other increases. The total cost of all the District's programs was \$109.4, mainly related to instructing and caring for the students and student transportation at 82%. Approximately \$30.0 of the total expenses is due to State Retirement Contributions expense. These expenses are 100% offset by State Contributions revenue. Total expenses decreased slightly from the prior year based on staff turnover and cost control measures implemented during the year.

Arlington Heights School District 25
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2019

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

The District's Governmental Funds balance decreased from \$59.4 to \$58.7 mainly due to planned expenditures on capital outlay to complete the final phase of building additions at Greenbrier School.

The fund balance in the General Fund decreased by \$1.9 due to transfers of \$4.1 of bond proceeds held in reserves to other funds for use in funding capital projects offset mainly by expenditures coming in nearly \$2.5 under budget based on cost control measures implemented through the year.

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2019

The Operations and Maintenance fund balance increased \$1.0 during fiscal 2019. Net transfers to the Capital Projects fund of \$1.4 were offset by an operating surplus of \$2.3 based on the Board directed use of reserves to fund a portion of the needed capital improvements.

The Debt Service Fund represents the property taxes received for and debt service payment on the outstanding bond issues. The deficit is a result of the structure of the levy extension to maintain a level debt service tax rate verses the required annual debt service payments.

The fund balance in the Capital Projects fund increased \$0.7 over the year. Transfer of reserves from the Operations and Maintenance fund of \$5.5 were sufficient to cover \$4.8 in capital expenditures in the current year plus the majority of the prior year deficit. Future transfers from other funds will cover the remaining fund balance deficit.

The decrease of \$0.5 in the Fire Prevention and Life Safety Fund is a result of reduced taxes levied for life safety projects based on a limited number of projects to be paid from these funds. The \$0.5 cost for the replacement of the Greenbrier Roof was paid from life safety funds.

General Fund Budgetary Highlights

The 2018-19 budget was adopted by the Board of Education in September 2018. For 2018-19, the largest category of revenue is local property taxes and reflected a \$0.8 unfavorable budget position due to higher than anticipated refunds of property taxes in prior levy years. The district, like other taxing units of local government across Cook County, continues to lose significant dollars in property tax revenue every year from refunds resulting from assessment valuation challenges brought before the Illinois Property Tax Appeal Board or circuit court, exemption decisions of the Illinois Department of Revenue, or certificates of error issued by local assessing officials. Despite levies that are properly approved and statutorily limited, the district does not receive the full amount of its extension because taxpayers have won or settled these over-assessment or exemption cases for prior years. The refunds for prior years are taken out of current collections, leaving the District with less property tax revenue than it is legally entitled to each year. The District recognized refund losses exceeding \$0.9 during the 2018-19 fiscal year.

Overall, the General Fund revenue ended the year with a favorable \$0.8 over-budget condition due to unanticipated interest earnings, and State and Federal private school and room and board revenues due from the prior year.

Total expenditures for 2018-19 were \$2.5 under budget. This was mainly due to lower than anticipated expenditures including not spending \$1.0 in anticipated personnel costs including contingency funds, \$0.3 for special education tuition, and delaying \$0.7 in planned curriculum adoptions until future years. In addition, the transfer from the Working Cash Accounts to the Operations and Maintenance funds for building additions paid for during the fiscal year were \$0.4 less than budgeted.

Capital Assets and Debt Administration

Capital assets

By the end of 2019, the District had compiled a total investment of \$197.4 (\$130.2 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$4.2. More detailed information about capital assets can be found in Note 6 of the basic financial statements.

Arlington Heights School District 25
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2019

Table 3		
Capital Assets (net of depreciation)		
(in millions of dollars)		
	<u>2018</u>	<u>2019</u>
Land	\$ 1.1	\$ 1.1
Construction in progress	5.0	0.1
Buildings	78.5	83.8
Building improvements	41.1	41.4
Equipment	3.6	3.7
Vehicles	0.2	0.1
Total	<u>\$ 129.5</u>	<u>\$ 130.2</u>

Long-term debt

The District retired \$3.0 in bonds in 2019. Capital leases and other were reduced by \$0.1. At the end of fiscal 2019, the District had a debt margin of \$82.9. More detailed information on long-term debt can be found in Note 7 of the basic financial statements.

Table 4		
Outstanding Long-Term Debt		
(in millions of dollars)		
	<u>2018</u>	<u>2019</u>
General obligation bonds	\$ 53.1	\$ 50.1
Net pension liability	8.2	12.2
Net OPEB liability	43.7	43.7
Capital leases and other	0.3	0.2
Total	<u>\$ 105.3</u>	<u>\$ 106.2</u>

Factors Bearing on the District's Future

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

Property tax growth for the District is limited under the Property Tax Extension Limitation Law. For the 2019 levy, property tax increases will be limited to CPI of 1.9% plus new property growth. The 10 year average CPI is trending downward, from an average of 2.4% a few years ago to an average of 1.8% currently. Limited revenue growth year-over-year, as well as increased amounts of property tax refunds similar to what happened in fiscal year 2019, will put a strain on future budgets.

A collective bargaining agreement with the Arlington Teachers' Association is in place through August of 2020. The District also has a collective bargaining agreement with the custodial/maintenance union through June 30, 2023. These agreements provide some stability in the District's largest expense.

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2019

Enrollment has increased around 400 students in the past 10 years. The District has completed a series of building additions, increasing total classrooms by a count of 32 between the following schools: Ivy Hill School, Olive-Mary Stitt School, Thomas Middle School, Windsor School and Greenbrier School. Expanded gymnasium and/or common spaces in many of these buildings, as well as the additional classrooms, are expected to support current and projected enrollment growth anticipated for the near future.

Pension obligations for certificated employees, including teachers and administrators, are funded by the state and active members of the Illinois Teachers' Retirement System. The State of Illinois still continues to debate the cost of pensions and the need for funding reforms to address an increasing unfunded liability in the system. Employers are mandated to contribute 0.58% of all creditable earnings to the Teachers' Retirement System. Due to the complexities of the pension system and various funding reform options discussed in the legislature, additional employer contributions may be a future consideration.

Requests for Information

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

Stacey Mallek
Arlington Heights School District 25
1200 South Dunton
Arlington Heights, Illinois 60005

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

STATEMENT OF NET POSITION

AS OF JUNE 30, 2019

	GOVERNMENTAL ACTIVITIES
Assets	
Cash	\$ 68,016,596
Interest	301,705
Property taxes	30,934,685
Replacement taxes	152,916
Intergovernmental	1,157,930
Other	109,034
Prepaid items	43,751
Capital assets:	
Land	1,060,199
Construction in progress	53,006
Capital assets being depreciated, net of accumulated depreciation	<u>129,112,292</u>
Total assets	<u>230,942,114</u>
Deferred outflows of resources	
Deferred outflows related to pensions	5,460,155
Deferred outflows related to OPEB	<u>1,433,888</u>
Total deferred outflows of resources	<u>6,894,043</u>
Liabilities	
Accounts payable	880,887
Salaries and wages payable	7,428,064
Intergovernmental payable	632,957
Payroll deductions payable	15,721
Other current liabilities	1,255,415
Unearned revenue	376,637
Health claims payable	1,123,143
Long-term liabilities:	
Other long-term liabilities - due within one year	2,371,686
Other long-term liabilities - due after one year	<u>103,810,368</u>
Total liabilities	<u>117,894,878</u>
Deferred inflows of resources	
Property taxes levied for a future period	30,934,685
Deferred inflows related to pensions	2,439,927
Deferred inflows related to OPEB	<u>7,159,414</u>
Total deferred inflows of resources	<u>40,534,026</u>
Net position	
Net investment in capital assets	80,147,193
Tort immunity	348,218
Operations and maintenance	4,340,951
Student transportation	808,310
Debt service	1,173,477
Capital projects	467,035
Unrestricted	<u>(7,877,931)</u>
Total net position	<u>\$ 79,407,253</u>

See Notes to Basic Financial Statements

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2019

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
Governmental activities				
Instruction:				
Regular programs	\$ 29,700,265	\$ 444,206	\$ 129,822	\$ (29,126,237)
Special programs	12,830,761	172,989	2,050,414	(10,607,358)
Other instructional programs	3,063,189	74,421	52,425	(2,936,343)
State retirement contributions	29,969,888	-	29,969,888	-
Support Services:				
Pupils	4,967,277	-	-	(4,967,277)
Instructional staff	6,440,177	-	63,442	(6,376,735)
General administration	2,009,382	-	-	(2,009,382)
School administration	3,973,124	-	-	(3,973,124)
Business	2,430,387	1,982,559	281,930	(165,898)
Transportation	2,745,943	131,386	659,681	(1,954,876)
Operations and maintenance	6,706,110	970,300	-	(5,735,810)
Central	2,086,917	-	-	(2,086,917)
Other supporting services	372,159	-	-	(372,159)
Community services	705,665	-	-	(705,665)
Interest and fees	1,383,340	-	-	(1,383,340)
Total governmental activities	<u>\$ 109,384,584</u>	<u>\$ 3,775,861</u>	<u>\$ 33,207,602</u>	<u>(72,401,121)</u>

General revenues:

Taxes:

Real estate taxes, levied for general purposes	51,981,005
Real estate taxes, levied for specific purposes	8,562,358
Real estate taxes, levied for debt service	4,318,380
Personal property replacement taxes	955,761
State aid-formula grants	4,668,560
Investment income	1,620,875
Miscellaneous	46,184

Total general revenues 72,153,123

Change in net position (247,998)

Net position, beginning of year 79,655,251

Net position, end of year \$ 79,407,253

See Notes to Basic Financial Statements

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GOVERNMENTAL FUNDS

BALANCE SHEET

AS OF JUNE 30, 2019

WITH COMPARATIVE TOTALS AS OF JUNE 30, 2018

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash	\$ 57,693,043	\$ 5,447,372	\$ 1,485,326	\$ 1,709,191
Receivables (net allowance for uncollectibles):				
Interest	251,708	26,989	6,002	8,572
Property taxes	24,953,338	2,553,241	572,233	801,469
Replacement taxes	-	152,916	-	-
Intergovernmental	838,054	-	319,876	-
Other	-	109,034	-	-
Loan to capital projects fund	15,504	-	-	-
Prepaid items	33,149	10,602	-	-
Total assets	<u>\$ 83,784,796</u>	<u>\$ 8,300,154</u>	<u>\$ 2,383,437</u>	<u>\$ 2,519,232</u>
Liabilities				
Accounts payable	\$ 330,916	\$ 143,414	\$ 337,946	\$ -
Salaries and wages payable	7,428,064	-	-	-
Other current liabilities	4,084	1,251,331	-	-
Loan from educational fund	-	-	-	-
Payroll deductions payable	4,504	11,217	-	-
Unearned revenue	344,646	-	31,991	-
Health claims payable	1,123,143	-	-	-
Total liabilities	<u>9,235,357</u>	<u>1,405,962</u>	<u>369,937</u>	<u>-</u>
Deferred inflows of resources				
Property taxes levied for a future period	24,953,338	2,553,241	572,233	801,469
Unavailable state and federal aid receivable	37,060	-	-	-
Total deferred inflows of resources	<u>24,990,398</u>	<u>2,553,241</u>	<u>572,233</u>	<u>801,469</u>
Fund balance				
Nonspendable	33,149	10,602	-	-
Restricted	325,240	4,330,349	1,441,267	1,717,763
Unassigned	49,200,652	-	-	-
Total fund balance (deficit)	<u>49,559,041</u>	<u>4,340,951</u>	<u>1,441,267</u>	<u>1,717,763</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 83,784,796</u>	<u>\$ 8,300,154</u>	<u>\$ 2,383,437</u>	<u>\$ 2,519,232</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2019	2018
\$ 1,167,621	\$ -	\$ 514,043	\$ 68,016,596	\$ 69,974,304
5,856	-	2,578	301,705	339,963
2,040,718	-	13,686	30,934,685	30,140,105
-	-	-	152,916	146,342
-	-	-	1,157,930	1,253,697
-	-	-	109,034	28,077
-	-	-	15,504	-
-	-	-	43,751	30,689
<u>\$ 3,214,195</u>	<u>\$ -</u>	<u>\$ 530,307</u>	<u>\$ 100,732,121</u>	<u>\$ 101,913,177</u>
\$ -	\$ 19,025	\$ 49,586	\$ 880,887	\$ 2,417,895
-	-	-	7,428,064	7,221,152
-	-	-	1,255,415	1,074,690
-	15,504	-	15,504	-
-	-	-	15,721	4,728
-	-	-	376,637	-
-	-	-	1,123,143	1,102,556
-	<u>34,529</u>	<u>49,586</u>	<u>11,095,371</u>	<u>11,821,021</u>
2,040,718	-	13,686	30,934,685	30,140,105
-	-	-	37,060	546,926
<u>2,040,718</u>	<u>-</u>	<u>13,686</u>	<u>30,971,745</u>	<u>30,687,031</u>
-	-	-	43,751	30,689
1,173,477	-	467,035	9,455,131	8,843,911
-	(34,529)	-	49,166,123	50,530,525
<u>1,173,477</u>	<u>(34,529)</u>	<u>467,035</u>	<u>58,665,005</u>	<u>59,405,125</u>
<u>\$ 3,214,195</u>	<u>\$ -</u>	<u>\$ 530,307</u>	<u>\$ 100,732,121</u>	<u>\$ 101,913,177</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
AS OF JUNE 30, 2019

Total fund balances - governmental funds		\$ 58,665,005
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Net capital assets used in governmental activities and included in the Statement of Net Position do not require the expenditure of financial resources and, therefore, are not reported in the Governmental Funds Balance Sheet.		130,225,497
Certain revenues receivable by the District and recognized in the Statement of Net Position do not provide current financial resources and are included as deferred inflows of resources in the Governmental Funds Balance Sheet, as follows:		37,060
Deferred outflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		5,460,155
Deferred outflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		1,433,888
Long-term liabilities included in the Statement of Net Position are not due and payable in the current period and, therefore, are not reported in the Governmental Funds Balance Sheet.		(632,957)
Deferred inflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		(2,439,927)
Deferred inflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		(7,159,414)
Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position.		
Balances at June 30, 2019 are:		
Bonds payable	\$ (45,075,000)	
Unamortized bond premium	(4,996,618)	
Net OPEB liability	(43,670,202)	
Net pension liability	(12,243,179)	
Capital leases	(6,686)	
Compensated absences	<u>(190,369)</u>	
		<u>(106,182,054)</u>
Net position of governmental activities		<u>\$ 79,407,253</u>

See Notes to Basic Financial Statements

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2018

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 52,326,511	\$ 5,233,002	\$ 1,105,885	\$ 1,853,156
Corporate personal property replacement taxes	-	935,761	-	20,000
State aid	22,263,038	-	1,638,533	-
Federal aid	2,408,625	-	18,000	-
Investment income	1,368,115	130,064	30,593	47,506
Other	2,429,645	1,225,573	132,848	-
Total revenues	<u>80,795,934</u>	<u>7,524,400</u>	<u>2,925,859</u>	<u>1,920,662</u>
Expenditures				
Current:				
Instruction:				
Regular programs	25,795,775	-	-	276,201
Special programs	10,016,262	-	-	541,376
Other instructional programs	2,952,133	-	-	44,122
State retirement contributions	17,279,099	-	-	-
Support Services:				
Pupils	4,859,335	-	-	122,845
Instructional staff	6,046,204	-	-	190,443
General administration	1,564,263	-	-	36,900
School administration	3,347,468	-	-	140,920
Business	2,153,722	-	-	151,985
Transportation	-	-	2,735,125	8,823
Operations and maintenance	-	4,798,309	-	387,133
Central	1,444,254	-	-	64,987
Other supporting services	-	244,047	-	-
Community services	643,810	-	-	52,262
Payments to other districts and gov't units	2,134,910	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	389,638	145,588	-	-
Total expenditures	<u>78,626,873</u>	<u>5,187,944</u>	<u>2,735,125</u>	<u>2,017,997</u>
Excess (deficiency) of revenues over expenditures	<u>2,169,061</u>	<u>2,336,456</u>	<u>190,734</u>	<u>(97,335)</u>
Other financing sources (uses)				
Transfers in	-	4,078,238	-	-
Transfers (out)	(4,118,570)	(5,451,511)	-	-
Principal on bonds sold	-	-	-	-
Premium on bonds sold	-	-	-	-
Total other financing sources (uses)	<u>(4,118,570)</u>	<u>(1,373,273)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(1,949,509)	963,183	190,734	(97,335)
Fund balance (deficit), beginning of year	<u>51,508,550</u>	<u>3,377,768</u>	<u>1,250,533</u>	<u>1,815,098</u>
Fund balance (deficit), end of year	<u>\$ 49,559,041</u>	<u>\$ 4,340,951</u>	<u>\$ 1,441,267</u>	<u>\$ 1,717,763</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2019	2018
\$ 4,318,380	\$ -	\$ 24,809	\$ 64,861,743	\$ 63,325,559
-	-	-	955,761	858,882
-	-	-	23,901,571	35,064,552
-	-	-	2,426,625	2,511,057
30,615	-	13,982	1,620,875	1,063,266
-	33,979	-	3,822,045	4,443,685
<u>4,348,995</u>	<u>33,979</u>	<u>38,791</u>	<u>97,588,620</u>	<u>107,267,001</u>
-	-	-	26,071,976	26,253,145
-	-	-	10,557,638	10,986,544
-	-	-	2,996,255	2,868,326
-	-	-	17,279,099	28,217,385
-	-	-	4,982,180	4,869,798
-	-	-	6,236,647	5,745,780
-	-	-	1,601,163	1,679,291
-	-	-	3,488,388	3,461,774
-	-	-	2,305,707	2,371,829
-	-	-	2,743,948	2,484,220
-	808,594	-	5,994,036	8,203,645
-	-	-	1,509,241	1,496,036
-	-	-	244,047	240,540
-	-	-	696,072	670,991
-	-	-	2,134,910	1,970,921
2,324,117	-	-	2,324,117	2,257,461
2,100,978	-	-	2,100,978	2,110,810
-	3,995,376	531,736	5,062,338	19,596,312
<u>4,425,095</u>	<u>4,803,970</u>	<u>531,736</u>	<u>98,328,740</u>	<u>125,484,808</u>
<u>(76,100)</u>	<u>(4,769,991)</u>	<u>(492,945)</u>	<u>(740,120)</u>	<u>(18,217,807)</u>
40,332	5,451,511	-	9,570,081	40,299,934
-	-	-	(9,570,081)	(40,299,934)
-	-	-	-	7,375,000
-	-	-	-	811,906
<u>40,332</u>	<u>5,451,511</u>	<u>-</u>	<u>-</u>	<u>8,186,906</u>
(35,768)	681,520	(492,945)	(740,120)	(10,030,901)
<u>1,209,245</u>	<u>(716,049)</u>	<u>959,980</u>	<u>59,405,125</u>	<u>69,436,026</u>
<u>\$ 1,173,477</u>	<u>\$ (34,529)</u>	<u>\$ 467,035</u>	<u>\$ 58,665,005</u>	<u>\$ 59,405,125</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

Net change in fund balances - total governmental funds	\$	(740,120)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which current year net capital outlay exceeds depreciation expense in the current period.		814,429
The net effect of various miscellaneous transactions involving capital assets (sale, disposal, transfer, etc.) is to decrease net position.		(67,637)
Certain revenues included in the Statement of Activities do not provide current financial resources and, therefore, are included as deferred inflows of resources in the fund statements:		(509,866)
The issuance of long-term debt (bonds, capital leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. This is the amount of current year principal repayments.		2,324,117
Governmental funds report the effects of premiums, discounts and similar items when the debt is issued. However, these amounts are deferred and amortized in the Statement of Activities. This is the amount of the current year, net effect of these differences.		717,638
In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:		
Compensated absences	\$	24,613
Intergovernmental payable		(632,957)
Net OPEB liability		101,265
Deferred outflows related to OPEB		(132,526)
Deferred inflows related to OPEB		(2,016,857)
State on-behalf contribution revenue		12,690,789
State on-behalf contribution expense		(12,690,789)
Net pension liability		(3,993,629)
Deferred outflows related to pensions		2,796,345
Deferred inflows related to pensions		1,067,187
		(2,786,559)
Change in net position of governmental activities	\$	(247,998)

See Notes to Basic Financial Statements

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AS OF JUNE 30, 2019

	<u>AGENCY STUDENT ACTIVITY FUND</u>
Assets	
Cash and investments	\$ 381,474
Total assets	<u>\$ 381,474</u>
Liabilities	
Due to student groups	\$ 272,310
Due to employees	<u>109,164</u>
Total liabilities	<u>\$ 381,474</u>

See Notes to Basic Financial Statements

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Arlington Heights School District 25 (the "District") operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to the accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District:

Reporting Entity

This report includes all of the funds of the District. The reporting entity for the District consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The District has not identified any organizations that meet this criteria.

Basis of Presentation

Government-wide Financial Statements

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

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

Governmental Funds Financial Statements

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

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus, while the fiduciary fund statements do not have a measurement focus. The government-wide financial statements and the fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Major Governmental Funds

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

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

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

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

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

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

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

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

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

Other Fund Types

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

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

On-behalf payments (payments made by a third party for the benefit of the district, such as payments made by the state to the Teachers' Retirement System) have been recognized in the financial statements.

Property taxes, replacement taxes, certain state and federal aid, and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and recognized as revenue at that time.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until earned.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosure of contingent assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Assets, Liabilities and Net Position or Equity

Deposits and Investments

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. Investments are stated at fair value. Changes in fair value of investments are included as investment income.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

Receivables and Payables

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

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2018 levy resolution was approved during the November 15, 2018 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

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

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lessor of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2018 and 2017 tax levies were 2.1% and 2.1%, respectively.

Property taxes are collected by the Cook County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two installments: the first due on March 1 and the second due on the later of August 1 or 30 days after the second installment tax bill is mailed. The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Property taxes are normally collected by the District within 60 days of the due date.

The 2018 property tax levy is recognized as a receivable in fiscal 2019, net of estimated uncollectible amounts approximating 2% and less amounts already received. The District considers that the first installment of the 2018 levy is to be used to finance operations in fiscal 2019. The District has determined that the second installment of the 2018 levy is to be used to finance operations in fiscal 2020 and has included the corresponding receivable as a deferred inflow of resources.

Personal Property Replacement Taxes

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

Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid assets in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

Capital Assets

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

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

<i>Assets</i>	<i>Years</i>
Buildings	50
Building improvements	20-50
Vehicles	8
Machinery & Equipment	5-20

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

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

Compensated Absences

Employees who work a twelve month year are entitled to be compensated for vacation time. Vacations are usually taken within the fiscal year. A limit of 10 days may be carried over into the next year. Maintenance employees are awarded vacation time on July 1 in the year following the year in which they earned the vacation time.

All certified employees receive a specified number of sick days per year depending on the years of service, in accordance with the agreement between the Board of Education and the Arlington Teachers' Association. Unused sick leave days accumulate to a maximum of 340 days. Employees are not compensated for accumulated sick days upon retirement.

Educational support personnel receive 15 sick days per year, which accumulate to a maximum of 255 days. The District does not reimburse employees for unused sick days remaining upon termination of employment.

Long-Term Obligations

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

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

Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

Equity Classifications

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

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

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

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

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

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

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

Restricted - includes amounts constrained for a specific purpose by external parties (e.g. Debt Service, Capital Projects, State and Federal Grant Funds).

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

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

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

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

Governmental fund balances reported on the fund financial statements at June 30, 2019 are as follows:

The nonspendable fund balances in the General Fund is comprised of \$33,149 for prepaid items. The restricted fund balance in the General Fund is comprised of \$325,240 for tort immunity. The nonspendable fund balances in the Operations & Maintenance Fund is comprised of \$10,602 for prepaid items. The remaining restricted fund balances are for the purpose of the respective funds as described above in the Major Governmental Funds section.

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2018, from which such summarized information was derived.

Eliminations and Reclassifications

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Excess of Expenditures over Budget

For the year ended June 30, 2019, expenditures exceeded budget in the Debt Service Fund and Fire Prevention and Life Safety Fund by \$40,808 and \$36,386, respectively. These excesses were offset by transfers and available fund balances.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

Deficit Fund Equity

The Capital Projects Fund had a deficit fund balance of \$34,529 as of June 30, 2019. District management expects to fund this deficit through the transfer of funds from the Operations and Maintenance Fund that will be made within the next year.

NOTE 3 - DEPOSITS AND INVESTMENTS

Cash & Investments under the custody of the Township Treasurer

Under the Illinois Compiled Statutes, the Wheeling Township School Treasurer is the lawful custodian of all school funds. The Treasurer is appointed by the Township School Trustees, an independently elected body, to serve the school districts in the township. The Treasurer is the direct recipient of property taxes, replacement taxes and most state and federal aid and disburses school funds upon lawful order of the school board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions discussed below. For these purposes, the Treasurer is permitted to combine monies from more than one fund of a single district and to combine monies of more than one district in the township. Monies combined under these circumstances, as well as investment earnings, are accounted for separately for each fund and/or district.

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

The Treasurer's investment policies are established by the Wheeling Township School Trustees as prescribed by the Illinois School Code and the Illinois Compiled Statutes. The Treasurer is authorized to invest in obligations of the U.S. Treasury, backed by the full faith and credit of the U.S. Government, certificates of deposit issued by commercial banks and savings and loan associations, and commercial paper rated within the three highest classifications by at least two standard rating services (subject to certain limitations).

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

The weighted average maturity of all marketable pooled investments held by the Treasurer was 0.51 years at June 30, 2019. The Treasurer also holds money market type investments, certificates of deposits and other deposits with financial institutions. As of June 30, 2019, the fair value of all investments held by the Treasurer's office was \$372,111,141 and the fair value of the District's proportionate share of the pool was \$68,016,596.

Because all cash and investments are pooled by a separate legal governmental agency (Treasurer), categorization by risk category is not determinable. Further information about whether investments are insured, collateralized, or uncollateralized is available from the Treasurer's financial statements.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 3 - DEPOSITS AND INVESTMENTS - (CONTINUED)

Cash & Investments in the custody of the District

Deposits of the student activity accounts, which are held in the District's custody, consist of deposits with financial institutions. The following is a summary of such deposits:

	<i>Carrying Value</i>	<i>Bank Balance</i>
Deposits with financial institutions	\$ 381,474	\$ 389,811
Total	<u>\$ 381,474</u>	<u>\$ 389,811</u>

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2019, the bank balance of the District's deposit with financial institutions totaled \$389,811; of this amount, \$139,811 was uncollateralized and uninsured.

NOTE 4 - INTERFUND TRANSFERS

During the year, the Board transferred \$4,078,238 of funds through a partial abatement of the General Fund (Working Cash Accounts) to the Operations and Maintenance Fund to fund construction projects.

Also, during the year, the Board transferred \$40,332 from the General Fund (Educational Accounts) to the Debt Service Fund for the payment of principal and interest on outstanding capital leases.

Also, during the year, the Board transferred \$5,451,511 from the Operations and Maintenance Fund to the Capital Projects Fund for various projects throughout the year.

State law allows for the above transfers.

NOTE 5 - INTERFUND LOANS

The composition of interfund loan balances as of June 30, 2019 for the District's individual major funds, is as follows:

<i>Loan Receivable Fund</i>	<i>Loan Payable Fund</i>	<i>Amount</i>
General	Capital Projects	\$ 15,504
Total		<u>\$ 15,504</u>

The above interfund balances exist because of timing differences of transfers. All amounts will be repaid within one year.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 6 - CAPITAL ASSETS

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

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<i>Capital assets not being depreciated:</i>				
Land	\$ 1,060,199	\$ -	\$ -	\$ 1,060,199
Construction in progress	<u>5,043,494</u>	<u>3,236,972</u>	<u>8,227,460</u>	<u>53,006</u>
Total capital assets not being depreciated	<u>6,103,693</u>	<u>3,236,972</u>	<u>8,227,460</u>	<u>1,113,205</u>
<i>Capital assets being depreciated:</i>				
Buildings	128,146,198	7,921,316	-	136,067,514
Building improvements	45,494,224	1,491,510	1,246	46,984,488
Equipment	12,879,191	594,860	663,884	12,810,167
Vehicles	<u>440,420</u>	<u>-</u>	<u>22,835</u>	<u>417,585</u>
Total capital assets being depreciated	<u>186,960,033</u>	<u>10,007,686</u>	<u>687,965</u>	<u>196,279,754</u>
<i>Less Accumulated Depreciation for:</i>				
Buildings	49,720,241	2,512,172	-	52,232,413
Building improvements	4,363,944	1,187,882	-	5,551,826
Equipment	9,242,757	470,056	597,493	9,115,320
Vehicles	<u>258,079</u>	<u>32,659</u>	<u>22,835</u>	<u>267,903</u>
Total accumulated depreciation	<u>63,585,021</u>	<u>4,202,769</u>	<u>620,328</u>	<u>67,167,462</u>
Net capital assets being depreciated	<u>123,375,012</u>	<u>5,804,917</u>	<u>67,637</u>	<u>129,112,292</u>
Net governmental activities capital assets	<u>\$ 129,478,705</u>	<u>\$ 9,041,889</u>	<u>\$ 8,295,097</u>	<u>\$ 130,225,497</u>

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

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 3,025,993
Operations and maintenance	588,388
Central	462,305
Other supporting services	<u>126,083</u>
Total depreciation expense - governmental activities	<u>\$ 4,202,769</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 7 - LONG TERM LIABILITIES

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2019:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
General obligation bonds	\$ 47,360,000	\$ -	\$ 2,285,000	\$ 45,075,000	\$ 2,365,000
Unamortized premium	<u>5,714,256</u>	<u>-</u>	<u>717,638</u>	<u>4,996,618</u>	<u>-</u>
Total bonds payable	<u>53,074,256</u>	<u>-</u>	<u>3,002,638</u>	<u>50,071,618</u>	<u>2,365,000</u>
Capital leases	45,803	-	39,117	6,686	6,686
Net pension liability	8,249,550	6,053,048	2,059,419	12,243,179	-
Net OPEB liability	43,721,437	43,765	95,000	43,670,202	-
Compensated absences	<u>214,982</u>	<u>273,583</u>	<u>298,196</u>	<u>190,369</u>	<u>-</u>
Total long-term liabilities - governmental activities	<u>\$ 105,306,028</u>	<u>\$ 6,370,396</u>	<u>\$ 5,494,370</u>	<u>\$ 106,182,054</u>	<u>\$ 2,371,686</u>

The obligations for the compensated absences and other-post retirement benefits will be repaid from the General Fund. The obligation for the net pension liability will be paid from the General Fund and the Municipal Retirement / Social Security Fund.

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

Purpose	Interest Rates	Original Indebtedness	Carrying Amount
Series 2015 GO Limited School Bonds dated July 29, 2015 are due in annual installments through December 15, 2022	2.00% - 4.00%	\$ 9,050,000	\$ 5,425,000
Series 2016 GO Limited School Bonds dated March 16, 2016 are due in annual installments through December 15, 2022	1.54% - 5.00%	7,725,000	4,625,000
Series 2017 GO Limited School Bonds dated February 16, 2017 are due in annual installments through December 15, 2033	3.75% - 5.00%	27,650,000	27,650,000
Series 2018 GO Limited Tax School Bonds dated February 8, 2018 are due in annual installments through December 15, 2031	4.00%	<u>7,375,000</u>	<u>7,375,000</u>
Total		<u>\$ 51,800,000</u>	<u>\$ 45,075,000</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 7 - LONG TERM LIABILITIES - (CONTINUED)

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

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2020	\$ 2,365,000	\$ 2,011,562	\$ 4,376,562
2021	2,460,000	1,918,062	4,378,062
2022	2,550,000	1,817,512	4,367,512
2023	2,675,000	1,707,737	4,382,737
2024	2,645,000	1,589,337	4,234,337
2025 - 2029	15,135,000	6,020,106	21,155,106
2030 - 2034	<u>17,245,000</u>	<u>2,090,975</u>	<u>19,335,975</u>
Total	<u>\$ 45,075,000</u>	<u>\$ 17,155,291</u>	<u>\$ 62,230,291</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2019, the statutory debt limit for the District was \$127,942,687, providing a debt margin of \$82,861,001.

Capital Leases. The District has entered into a lease agreement as lessee for financing the acquisition of \$181,660 of copy machines. The leases require monthly installment payments of 48 consecutive months. Accumulated amortization on the equipment is \$174,974 as of June 30, 2019. Amortization expense related to the equipment for fiscal year 2019 is included in depreciation expense. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. As of June 30, 2019, \$181,660 of amounts included in capital assets were acquired via capital leases. The obligations for the capital leases will be repaid from the Debt Service Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2019, are as follows:

	<i>Amount</i>
2020	<u>\$ 6,722</u>
Total minimum lease payments	6,722
Less: amount representing interest	<u>(36)</u>
Present value of minimum lease payments	<u>\$ 6,686</u>

NOTE 8 - RISK MANAGEMENT

The District is exposed to various risks of loss related to employee workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following public entity risk pools: SSCIP and IPR. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools. There have been no significant reductions in insurance coverage from coverage in any of the past three fiscal years. There were no settlements in excess of the insurance coverage in any of the past three fiscal years.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 8 - RISK MANAGEMENT - (CONTINUED)

The District is self-insured for medical coverage that is provided to District personnel. A third party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third party administrator for payment of employee health claims and administration fees. The District's liability will not exceed \$105,000 per employee or - percent of the expected claims in the aggregate, as provided by stop-loss provisions incorporated in the plan.

At June 30, 2019, total unpaid claims, including an estimate of claims that have been incurred but not reported to the administrative agent, totaled \$1,123,413. The estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability. For the two years ended June 30, 2018 and June 30, 2019, changes in the liability reported in the General Fund for unpaid claims are summarized as follows:

	<i>Claims Payable Beginning of Year</i>	<i>Current Year Claims and Changes in Estimates</i>	<i>Claims Payments</i>	<i>Claims Payable End of Year</i>
Fiscal Year 2018	<u>\$ 1,062,038</u>	<u>\$ 6,857,759</u>	<u>\$ 6,817,241</u>	<u>\$ 1,102,556</u>
Fiscal Year 2019	<u>\$ 1,102,556</u>	<u>\$ 6,996,238</u>	<u>\$ 6,975,381</u>	<u>\$ 1,123,413</u>

NOTE 9 - JOINT AGREEMENTS

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

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS

Teachers' Health Insurance Security

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

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

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

On Behalf Contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 1.24% of pay during the year ended June 30, 2019. State of Illinois contributions of \$484,267 were recognized as revenues and expenditures by the District during the year in the General Fund based on the current financial resources measurement basis. On the economic resources measurement basis, the District recognizes revenues and expenditures of \$2,908,843 in Governmental Activities equal to the proportion of the State of Illinois's OPEB expense associated with the employer.

Contributions. The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.92% during the year ended June 30, 2019. The percentage of employer required contributions in the future will not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. For the year ended June 30, 2019, the District paid \$359,295 to the THIS Fund, respectively, which was 100 percent of the required contribution for the year.

THIS Fiduciary Net Position. Detailed information about the THIS Fund's fiduciary net position as of June 30, 2018 is available in the separately issued THIS Annual Financial Report.

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

District's proportionate share of the collection net OPEB liability	\$ 42,951,839
State's proportionate share of the collective net OPEB liability associated with the District	<u>57,675,057</u>
Total	<u>\$ 100,626,896</u>

The net OPEB liability was measured as of June 30, 2018, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2017 rolled forward to June 30, 2018. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2018, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2018 and 2017, the District's proportion was 0.163041% and 0.165642%, respectively.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

Actuarial Assumptions. The net OPEB liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.75%
Salary Increases	3.25% to 9.25%
Investment Rate of Return	0.00%
Healthcare Cost Trend Rates - Initial	Non-Medicare - 8.00%; Post-Medicare - 9.00%
Healthcare Cost Trend Rates - Ultimate	4.50% with additional 0.36% added to non-Medicare costs
Fiscal Year the Ultimate Rate is Reached	2020

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

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2014.

Discount Rate. At June 30, 2018, the discount rate used to measure the total OPEB liability was a blended rate of 3.62%, which was a change from the June 30, 2017 rate of 3.65%. Since THIS is financed on a pay-as-you-go basis, the discount rate is based on the 20-year general obligation bond index.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate. The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.62%) or 1-percentage-point higher (4.62%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Net OPEB Liability	<u>\$ 51,647,925</u>	<u>\$ 42,951,839</u>	<u>\$ 36,091,877</u>

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

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability	<u>\$ 34,829,198</u>	<u>\$ 42,951,839</u>	<u>\$ 53,901,391</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2019, the District recognized OPEB expense of \$2,341,818 and on-behalf revenue and expenditures of \$484,267 for support provided by the state. At June 30, 2019, the District's deferred outflows of resources and deferred inflows of resources related to OPEBs were from the following sources:

	<i>Deferred Outflows of Resources</i>	<i>Deferred Inflows of Resources</i>
Differences Between Expected and Actual Experience	\$ -	\$ 154,112
Changes in Assumptions	-	6,254,509
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	-	1,318
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	753,207	678,270
District Contributions Subsequent to the Measurement Date	<u>359,296</u>	<u>-</u>
Total	<u>\$ 1,112,503</u>	<u>\$ 7,088,209</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net OPEB liability for the year ending June 30, 2020. The remaining amounts reported as deferred outflows and inflows of resources related to OPEB \$(6,335,002) will be recognized in OPEB expense as follows in these reporting years:

	<i>Year Ending June 30,</i>	<i>Amount</i>
2020		\$ (980,775)
2021		(980,775)
2022		(980,775)
2023		(980,773)
2024		(980,445)
Thereafter		<u>(1,431,459)</u>
Total		<u>\$ (6,335,002)</u>

District OPEB Plan

Plan Description. The District administers a single-employer defined benefit healthcare plan ("the District OPEB Plan"). The District does not allow retirees and/or their spouses to access the District's group health insurance plan during retirement, except under two specific laws: the Consolidated Omnibus Budget Reconciliation Act (COBRA) or Public Act 86-1444. In accordance with federal COBRA legislation, the District must allow a covered employee to continue his or her health insurance for a minimum 18 months after employment ends. Public Act 86-1444 amends the Illinois Insurance Code to require Illinois Municipal Retirement Fund (IMRF) employees who offer health insurance to their active employees to offer the same health insurance to retirees at the same premium rate for active employees. If a retiree elects to leave the Retirees' Health Plan, he/she may not return to the plan in a future year.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), retirees contribute the same premium amount as active employees plus 2% COBRA administration fee. Under Public Act 86-1444, retirees are responsible to contribute the full premium toward the cost of their insurance. There is not an additional administrative charge allowed under this act. Retirees may also access dental and life insurance benefits on a "direct pay" basis. Currently, the District contributes 87.9 percent to the postemployment benefits for retirees.

The District OPEB Plan does not issue a publicly available financial report.

Contributions and Benefits Provided. Contribution requirements are established through the specific laws allowing retirees access to benefits. For the year ended 2019, the District contributed \$63,463 to the plan through the implicit rate subsidy. Plan members receiving benefits contribute 100 percent and 100 percent of their premium costs for a family plan and a single plan, respectively.

Employees Covered by Benefit Terms. At June 30, 2019, the actuarial valuation date, the following employees were covered by the benefit terms:

Retired Plan Members	12
Active Employees Not Yet Eligible	-
Active Employees Fully Eligible	<u>185</u>
 Total	 <u><u>197</u></u>

Total OPEB Liability. The District's total OPEB liability of \$718,363 was measured as of June 30, 2019, and was determined by an actuarial valuation as of that date.

Inflation	2.50%
Election at Retirement	20.00%
Discount Rate	2.79%
Healthcare Cost Trend Rate - Initial PPO & HMO Illinois Plans	7.50%
Healthcare Cost Trend Rate - Initial Blue Advantage HMO Plan	5.00%
Healthcare Cost Trend Rate - Initial High Deductible PPO Plan	6.00%
Healthcare Cost Trend Rate - Ultimate	5.00%
Fiscal Year the Ultimate Rate is Reached	2028

The discount rate was based on the S&P Municipal Bond 20-Year High-Grade Index as of June 30, 2019.

Mortality rates were based on RP-2014 mortality tables.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of the assumptions about future events.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

Changes in Total OPEB Liability. The District's changes in total OPEB liability for the year ended June 30, 2019 was as follows:

	Total OPEB Liability
Balance at June 30, June 30, 2018	\$ 738,061
Service Cost	31,522
Interest	25,357
Other Changes	(33,558)
Changes in Assumptions and Other Inputs	20,444
Benefit Payments	<u>(63,463)</u>
Net Changes	<u>(19,698)</u>
Balance at June 30, 2019	<u>\$ 718,363</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.79%) or 1-percentage-point higher (3.79%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	<u>\$ 750,418</u>	<u>\$ 718,363</u>	<u>\$ 687,758</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.00%) or 1-percentage-point higher (6.00%) than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	<u>\$ 674,225</u>	<u>\$ 718,363</u>	<u>\$ 768,211</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2019, the District recognized OPEB expense of \$104,759. The District reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 232,116	\$ -
Assumption Changes	<u>89,269</u>	<u>71,205</u>
Total	<u>\$ 321,385</u>	<u>\$ 71,205</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

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

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the total OPEB liability for the year ending June 30, 2020. The remaining amounts reported as deferred outflows and inflows of resources related to OPEB (\$250,180) will be recognized in OPEB expense as follows:

The amounts reported as deferred outflows and inflows of resources related to OPEB (\$250,180) will be recognized in OPEB expense as follows:

	<u>Year Ending June 30,</u>	<u>Amount</u>
2020		\$ 47,879
2021		47,879
2022		47,879
2023		47,879
2024		47,879
Thereafter		<u>10,785</u>
Total		<u>\$ 250,180</u>

NOTE 11 - RETIREMENT SYSTEMS

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

Teachers' Retirement System

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

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

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

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

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

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2019 was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

On Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2019, State of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenses of \$27,061,045 in governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$16,794,832 in the General Fund based on the current financial resources measurement basis.

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, 2019, were \$226,512, and are deferred because they were paid after the June 30, 2018 measurement date.

Federal and 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 Public Act 100-0340, 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, 2019, the District pension contribution was 9.85 percent of salaries paid from federal and special trust funds. Contributions for the year ended June 30, 2019, were \$29,387, which was equal to the District's required contribution. These contributions are deferred because they were paid after the June 30, 2018 measurement date.

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

District's proportionate share of the collective net pension liability	\$	4,206,158
State's proportionate share of the collective net pension liability associated with the District		<u>288,139,465</u>
Total		<u>\$ 292,345,623</u>

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017, and rolled forward to June 30, 2018. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2018, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2018 and 2017, the District's proportion was 0.00539633 percent and 0.00829924 percent, respectively.

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

Actuarial Assumptions. The assumptions used to measure the total pension liability in the June 30, 2018 actuarial valuation included (a) 7.00% investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases varies by amount of service credit, and (c) inflation of 2.50%.

Mortality. Mortality rates were based on the RP-2014 White Collar Table with adjustments as appropriate for TRS experience. The rates are used on a fully-generational basis using projection table MP-2017. The assumptions were based on the results of an experience study dated September 18, 2018.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

<i>Asset Class</i>	<i>Target Allocation</i>	<i>Long-Term Expected Real Rate of Return</i>
U.S. equities large cap	15.00 %	6.70 %
U.S. equities small/mid cap	2.00 %	7.90 %
International equities developed	13.60 %	7.00 %
Emerging market equities	3.40 %	9.40 %
U.S. bonds core	8.00 %	2.20 %
International debt developed	2.20 %	1.30 %
Emerging international debt	2.60 %	4.50 %
Real estate	16.00 %	5.40 %
Commodities (real return)	4.00 %	1.80 %
Hedge funds (absolute return)	14.00 %	3.90 %
Private equity	15.00 %	10.20 %

Discount Rate. At June 30, 2018, the discount rate used to measure the total pension liability was a blended rate of 7.00 percent, which was the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2018 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. *Tier 1's* liability is partially funded by *Tier 2* members, as the *Tier 2* member contribution is higher than the cost of *Tier 2* benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

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

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the collective net pension liability	\$ 5,158,455	\$ 4,206,158	\$ 3,439,272

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2019, the District recognized pension expense of \$40,249 and on-behalf revenue of \$27,061,045 for support provided by the state. At June 30, 2019, the District's deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 84,536	\$ 917
Net difference between projected and actual earnings on pension plan investments	-	12,879
Assumption changes	184,480	119,211
Changes in proportion and differences between District contributions and proportionate share of contributions	619,217	1,835,235
District contributions subsequent to the measurement date	<u>251,898</u>	<u>-</u>
Total	<u>\$ 1,140,131</u>	<u>\$ 1,968,242</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability for the year ending June 30, 2020. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$(1,080,009)) will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2020	\$ (121,768)
2021	(37,483)
2022	(355,256)
2023	(390,217)
2024	<u>(175,285)</u>
Total	<u>\$ (1,080,009)</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

Illinois Municipal Retirement Fund

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

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

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

Plan Membership. At December 31, 2018, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	289
Inactive, non-retired members	266
Active members	<u>268</u>
Total	<u><u>823</u></u>

Contributions. As set by statute, District employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's actuarially determined contribution rate for calendar year 2018 was 11.69 percent of annual covered payroll. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

Net Pension Liability/(Asset). The net pension liability/(asset) was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

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

Actuarial Assumptions. The assumptions used to measure the total pension liability in the December 31, 2018 annual actuarial valuation included (a) 7.25% investment rate of return, (b) projected salary increases from 3.39% to 14.25%, including inflation, and (c) price inflation of 2.50%. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.

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

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

Asset Class	Target Allocation	Projected Returns/Risk	
		One Year Arithmetic	Ten Year Geometric
Equities	37.00 %	8.50 %	7.15 %
International equities	18.00 %	9.20 %	7.25 %
Fixed income	28.00 %	3.75 %	3.75 %
Real estate	9.00 %	7.30 %	6.25 %
Alternatives	7.00 %		
Private equity		12.40 %	8.50 %
Hedge funds		5.75 %	5.50 %
Commodities		4.75 %	3.20 %
Cash equivalents	1.00 %	2.50 %	2.50 %

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

Discount Rate. The discount rate used to measure the total pension liability for IMRF was 7.25%. The discount rate calculated using the December 31, 2017 measurement date was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits payments to determine the total pension liability.

Discount Rate Sensitivity. The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate of 7.25% as well as what the net pension liability/(asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total pension liability	\$ 53,533,081	\$ 48,171,514	\$ 43,702,452
Plan fiduciary net position	<u>40,134,493</u>	<u>40,134,493</u>	<u>40,134,493</u>
Net pension liability/(asset)	<u>\$ 13,398,588</u>	<u>\$ 8,037,021</u>	<u>\$ 3,567,959</u>

Changes in Net Pension Liability/(Asset). The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2018 was as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/ (Asset) (a) - (b)
Balances at December 31, 2017	\$ 45,194,446	\$ 43,285,365	\$ 1,909,081
Service cost	777,672	-	777,672
Interest on total pension liability	3,324,644	-	3,324,644
Differences between expected and actual experience of the total pension liability	193,364	-	193,364
Change of assumptions	1,190,789	-	1,190,789
Benefit payments, including refunds of employee contributions	(2,509,401)	(2,509,401)	-
Contributions - employer	-	912,384	(912,384)
Contributions - employee	-	351,229	(351,229)
Net investment income	-	(2,448,992)	2,448,992
Other (net transfer)	<u>-</u>	<u>543,908</u>	<u>(543,908)</u>
Balances at December 31, 2018	<u>\$ 48,171,514</u>	<u>\$ 40,134,493</u>	<u>\$ 8,037,021</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2019, the District recognized pension expense of \$1,201,636. The District's deferred outflows and inflows of resources related to pension were from the following sources:

	<i>Deferred Outflows of Resources</i>	<i>Deferred Inflows of Resources</i>
Differences between expected and actual experience	\$ 360,170	\$ 781
Assumption changes	745,334	470,904
Net difference between projected and actual earnings on pension plan investments	2,741,855	-
Contributions subsequent to the measurement date	<u>472,665</u>	<u>-</u>
Total	<u>\$ 4,320,024</u>	<u>\$ 471,685</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability/(asset) for the year ending June 30, 2020. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$3,375,674) will be recognized in pension expense as follows:

	<i>Year Ending June 30,</i>	<i>Amount</i>
2020		\$ 1,176,771
2021		726,553
2022		338,536
2023		<u>1,133,814</u>
Total		<u>\$ 3,375,674</u>

NOTE 12 - OPERATING LEASES

The District leases space at two schools to tenants under noncancelable operating leases that expire between March 2028 and June 2028. 98% of one school is leased, with an associated cost of \$6,012,924 and related accumulated depreciation of \$3,114,782. 98% of another school is leased, with an associated cost of \$4,179,435 and related accumulated depreciation of \$2,077,976. At June 30, 2019, minimum future rentals are as follows:

	<i>Amount</i>
2020	\$ 780,211
2021	780,211
2022	780,211
2023	780,211
2024	780,211
2025 - 2028	<u>3,120,844</u>
Total	<u>\$ 7,021,899</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

NOTE 13 - CONSTRUCTION COMMITMENTS

As of June 30, 2019, the District is committed to approximately \$218,428 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balances and building bonds already issued.

NOTE 14 - STATE AND FEDERAL AID CONTINGENCIES

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

NOTE 15 - EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 84, *Fiduciary Activities*, GASB Statement No. 87, *Leases*, GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*, GASB Statement No. 90, *Majority Equity Interests an amendment of GASB Statements No. 14 and No. 61*, and GASB Statement No. 91, *Conduit Debt Obligations*. Application of these standards may restate portions of these financial statements.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE DISTRICT'S NET PENSION LIABILITY
AND RELATED RATIOS
Five Most Recent Fiscal Years

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability					
Service cost	\$ 777,672	\$ 848,202	\$ 866,048	\$ 869,695	\$ 915,435
Interest	3,324,644	3,251,677	3,120,202	2,969,300	2,690,242
Differences between expected and actual experience	193,364	711,424	(35,527)	265,732	347,151
Changes of assumptions	1,190,789	(1,388,230)	(194,112)	94,426	1,806,494
Benefit payments, including refunds of member contributions	<u>(2,509,401)</u>	<u>(2,320,450)</u>	<u>(2,115,056)</u>	<u>(2,021,132)</u>	<u>(1,798,506)</u>
Net change in total pension liability	2,977,068	1,102,623	1,641,555	2,178,021	3,960,816
Total pension liability - beginning	<u>45,194,446</u>	<u>44,091,823</u>	<u>42,450,268</u>	<u>40,272,247</u>	<u>36,311,431</u>
Total pension liability - ending (a)	<u>\$ 48,171,514</u>	<u>\$ 45,194,446</u>	<u>\$ 44,091,823</u>	<u>\$ 42,450,268</u>	<u>\$ 40,272,247</u>
Plan fiduciary net position					
Employer contributions	\$ 912,384	\$ 919,875	\$ 943,309	\$ 896,167	\$ 916,975
Employee contributions	351,229	365,413	348,069	348,858	346,070
Net investment income	(2,448,992)	6,780,945	2,489,530	180,413	2,091,460
Benefit payments, including refunds of member contributions	(2,509,401)	(2,320,450)	(2,115,056)	(2,021,132)	(1,798,506)
Other (net transfer)	<u>543,908</u>	<u>(743,786)</u>	<u>384,179</u>	<u>358,469</u>	<u>360,607</u>
Net change in plan fiduciary net position	(3,150,872)	5,001,997	2,050,031	(237,225)	1,916,606
Plan fiduciary net position - beginning	<u>43,285,365</u>	<u>38,283,368</u>	<u>36,233,337</u>	<u>36,470,562</u>	<u>34,553,956</u>
Plan fiduciary net position - ending (b)	<u>\$ 40,134,493</u>	<u>\$ 43,285,365</u>	<u>\$ 38,283,368</u>	<u>\$ 36,233,337</u>	<u>\$ 36,470,562</u>
Employer's net pension liability - ending (a) - (b)	<u>\$ 8,037,021</u>	<u>\$ 1,909,081</u>	<u>\$ 5,808,455</u>	<u>\$ 6,216,931</u>	<u>\$ 3,801,685</u>
Plan fiduciary net position as a percentage of the total pension liability	83.32%	95.78%	86.83%	85.35%	90.56%
Covered payroll	\$ 7,804,690	\$ 7,779,557	\$ 7,734,843	\$ 7,633,456	\$ 7,603,446
Employer's net pension liability as a percentage of covered payroll	102.98%	24.54%	75.09%	81.44%	50.00%

Notes to Schedule:

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

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

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

	2019	2018	2017
Actuarially determined contribution	\$ 898,320	\$ 908,652	\$ 931,275
Contributions in relation to the actuarially determined contribution	<u>(912,384)</u>	<u>(919,875)</u>	<u>(943,309)</u>
Contribution deficiency (excess)	<u>\$ (14,064)</u>	<u>\$ (11,223)</u>	<u>\$ (12,034)</u>
Covered payroll	\$ 7,898,512	\$ 7,761,190	\$ 7,786,891
Contributions as a percentage of covered payroll	11.55%	11.85%	12.11%
	2016	2015	
Actuarially determined contribution	\$ 896,168	\$ 909,982	
Contributions in relation to the actuarially determined contribution	<u>(896,167)</u>	<u>(916,975)</u>	
Contribution deficiency (excess)	<u>\$ 1</u>	<u>\$ (6,993)</u>	
Covered payroll	\$ 7,668,982	\$ 7,628,042	
Contributions as a percentage of covered payroll	11.69%	12.02%	

Notes to Schedule:

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

Valuation date:

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

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	26 years
Asset valuation method	5-Year Smoothed Market, 20% corridor
Inflation	2.75% -- approximate
Salary increases	3.75% to 14.50%, including inflation
Investment rate of return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 Employee Mortality Table, adjusted to match current IMRF experience

Other information:

There were no benefit changes during the year.

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
TEACHERS' RETIREMENT SYSTEM
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY AND DISTRICT CONTRIBUTIONS
Five Most Recent Fiscal Years

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's proportion of the net pension liability	0.0053963269%	0.0082992447%	0.0082419300%	0.0061058700%	0.0068786600%
District's proportionate share of the net pension liability	\$ 4,206,158	\$ 6,340,469	\$ 6,505,851	\$ 3,999,957	\$ 4,186,232
State's proportionate share of the net pension liability	<u>288,139,465</u>	<u>282,083,553</u>	<u>299,296,918</u>	<u>236,860,466</u>	<u>219,714,441</u>
Total net pension liability	<u>\$ 292,345,623</u>	<u>\$ 288,424,022</u>	<u>\$ 305,802,769</u>	<u>\$ 240,860,423</u>	<u>\$ 223,900,673</u>
Covered payroll	\$ 39,053,759	\$ 38,650,229	\$ 38,097,188	\$ 37,706,879	\$ 36,479,215
District's proportionate share of the net pension liability as a percentage of covered payroll	10.77%	16.40%	17.08%	10.61%	11.48%
Plan fiduciary net position as a percentage of the total pension liability	40.00%	39.30%	36.40%	41.50%	43.00%
Contractually required contribution	\$ 251,898	\$ 259,360	\$ 341,892	\$ 319,213	\$ 213,361
Contributions in relation to the contractually required contribution	<u>(251,898)</u>	<u>(259,360)</u>	<u>(341,892)</u>	<u>(319,213)</u>	<u>(213,361)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contributions as a percentage of covered payroll	0.6450%	0.6710%	0.8974%	0.8466%	0.5849%

Notes to Schedule:

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

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

Key Assumptions:

Long-term expected rate of return	7.00%	7.00%	7.00%	7.50%	7.50%
Municipal bond index	3.87%	3.58%	2.85%	3.73%	N/A
Single equivalent discount rate	7.00%	7.00%	6.83%	7.47%	7.50%
Inflation rate	2.50%	2.50%	2.50%	3.00%	3.00%
Projected salary increases	4.00% to 9.50%	3.25% to 9.25%	3.25% to 9.25%	3.75% to 9.75%	5.75%
	varying by service	varying by service	varying by service	varying by service	

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
DISTRICT OPEB PLAN
SCHEDULE OF CHANGES IN THE DISTRICT'S NET OPEB LIABILITY
AND RELATED RATIOS
Two Most Recent Fiscal Years

	<u>2019</u>	<u>2018</u>
Total OPEB liability		
Service cost	\$ 31,522	\$ 31,085
Interest	25,357	13,185
Changes of benefit terms	-	-
Differences between expected and actual experience	-	320,147
Changes of assumptions	20,444	(27,819)
Benefit payments, including refunds of member contributions	(63,463)	(68,512)
Other Changes	<u>(33,558)</u>	<u>68,446</u>
Net change in total OPEB liability	(19,698)	336,532
Total OPEB liability - beginning	<u>738,061</u>	<u>401,529</u>
Total OPEB liability - ending (a)	<u><u>\$ 718,363</u></u>	<u><u>\$ 738,061</u></u>
Plan fiduciary net position		
Employer contributions	\$ -	\$ -
Employee contributions	-	-
Net investment income	-	-
Benefit payments, including refunds of member contributions	-	-
Administration	-	-
Other (net transfer)	<u>-</u>	<u>-</u>
Net change in plan fiduciary net position	-	-
Plan fiduciary net position - beginning	<u>-</u>	<u>-</u>
Plan fiduciary net position - ending (b)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
District's net OPEB liability - ending (a) - (b)	<u><u>\$ 718,363</u></u>	<u><u>\$ 738,061</u></u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%
Covered payroll	\$ -	\$ -
District's net pension liability as a percentage of covered payroll	0.00%	0.00%

Notes to Schedule:

The District implemented GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
TEACHERS' HEALTH INSURANCE SECURITY FUND
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY AND DISTRICT CONTRIBUTIONS
Two Most Recent Fiscal Years

	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.163041%	0.165642%
District's proportionate share of the net OPEB liability	\$ 42,951,839	\$ 42,983,376
State's proportionate share of the net OPEB liability	<u>57,675,057</u>	<u>56,447,853</u>
Total net OPEB liability	<u>\$ 100,626,896</u>	<u>\$ 99,431,229</u>
Covered payroll	\$ 38,650,229	\$ 38,097,188
District's proportionate share of the net OPEB liability as a percentage of covered payroll	111.13%	112.83%
Plan fiduciary net position as a percentage of the total pension liability	-0.07%	-0.17%
Contractually required contribution	\$ 359,296	\$ 340,122
Contributions in relation to the contractually required contribution	<u>(359,296)</u>	<u>(340,122)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Contributions as a percentage of covered payroll	0.9296%	0.8928%

Notes to Schedule:

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

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

Key Assumptions:

Long-term expected rate of return	0.00%	0.00%
Municipal bond index	3.62%	3.56%
Single equivalent discount rate	3.62%	3.56%
Inflation rate	2.75%	2.50%
Healthcare cost trend rates - initial	Medicare - 8.00%	Medicare - 8.00%
	Non-Medicare - 9.00%	Non-Medicare - 9.00%
Healthcare cost trend rates - ultimate	4.50%	5.00%
Mortality	RP-2014 Tables	RP-2014 Tables

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
General levy	\$ 51,815,996	\$ 51,105,812	\$ (710,184)	\$ 49,396,181
Tort immunity levy	350,795	345,506	(5,289)	362,074
Special education levy	915,633	875,193	(40,440)	880,797
Regular tuition from pupils or parents (in state)	45,969	-	(45,969)	58,712
Summer school tuition from pupils or parents (in state)	77,000	74,421	(2,579)	84,647
Special education tuition from pupils or parents	100,000	172,989	72,989	99,615
Investment income	690,500	1,368,115	677,615	906,038
Sales to pupils - lunch	700,000	725,218	25,218	749,915
Sales to pupils - breakfast	2,000	-	(2,000)	2,471
Sales to pupils - other	310,000	352,680	42,680	341,704
Sales to adults	10,000	10,942	942	14,346
Other food service	654,000	893,719	239,719	703,157
Fees	93,100	12,388	(80,712)	37,767
Other pupil activity revenue	-	4,260	4,260	43,410
Rentals - regular textbook	292,800	23,203	(269,597)	304,029
Refund of prior years' expenditures	-	22,789	22,789	37,507
Payments of surplus monies from TIF districts	-	-	-	558,461
Other	119,870	137,036	17,166	125,835
Total local sources	<u>56,177,663</u>	<u>56,124,271</u>	<u>(53,392)</u>	<u>54,706,666</u>
State sources				
Evidence based funding	4,552,628	4,668,560	115,932	4,552,629
Special education - private facility tuition	57,210	307,598	250,388	261,110
Special education - extraordinary	-	-	-	158,311
Special education - personnel	-	-	-	352,370
Special education - summer school	-	-	-	8,645
CTE - Other	-	-	-	1,603
Bilingual education - downstate - TPI	-	-	-	133,651
State free lunch & breakfast	1,500	3,708	2,208	2,782
Other restricted revenue from state sources	3,500	4,073	573	7,398
Total state sources	<u>4,614,838</u>	<u>4,983,939</u>	<u>369,101</u>	<u>5,478,499</u>
Federal sources				
National school lunch program	280,000	291,166	11,166	313,748
School breakfast program	7,000	1,123	(5,877)	8,079
Title I - Low income	236,410	317,868	81,458	309,700
Federal - special education - preschool flow-through	47,879	47,603	(276)	65,709
Federal - special education - IDEA - flow-through/	1,165,720	1,199,155	33,435	1,171,842
Federal - special education - IDEA - room & board	-	145,862	145,862	244,216
Emergency immigrant assistance	-	20,000	20,000	28,794

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Title III - English language acquisition	\$ 44,500	\$ 35,630	\$ (8,870)	\$ 70,244
Title II - Teacher quality	74,183	63,442	(10,741)	113,883
Medicaid matching funds - administrative outreach	36,000	96,024	60,024	29,239
Medicaid matching funds - fee-for-service program	30,000	85,003	55,003	31,437
Other restricted revenue from federal sources	-	105,749	105,749	106,560
Total federal sources	<u>1,921,692</u>	<u>2,408,625</u>	<u>486,933</u>	<u>2,493,451</u>
Total revenues	<u>62,714,193</u>	<u>63,516,835</u>	<u>802,642</u>	<u>62,678,616</u>
Expenditures				
Instruction				
Regular programs				
Salaries	22,228,870	21,712,484	516,386	21,386,375
Employee benefits	3,037,290	3,064,360	(27,070)	3,236,194
Purchased services	195,353	186,187	9,166	225,261
Supplies and materials	1,297,720	773,800	523,920	1,075,683
Capital outlay	69,226	55,304	13,922	63,733
Other objects	35,110	4,962	30,148	31,387
Termination benefits	30,000	53,982	(23,982)	30,864
Total	<u>26,893,569</u>	<u>25,851,079</u>	<u>1,042,490</u>	<u>26,049,497</u>
Special education programs				
Salaries	6,703,928	6,316,258	387,670	6,603,653
Employee benefits	1,460,780	1,466,085	(5,305)	1,447,326
Purchased services	19,550	15,223	4,327	2,408
Supplies and materials	171,463	137,203	34,260	220,570
Capital outlay	16,000	5,313	10,687	7,116
Total	<u>8,371,721</u>	<u>7,940,082</u>	<u>431,639</u>	<u>8,281,073</u>
Special education programs Pre-K				
Salaries	734,080	714,671	19,409	686,420
Employee benefits	71,330	80,726	(9,396)	76,400
Purchased services	4,300	-	4,300	1,570
Supplies and materials	11,500	9,435	2,065	4,424
Total	<u>821,210</u>	<u>804,832</u>	<u>16,378</u>	<u>768,814</u>
Remedial and supplemental programs K - 12				
Salaries	570,435	664,848	(94,413)	515,702
Employee benefits	72,574	77,482	(4,908)	80,145
Supplies and materials	-	79,029	(79,029)	-
Total	<u>643,009</u>	<u>821,359</u>	<u>(178,350)</u>	<u>595,847</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Interscholastic programs				
Salaries	\$ 148,520	\$ 149,448	\$ (928)	\$ 145,062
Employee benefits	2,500	2,131	369	2,066
Purchased services	13,106	16,391	(3,285)	13,391
Supplies and materials	5,217	6,545	(1,328)	14,483
Capital outlay	-	7,554	(7,554)	10,718
Other objects	<u>7,945</u>	<u>5,440</u>	<u>2,505</u>	<u>6,451</u>
Total	<u>177,288</u>	<u>187,509</u>	<u>(10,221)</u>	<u>192,171</u>
Summer school programs				
Salaries	200,000	154,454	45,546	177,000
Employee benefits	2,700	4,040	(1,340)	4,183
Purchased services	6,000	7,547	(1,547)	2,997
Supplies and materials	<u>10,000</u>	<u>6,723</u>	<u>3,277</u>	<u>9,390</u>
Total	<u>218,700</u>	<u>172,764</u>	<u>45,936</u>	<u>193,570</u>
Gifted programs				
Salaries	752,450	751,995	455	727,414
Employee benefits	94,830	92,214	2,616	72,049
Supplies and materials	<u>1,330</u>	<u>1,582</u>	<u>(252)</u>	<u>810</u>
Total	<u>848,610</u>	<u>845,791</u>	<u>2,819</u>	<u>800,273</u>
Bilingual programs				
Salaries	1,456,380	1,448,242	8,138	1,358,595
Employee benefits	275,360	256,498	18,862	237,872
Purchased services	11,700	7,979	3,721	3,797
Supplies and materials	<u>28,750</u>	<u>40,904</u>	<u>(12,154)</u>	<u>46,092</u>
Total	<u>1,772,190</u>	<u>1,753,623</u>	<u>18,567</u>	<u>1,646,356</u>
Truant's alternative and optional programs				
Special education programs K -12 - private tuition				
Other objects	<u>473,576</u>	<u>455,302</u>	<u>18,274</u>	<u>772,520</u>
Total	<u>473,576</u>	<u>455,302</u>	<u>18,274</u>	<u>772,520</u>
Total instruction	<u>40,219,873</u>	<u>38,832,341</u>	<u>1,387,532</u>	<u>39,300,121</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Support services				
Pupils				
Attendance and social work services				
Salaries	\$ 1,243,290	\$ 1,222,190	\$ 21,100	\$ 1,192,958
Employee benefits	135,770	143,602	(7,832)	128,631
Purchased services	6,750	5,310	1,440	4,305
Supplies and materials	<u>3,500</u>	<u>2,687</u>	<u>813</u>	<u>3,294</u>
Total	<u>1,389,310</u>	<u>1,373,789</u>	<u>15,521</u>	<u>1,329,188</u>
Health services				
Salaries	550,240	454,496	95,744	548,229
Employee benefits	96,150	106,728	(10,578)	112,498
Purchased services	6,500	84,446	(77,946)	8,516
Supplies and materials	14,000	8,288	5,712	7,613
Capital outlay	<u>16,000</u>	<u>15,142</u>	<u>858</u>	<u>966</u>
Total	<u>682,890</u>	<u>669,100</u>	<u>13,790</u>	<u>677,822</u>
Psychological services				
Salaries	642,980	623,353	19,627	560,617
Employee benefits	60,730	63,669	(2,939)	44,474
Purchased services	11,100	10,665	435	7,324
Supplies and materials	<u>7,000</u>	<u>7,179</u>	<u>(179)</u>	<u>8,568</u>
Total	<u>721,810</u>	<u>704,866</u>	<u>16,944</u>	<u>620,983</u>
Speech pathology and audiology services				
Salaries	1,488,470	1,431,783	56,687	1,434,959
Employee benefits	228,600	230,284	(1,684)	213,477
Purchased services	27,825	2,368	25,457	5,253
Supplies and materials	<u>9,200</u>	<u>8,477</u>	<u>723</u>	<u>8,976</u>
Total	<u>1,754,095</u>	<u>1,672,912</u>	<u>81,183</u>	<u>1,662,665</u>
Other support services - pupils				
Salaries	428,110	422,760	5,350	417,558
Employee benefits	4,200	4,024	176	4,913
Purchased services	15,000	382	14,618	9,008
Supplies and materials	<u>35,038</u>	<u>26,644</u>	<u>8,394</u>	<u>28,388</u>
Total	<u>482,348</u>	<u>453,810</u>	<u>28,538</u>	<u>459,867</u>
Total pupils	<u>5,030,453</u>	<u>4,874,477</u>	<u>155,976</u>	<u>4,750,525</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Instructional staff				
Improvement of instructional services				
Salaries	\$ 1,875,321	\$ 1,799,127	\$ 76,194	\$ 1,846,981
Employee benefits	250,270	256,264	(5,994)	250,783
Purchased services	157,272	106,721	50,551	157,941
Supplies and materials	210,473	181,418	29,055	184,815
Capital outlay	3,454	7,009	(3,555)	1,630
Other objects	<u>3,000</u>	<u>2,361</u>	<u>639</u>	<u>2,303</u>
Total	<u>2,499,790</u>	<u>2,352,900</u>	<u>146,890</u>	<u>2,444,453</u>
Educational media services				
Salaries	1,671,880	1,670,832	1,048	1,619,475
Employee benefits	306,110	306,422	(312)	331,134
Purchased services	414,288	168,640	245,648	298,574
Supplies and materials	938,591	1,232,120	(293,529)	606,794
Capital outlay	<u>522,113</u>	<u>275,202</u>	<u>246,911</u>	<u>690,783</u>
Total	<u>3,852,982</u>	<u>3,653,216</u>	<u>199,766</u>	<u>3,546,760</u>
Assessment and testing				
Salaries	89,645	103,138	(13,493)	75,952
Employee benefits	25,200	25,375	(175)	22,637
Purchased services	1,400	180	1,220	302
Supplies and materials	<u>156,600</u>	<u>193,606</u>	<u>(37,006)</u>	<u>164,724</u>
Total	<u>272,845</u>	<u>322,299</u>	<u>(49,454)</u>	<u>263,615</u>
Total instructional staff	<u>6,625,617</u>	<u>6,328,415</u>	<u>297,202</u>	<u>6,254,828</u>
General administration				
Board of education services				
Salaries	2,000	2,000	-	-
Purchased services	201,670	196,632	5,038	255,200
Supplies and materials	1,000	672	328	1,763
Other objects	<u>12,950</u>	<u>14,277</u>	<u>(1,327)</u>	<u>12,747</u>
Total	<u>217,620</u>	<u>213,581</u>	<u>4,039</u>	<u>269,710</u>
Executive administration services				
Salaries	311,200	303,699	7,501	304,675
Employee benefits	50,090	49,990	100	40,771
Purchased services	9,200	13,977	(4,777)	11,802
Supplies and materials	3,250	2,633	617	4,437
Capital outlay	-	1,625	(1,625)	2,393
Other objects	<u>6,500</u>	<u>3,889</u>	<u>2,611</u>	<u>4,107</u>
Total	<u>380,240</u>	<u>375,813</u>	<u>4,427</u>	<u>368,185</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Special area administration services				
Salaries	\$ 547,270	\$ 556,712	\$ (9,442)	\$ 532,031
Employee benefits	102,710	102,672	38	97,123
Purchased services	27,400	12,372	15,028	9,841
Supplies and materials	907	675	232	1,307
Other objects	<u>800</u>	<u>630</u>	<u>170</u>	<u>645</u>
Total	<u>679,087</u>	<u>673,061</u>	<u>6,026</u>	<u>640,947</u>
Tort immunity services				
Purchased services	413,000	294,233	118,767	363,651
Other objects	<u>-</u>	<u>9,200</u>	<u>(9,200)</u>	<u>-</u>
Total	<u>413,000</u>	<u>303,433</u>	<u>109,567</u>	<u>363,651</u>
Total general administration	<u>1,689,947</u>	<u>1,565,888</u>	<u>124,059</u>	<u>1,642,493</u>
School administration				
Office of the principal services				
Salaries	2,662,750	2,651,405	11,345	2,637,127
Employee benefits	642,950	629,109	13,841	614,617
Purchased services	30,476	22,983	7,493	19,153
Supplies and materials	39,920	43,971	(4,051)	40,533
Capital outlay	<u>-</u>	<u>2,825</u>	<u>(2,825)</u>	<u>4,019</u>
Total	<u>3,376,096</u>	<u>3,350,293</u>	<u>25,803</u>	<u>3,315,449</u>
Total school administration	<u>3,376,096</u>	<u>3,350,293</u>	<u>25,803</u>	<u>3,315,449</u>
Business				
Direction of business support services				
Salaries	266,370	262,876	3,494	258,077
Employee benefits	61,840	61,847	(7)	57,638
Purchased services	8,150	-	8,150	10,739
Other objects	<u>1,100</u>	<u>163</u>	<u>937</u>	<u>1,085</u>
Total	<u>337,460</u>	<u>324,886</u>	<u>12,574</u>	<u>327,539</u>
Fiscal services				
Salaries	176,340	168,584	7,756	167,857
Employee benefits	23,880	23,838	42	19,711
Purchased services	122,100	122,213	(113)	100,576
Supplies and materials	73,300	55,979	17,321	25,773
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>-</u>
Total	<u>400,620</u>	<u>370,614</u>	<u>30,006</u>	<u>313,917</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Food services				
Salaries	\$ 723,830	\$ 674,942	\$ 48,888	\$ 665,168
Employee benefits	69,340	72,892	(3,552)	68,576
Purchased services	35,375	31,324	4,051	20,663
Supplies and materials	641,500	626,524	14,976	714,533
Capital outlay	<u>35,000</u>	<u>19,664</u>	<u>15,336</u>	<u>16,385</u>
Total	<u>1,505,045</u>	<u>1,425,346</u>	<u>79,699</u>	<u>1,485,325</u>
Internal services				
Purchased services	92,640	52,540	40,100	63,376
Supplies and materials	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,891</u>
Total	<u>92,640</u>	<u>52,540</u>	<u>40,100</u>	<u>106,267</u>
Total business	<u>2,335,765</u>	<u>2,173,386</u>	<u>162,379</u>	<u>2,233,048</u>
Central				
Information services				
Salaries	85,000	85,000	-	74,000
Employee benefits	9,500	9,477	23	8,962
Purchased services	17,900	5,390	12,510	21,439
Supplies and materials	<u>500</u>	<u>459</u>	<u>41</u>	<u>409</u>
Total	<u>112,900</u>	<u>100,326</u>	<u>12,574</u>	<u>104,810</u>
Staff services				
Salaries	1,048,950	1,110,004	(61,054)	1,139,169
Employee benefits	88,600	85,881	2,719	85,149
Purchased services	93,350	69,844	23,506	59,351
Supplies and materials	54,700	72,971	(18,271)	35,803
Capital outlay	-	-	-	1,287
Other objects	<u>12,920</u>	<u>5,228</u>	<u>7,692</u>	<u>6,491</u>
Total	<u>1,298,520</u>	<u>1,343,928</u>	<u>(45,408)</u>	<u>1,327,250</u>
Total central	<u>1,411,420</u>	<u>1,444,254</u>	<u>(32,834)</u>	<u>1,432,060</u>
Total support services	<u>20,469,298</u>	<u>19,736,713</u>	<u>732,585</u>	<u>19,628,403</u>
Community services				
Salaries	320,760	327,886	(7,126)	294,966
Employee benefits	33,330	33,349	(19)	31,472
Purchased services	-	2,850	(2,850)	-
Supplies and materials	<u>303,000</u>	<u>279,725</u>	<u>23,275</u>	<u>296,802</u>
Total community services	<u>657,090</u>	<u>643,810</u>	<u>13,280</u>	<u>623,240</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Payments to other districts and governmental units				
Payments for special education programs				
Other objects	\$ 225,938	\$ 222,329	\$ 3,609	\$ 167,970
Total	<u>225,938</u>	<u>222,329</u>	<u>3,609</u>	<u>167,970</u>
Payments for special education programs - tuition				
Other objects	<u>2,201,698</u>	<u>1,912,581</u>	<u>289,117</u>	<u>1,802,951</u>
Total	<u>2,201,698</u>	<u>1,912,581</u>	<u>289,117</u>	<u>1,802,951</u>
Total payments to other districts and governmental units	<u>2,427,636</u>	<u>2,134,910</u>	<u>292,726</u>	<u>1,970,921</u>
Provision for contingencies	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
Total expenditures	<u>63,873,897</u>	<u>61,347,774</u>	<u>2,526,123</u>	<u>61,522,685</u>
Excess (deficiency) of revenues over expenditures	<u>(1,159,704)</u>	<u>2,169,061</u>	<u>3,328,765</u>	<u>1,155,931</u>
Other financing sources (uses)				
Principal on bonds sold	-	-	-	7,375,000
Premium on bonds sold	-	-	-	688,725
Permanent transfer from working cash accounts - abatement	(4,543,900)	(4,078,238)	465,662	(19,003,146)
Transfer for principal on capital leases	-	(39,117)	(39,117)	(37,461)
Transfer for interest on capital leases	<u>-</u>	<u>(1,215)</u>	<u>(1,215)</u>	<u>(2,872)</u>
Total other financing sources (uses)	<u>(4,543,900)</u>	<u>(4,118,570)</u>	<u>425,330</u>	<u>(10,979,754)</u>
Net change in fund balance	<u>\$ (5,703,604)</u>	<u>(1,949,509)</u>	<u>\$ 3,754,095</u>	<u>(9,823,823)</u>
Fund balance, beginning of year		<u>51,508,550</u>		<u>61,332,373</u>
Fund balance, end of year		<u>\$ 49,559,041</u>		<u>\$ 51,508,550</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
OPERATIONS AND MAINTENANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Local sources				
General levy	\$ 5,406,094	\$ 5,233,002	\$ (173,092)	\$ 5,334,458
Corporate personal property replacement taxes	796,058	935,761	139,703	838,882
Investment income	80,000	130,064	50,064	75,378
Rentals	980,700	970,300	(10,400)	968,956
Impact fees from municipal or county governments	-	16,500	16,500	-
Refund of prior years' expenditures	-	6,895	6,895	-
Other local fees	8,000	10,810	2,810	10,345
Other	157,000	221,068	64,068	152,282
Total local sources	<u>7,427,852</u>	<u>7,524,400</u>	<u>96,548</u>	<u>7,380,301</u>
Total revenues	<u>7,427,852</u>	<u>7,524,400</u>	<u>96,548</u>	<u>7,380,301</u>
Expenditures				
Support services				
Business				
Facilities acquisition and construction service				
Purchased services	-	-	-	24,769
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,769</u>
Operation and maintenance of plant services				
Salaries	2,478,260	2,297,022	181,238	2,351,420
Employee benefits	399,900	397,562	2,338	371,449
Purchased services	1,101,800	995,980	105,820	866,281
Supplies and materials	1,122,400	1,094,108	28,292	1,142,779
Capital outlay	163,250	145,588	17,662	155,400
Termination benefits	5,400	13,637	(8,237)	14,649
Total	<u>5,271,010</u>	<u>4,943,897</u>	<u>327,113</u>	<u>4,901,978</u>
Total business	<u>5,271,010</u>	<u>4,943,897</u>	<u>327,113</u>	<u>4,926,747</u>
Other supporting services				
Purchased services	243,000	244,047	(1,047)	240,540
Total	<u>243,000</u>	<u>244,047</u>	<u>(1,047)</u>	<u>240,540</u>
Total support services	<u>5,514,010</u>	<u>5,187,944</u>	<u>326,066</u>	<u>5,167,287</u>
Total expenditures	<u>5,514,010</u>	<u>5,187,944</u>	<u>326,066</u>	<u>5,167,287</u>
Excess (deficiency) of revenues over expenditures	<u>1,913,842</u>	<u>2,336,456</u>	<u>422,614</u>	<u>2,213,014</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
OPERATIONS AND MAINTENANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Other financing sources (uses)				
Permanent transfer from working cash accounts - abatement	\$ 4,543,900	\$ 4,078,238	\$ (465,662)	\$ 19,003,146
Transfer to capital projects fund	<u>(5,930,503)</u>	<u>(5,451,511)</u>	<u>478,992</u>	<u>(21,256,455)</u>
Total other financing sources (uses)	<u>(1,386,603)</u>	<u>(1,373,273)</u>	<u>13,330</u>	<u>(2,253,309)</u>
Net change in fund balance	<u>\$ 527,239</u>	963,183	<u>\$ 435,944</u>	(40,295)
Fund balance, beginning of year		<u>3,377,768</u>		<u>3,418,063</u>
Fund balance, end of year		<u>\$ 4,340,951</u>		<u>\$ 3,377,768</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
TRANSPORTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Local sources				
General levy	\$ 1,121,952	\$ 1,105,885	\$ (16,067)	\$ 1,024,346
Regular transportation fees from pupils or parents	18,700	955	(17,745)	23,005
Regular transportation fees from private sources	76,800	69,038	(7,762)	-
Regular transportation fees from co-curricular act	50,000	61,393	11,393	62,387
Investment income	20,000	30,593	10,593	19,858
Other	<u>-</u>	<u>1,462</u>	<u>1,462</u>	<u>3,165</u>
Total local sources	<u>1,287,452</u>	<u>1,269,326</u>	<u>(18,126)</u>	<u>1,132,761</u>
State sources				
Transportation - regular/vocational	22,893	23,302	409	17,543
Transportation - special education	<u>1,488,114</u>	<u>1,615,231</u>	<u>127,117</u>	<u>1,351,125</u>
Total state sources	<u>1,511,007</u>	<u>1,638,533</u>	<u>127,526</u>	<u>1,368,668</u>
Federal sources				
Title III - English language acquisition	<u>18,000</u>	<u>18,000</u>	<u>-</u>	<u>17,606</u>
Total federal sources	<u>18,000</u>	<u>18,000</u>	<u>-</u>	<u>17,606</u>
Total revenues	<u>2,816,459</u>	<u>2,925,859</u>	<u>109,400</u>	<u>2,519,035</u>
Expenditures				
Support Services				
Business				
Pupil transportation services				
Salaries	50,500	50,519	(19)	49,000
Employee benefits	7,640	10,768	(3,128)	10,227
Purchased services	2,669,700	2,609,150	60,550	2,341,329
Supplies and materials	<u>72,000</u>	<u>64,688</u>	<u>7,312</u>	<u>75,051</u>
Total	<u>2,799,840</u>	<u>2,735,125</u>	<u>64,715</u>	<u>2,475,607</u>
Total business	<u>2,799,840</u>	<u>2,735,125</u>	<u>64,715</u>	<u>2,475,607</u>
Total support services	<u>2,799,840</u>	<u>2,735,125</u>	<u>64,715</u>	<u>2,475,607</u>
Total expenditures	<u>2,799,840</u>	<u>2,735,125</u>	<u>64,715</u>	<u>2,475,607</u>
Net change in fund balance	<u>\$ 16,619</u>	190,734	<u>\$ 174,115</u>	43,428
Fund balance, beginning of year		<u>1,250,533</u>		<u>1,207,105</u>
Fund balance, end of year		<u>\$ 1,441,267</u>		<u>\$ 1,250,533</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 851,819	\$ 842,991	\$ (8,828)	\$ 911,861
Social security/Medicare only levy	1,023,015	1,010,165	(12,850)	1,165,208
Corporate personal property replacement taxes	20,000	20,000	-	20,000
Investment income	20,000	47,506	27,506	28,469
Total local sources	<u>1,914,834</u>	<u>1,920,662</u>	<u>5,828</u>	<u>2,125,538</u>
Total revenues	<u>1,914,834</u>	<u>1,920,662</u>	<u>5,828</u>	<u>2,125,538</u>
Expenditures				
Instruction				
Regular programs	311,300	276,201	35,099	267,381
Pre-K programs	13,000	-	13,000	-
Special education programs	590,500	513,723	76,777	528,812
Special education programs Pre-K	43,400	20,308	23,092	39,971
Remedial and supplemental programs K - 12	8,900	7,345	1,555	6,623
Interscholastic programs	3,000	3,284	(284)	3,203
Summer school programs	12,100	6,996	5,104	9,998
Gifted programs	11,400	9,061	2,339	8,992
Bilingual programs	35,800	24,781	11,019	24,481
Total instruction	<u>1,029,400</u>	<u>861,699</u>	<u>167,701</u>	<u>889,461</u>
Support services				
Pupils				
Attendance and social work services	19,350	13,873	5,477	15,019
Health services	80,600	58,673	21,927	62,160
Psychological services	10,000	16,028	(6,028)	7,576
Speech pathology and audiology services	22,000	17,674	4,326	17,785
Other support services - pupils	21,300	16,597	4,703	17,706
Total pupils	<u>153,250</u>	<u>122,845</u>	<u>30,405</u>	<u>120,246</u>
Instructional staff				
Improvement of instructional staff	43,770	38,982	4,788	37,031
Educational media services	163,800	150,182	13,618	147,439
Assessment and testing	1,300	1,279	21	1,101
Total instructional staff	<u>208,870</u>	<u>190,443</u>	<u>18,427</u>	<u>185,571</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
General administration				
Board of education services	\$ 600	\$ 290	\$ 310	\$ 114
Executive administration services	15,300	14,411	889	15,245
Special area administration services	23,000	21,855	1,145	21,619
Judgment and settlements	-	344	(344)	-
Total general administration	<u>38,900</u>	<u>36,900</u>	<u>2,000</u>	<u>36,978</u>
School administration				
Office of the principal services	<u>144,600</u>	<u>140,920</u>	<u>3,680</u>	<u>150,344</u>
Total school administration	<u>144,600</u>	<u>140,920</u>	<u>3,680</u>	<u>150,344</u>
Business				
Direction of business support services	19,300	17,268	2,032	17,879
Fiscal services	32,200	30,258	1,942	31,680
Operations and maintenance of plant services	435,700	387,133	48,567	408,363
Pupil transportation services	9,500	8,823	677	8,613
Food services	<u>125,300</u>	<u>104,459</u>	<u>20,841</u>	<u>105,607</u>
Total business	<u>622,000</u>	<u>547,941</u>	<u>74,059</u>	<u>572,142</u>
Central				
Information services	15,800	15,590	210	14,163
Staff services	<u>55,200</u>	<u>49,397</u>	<u>5,803</u>	<u>51,100</u>
Total central	<u>71,000</u>	<u>64,987</u>	<u>6,013</u>	<u>65,263</u>
Total support services	<u>1,238,620</u>	<u>1,104,036</u>	<u>134,584</u>	<u>1,130,544</u>
Community services				
	<u>49,800</u>	<u>52,262</u>	<u>(2,462)</u>	<u>47,751</u>
Total expenditures	<u>2,317,820</u>	<u>2,017,997</u>	<u>299,823</u>	<u>2,067,756</u>
Net change in fund balance	<u>\$ (402,986)</u>	<u>(97,335)</u>	<u>\$ 305,651</u>	<u>57,782</u>
Fund balance, beginning of year		<u>1,815,098</u>		<u>1,757,316</u>
Fund balance, end of year		<u>\$ 1,717,763</u>		<u>\$ 1,815,098</u>

See Auditors' Report and Notes to Required Supplementary Information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

Except for the exclusion of on-behalf payments from other governments, discussed below, the budgeted amounts for the Governmental Funds are adopted on the modified accrual basis, which is consistent with accounting principles generally accepted in the United States of America.

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

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.
4. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

The budget amounts shown in the financial statements are as originally adopted because there were no amendments during the past fiscal year.

Budget Reconciliations

The Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds (GAAP basis) includes "on-behalf" payments received and made for the amounts contributed by the State of Illinois for the employer's share of the Teachers Retirement System pension. The District does not budget for these amounts in the Educational Accounts of the General Fund. The differences between the budget and GAAP basis are as follows:

	<i>Revenues</i>	<i>Expenditures</i>
General Fund Budgetary Basis	\$ 63,516,835	\$ 61,347,774
To adjust for on-behalf payments received	17,279,099	-
To adjust for on-behalf payments made	-	17,279,099
General Fund GAAP Basis	<u>\$ 80,795,934</u>	<u>\$ 78,626,873</u>

See Auditors' Report

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Local sources				
General levy	\$ 4,455,220	\$ 4,318,380	\$ (136,840)	\$ 4,113,357
Investment income	<u>18,000</u>	<u>30,615</u>	<u>12,615</u>	<u>20,365</u>
Total local sources	<u>4,473,220</u>	<u>4,348,995</u>	<u>(124,225)</u>	<u>4,133,722</u>
Total revenues	<u>4,473,220</u>	<u>4,348,995</u>	<u>(124,225)</u>	<u>4,133,722</u>
Expenditures				
Debt services				
Payments on long term debt				
Interest on long term debt	2,098,337	2,099,553	(1,216)	1,986,679
Principal payments on long term debt	<u>2,285,000</u>	<u>2,324,117</u>	<u>(39,117)</u>	<u>2,257,461</u>
Total	<u>4,383,337</u>	<u>4,423,670</u>	<u>(40,333)</u>	<u>4,244,140</u>
Other debt service				
Other objects	<u>-</u>	<u>1,425</u>	<u>(1,425)</u>	<u>124,131</u>
Total	<u>-</u>	<u>1,425</u>	<u>(1,425)</u>	<u>124,131</u>
Total debt services	<u>4,383,337</u>	<u>4,425,095</u>	<u>(41,758)</u>	<u>4,368,271</u>
Provision for contingencies	<u>950</u>	<u>-</u>	<u>950</u>	<u>-</u>
Total expenditures	<u>4,384,287</u>	<u>4,425,095</u>	<u>(40,808)</u>	<u>4,368,271</u>
Excess (deficiency) of revenues over expenditures	<u>88,933</u>	<u>(76,100)</u>	<u>(165,033)</u>	<u>(234,549)</u>
Other financing sources (uses)				
Premium on bonds sold	-	-	-	123,181
Transfer for principal on capital leases	-	39,117	39,117	37,461
Transfer for interest on capital leases	<u>-</u>	<u>1,215</u>	<u>1,215</u>	<u>2,872</u>
Total other financing sources (uses)	<u>-</u>	<u>40,332</u>	<u>40,332</u>	<u>163,514</u>
Net change in fund balance	<u>\$ 88,933</u>	<u>(35,768)</u>	<u>\$ (124,701)</u>	<u>(71,035)</u>
Fund balance, beginning of year		<u>1,209,245</u>		<u>1,280,280</u>
Fund balance, end of year		<u>\$ 1,173,477</u>		<u>\$ 1,209,245</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Local sources				
Investment income	\$ -	\$ -	\$ -	\$ (165)
Other	<u>20,855</u>	<u>33,979</u>	<u>13,124</u>	<u>61,969</u>
Total local sources	<u>20,855</u>	<u>33,979</u>	<u>13,124</u>	<u>61,804</u>
Total revenues	<u>20,855</u>	<u>33,979</u>	<u>13,124</u>	<u>61,804</u>
Expenditures				
Support services				
Business				
Facilities acquisition and construction service				
Purchased services	1,155,952	788,965	366,987	2,975,679
Supplies and materials	19,200	19,629	(429)	47,108
Capital outlay	4,776,206	3,995,376	780,830	18,641,882
Other objects	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,148</u>
Total	<u>5,951,358</u>	<u>4,803,970</u>	<u>1,147,388</u>	<u>21,665,817</u>
Total business	<u>5,951,358</u>	<u>4,803,970</u>	<u>1,147,388</u>	<u>21,665,817</u>
Total support services	<u>5,951,358</u>	<u>4,803,970</u>	<u>1,147,388</u>	<u>21,665,817</u>
Total expenditures	<u>5,951,358</u>	<u>4,803,970</u>	<u>1,147,388</u>	<u>21,665,817</u>
Excess (deficiency) of revenues over expenditures	<u>(5,930,503)</u>	<u>(4,769,991)</u>	<u>1,160,512</u>	<u>(21,604,013)</u>
Other financing sources (uses)				
Transfer to capital projects fund	<u>5,930,503</u>	<u>5,451,511</u>	<u>(478,992)</u>	<u>21,256,455</u>
Total other financing sources (uses)	<u>5,930,503</u>	<u>5,451,511</u>	<u>(478,992)</u>	<u>21,256,455</u>
Net change in fund balance	<u>\$ -</u>	<u>681,520</u>	<u>\$ 681,520</u>	<u>(347,558)</u>
Fund balance (deficit), beginning of year		<u>(716,049)</u>		<u>(368,491)</u>
Fund balance (deficit), end of year		<u>\$ (34,529)</u>		<u>\$ (716,049)</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
FIRE PREVENTION AND LIFE SAFETY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Local sources				
General levy	\$ 26,486	\$ 24,809	\$ (1,677)	\$ 137,277
Investment income	<u>14,000</u>	<u>13,982</u>	<u>(18)</u>	<u>13,323</u>
Total local sources	<u>40,486</u>	<u>38,791</u>	<u>(1,695)</u>	<u>150,600</u>
Total revenues	<u>40,486</u>	<u>38,791</u>	<u>(1,695)</u>	<u>150,600</u>
Expenditures				
Support services				
Business				
Facilities acquisition and construction service				
Capital outlay	<u>495,350</u>	<u>531,736</u>	<u>(36,386)</u>	<u>-</u>
Total	<u>495,350</u>	<u>531,736</u>	<u>(36,386)</u>	<u>-</u>
Total business	<u>495,350</u>	<u>531,736</u>	<u>(36,386)</u>	<u>-</u>
Total support services	<u>495,350</u>	<u>531,736</u>	<u>(36,386)</u>	<u>-</u>
Total expenditures	<u>495,350</u>	<u>531,736</u>	<u>(36,386)</u>	<u>-</u>
Net change in fund balance	<u>\$ (454,864)</u>	(492,945)	<u>\$ (38,081)</u>	150,600
Fund balance, beginning of year		<u>959,980</u>		<u>809,380</u>
Fund balance, end of year		<u>\$ 467,035</u>		<u>\$ 959,980</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

GENERAL FUND

COMBINING BALANCE SHEET

AS OF JUNE 30, 2019

	EDUCATIONAL ACCOUNTS	TORT IMMUNITY AND JUDGMENT ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Assets				
Cash	\$ 48,994,917	\$ 323,617	\$ 8,374,509	\$ 57,693,043
Receivables (net allowance for uncollectibles):				
Interest	208,083	1,623	42,002	251,708
Property taxes	24,798,518	154,820	-	24,953,338
Intergovernmental	838,054	-	-	838,054
Loan to capital projects fund	15,504	-	-	15,504
Prepaid items	<u>10,171</u>	<u>22,978</u>	<u>-</u>	<u>33,149</u>
Total assets	<u>\$ 74,865,247</u>	<u>\$ 503,038</u>	<u>\$ 8,416,511</u>	<u>\$ 83,784,796</u>
Liabilities, deferred inflows of resources, and fund balance				
Liabilities				
Accounts payable	\$ 330,916	\$ -	\$ -	\$ 330,916
Salaries and wages payable	7,428,064	-	-	7,428,064
Other current liabilities	4,084	-	-	4,084
Payroll deductions payable	4,504	-	-	4,504
Unearned revenue	344,646	-	-	344,646
Health claims payable	<u>1,123,143</u>	<u>-</u>	<u>-</u>	<u>1,123,143</u>
Total liabilities	<u>9,235,357</u>	<u>-</u>	<u>-</u>	<u>9,235,357</u>
Deferred inflows of resources				
Property taxes levied for a future period	24,798,518	154,820	-	24,953,338
Unavailable state and federal aid receivable	<u>37,060</u>	<u>-</u>	<u>-</u>	<u>37,060</u>
Total deferred inflows of resources	<u>24,835,578</u>	<u>154,820</u>	<u>-</u>	<u>24,990,398</u>
Fund balance				
Nonspendable	10,171	22,978	-	33,149
Restricted	-	325,240	-	325,240
Unassigned	<u>40,784,141</u>	<u>-</u>	<u>8,416,511</u>	<u>49,200,652</u>
Total fund balance	<u>40,794,312</u>	<u>348,218</u>	<u>8,416,511</u>	<u>49,559,041</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 74,865,247</u>	<u>\$ 503,038</u>	<u>\$ 8,416,511</u>	<u>\$ 83,784,796</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

GENERAL FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2019

	EDUCATIONAL ACCOUNTS	TORT IMMUNITY AND JUDGMENT ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Revenues				
Property taxes	\$ 51,981,005	\$ 345,506	\$ -	\$ 52,326,511
State aid	22,263,038	-	-	22,263,038
Federal aid	2,408,625	-	-	2,408,625
Investment income	1,105,478	7,029	255,608	1,368,115
Other	<u>2,404,801</u>	<u>24,844</u>	<u>-</u>	<u>2,429,645</u>
Total revenues	<u>80,162,947</u>	<u>377,379</u>	<u>255,608</u>	<u>80,795,934</u>
Expenditures				
Current:				
Instruction:				
Regular programs	25,795,775	-	-	25,795,775
Special programs	10,016,262	-	-	10,016,262
Other instructional programs	2,952,133	-	-	2,952,133
State retirement contributions	17,279,099	-	-	17,279,099
Support Services:				
Pupils	4,859,335	-	-	4,859,335
Instructional staff	6,046,204	-	-	6,046,204
General administration	1,273,126	291,137	-	1,564,263
School administration	3,347,468	-	-	3,347,468
Business	2,153,722	-	-	2,153,722
Central	1,444,254	-	-	1,444,254
Community services	643,810	-	-	643,810
Payments to other districts and gov't units	2,134,910	-	-	2,134,910
Capital outlay	<u>389,638</u>	<u>-</u>	<u>-</u>	<u>389,638</u>
Total expenditures	<u>78,335,736</u>	<u>291,137</u>	<u>-</u>	<u>78,626,873</u>
Excess (deficiency) of revenues over expenditures	<u>1,827,211</u>	<u>86,242</u>	<u>255,608</u>	<u>2,169,061</u>
Other financing sources (uses)				
Transfers (out)	<u>(40,332)</u>	<u>-</u>	<u>(4,078,238)</u>	<u>(4,118,570)</u>
Total other financing sources (uses)	<u>(40,332)</u>	<u>-</u>	<u>(4,078,238)</u>	<u>(4,118,570)</u>
Net change in fund balance	1,786,879	86,242	(3,822,630)	(1,949,509)
Fund balance, beginning of year	<u>39,007,433</u>	<u>261,976</u>	<u>12,239,141</u>	<u>51,508,550</u>
Fund balance, end of year	<u>\$ 40,794,312</u>	<u>\$ 348,218</u>	<u>\$ 8,416,511</u>	<u>\$ 49,559,041</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
General levy	\$ 51,815,996	\$ 51,105,812	\$ (710,184)	\$ 49,396,181
Special education levy	915,633	875,193	(40,440)	880,797
Regular tuition from pupils or parents (in state)	45,969	-	(45,969)	58,712
Summer school tuition from pupils or parents (in state)	77,000	74,421	(2,579)	84,647
Special education tuition from pupils or parents	100,000	172,989	72,989	99,615
Investment income	500,000	1,105,478	605,478	621,782
Sales to pupils - lunch	700,000	725,218	25,218	749,915
Sales to pupils - breakfast	2,000	-	(2,000)	2,471
Sales to pupils - other	310,000	352,680	42,680	341,704
Sales to adults	10,000	10,942	942	14,346
Other food service	654,000	893,719	239,719	703,157
Fees	93,100	12,388	(80,712)	37,767
Other pupil activity revenue	-	4,260	4,260	43,410
Rentals - regular textbook	292,800	23,203	(269,597)	304,029
Refund of prior years' expenditures	-	(2,055)	(2,055)	37,507
Payments of surplus monies from TIF districts	-	-	-	558,461
Other	119,870	137,036	17,166	125,835
Total local sources	<u>55,636,368</u>	<u>55,491,284</u>	<u>(145,084)</u>	<u>54,060,336</u>
State sources				
Evidence based funding	4,552,628	4,668,560	115,932	4,552,629
Special education - private facility tuition	57,210	307,598	250,388	261,110
Special education - extraordinary	-	-	-	158,311
Special education - personnel	-	-	-	352,370
Special education - summer school	-	-	-	8,645
CTE - Other	-	-	-	1,603
Bilingual education - downstate - TPI	-	-	-	133,651
State free lunch & breakfast	1,500	3,708	2,208	2,782
Other restricted revenue from state sources	3,500	4,073	573	7,398
Total state sources	<u>4,614,838</u>	<u>4,983,939</u>	<u>369,101</u>	<u>5,478,499</u>
Federal sources				
National school lunch program	280,000	291,166	11,166	313,748
School breakfast program	7,000	1,123	(5,877)	8,079
Title I - Low income	236,410	317,868	81,458	309,700
Federal - special education - preschool flow-through	47,879	47,603	(276)	65,709
Federal - special education - IDEA - flow-through/	1,165,720	1,199,155	33,435	1,171,842
Federal - special education - IDEA - room & board	-	145,862	145,862	244,216
Emergency immigrant assistance	-	20,000	20,000	28,794

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Title III - English language acquisition	\$ 44,500	\$ 35,630	\$ (8,870)	\$ 70,244
Title II - Teacher quality	74,183	63,442	(10,741)	113,883
Medicaid matching funds - administrative outreach	36,000	96,024	60,024	29,239
Medicaid matching funds - fee-for-service program	30,000	85,003	55,003	31,437
Other restricted revenue from federal sources	-	105,749	105,749	106,560
Total federal sources	<u>1,921,692</u>	<u>2,408,625</u>	<u>486,933</u>	<u>2,493,451</u>
Total revenues	<u>62,172,898</u>	<u>62,883,848</u>	<u>710,950</u>	<u>62,032,286</u>
Expenditures				
Instruction				
Regular programs				
Salaries	22,228,870	21,712,484	516,386	21,386,375
Employee benefits	3,037,290	3,064,360	(27,070)	3,236,194
Purchased services	195,353	186,187	9,166	225,261
Supplies and materials	1,297,720	773,800	523,920	1,075,683
Capital outlay	69,226	55,304	13,922	63,733
Other objects	35,110	4,962	30,148	31,387
Termination benefits	30,000	53,982	(23,982)	30,864
Total	<u>26,893,569</u>	<u>25,851,079</u>	<u>1,042,490</u>	<u>26,049,497</u>
Special education programs				
Salaries	6,703,928	6,316,258	387,670	6,603,653
Employee benefits	1,460,780	1,466,085	(5,305)	1,447,326
Purchased services	19,550	15,223	4,327	2,408
Supplies and materials	171,463	137,203	34,260	220,570
Capital outlay	16,000	5,313	10,687	7,116
Total	<u>8,371,721</u>	<u>7,940,082</u>	<u>431,639</u>	<u>8,281,073</u>
Special education programs Pre-K				
Salaries	734,080	714,671	19,409	686,420
Employee benefits	71,330	80,726	(9,396)	76,400
Purchased services	4,300	-	4,300	1,570
Supplies and materials	11,500	9,435	2,065	4,424
Total	<u>821,210</u>	<u>804,832</u>	<u>16,378</u>	<u>768,814</u>
Remedial and supplemental programs K - 12				
Salaries	570,435	664,848	(94,413)	515,702
Employee benefits	72,574	77,482	(4,908)	80,145
Supplies and materials	-	79,029	(79,029)	-
Total	<u>643,009</u>	<u>821,359</u>	<u>(178,350)</u>	<u>595,847</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Interscholastic programs				
Salaries	\$ 148,520	\$ 149,448	\$ (928)	\$ 145,062
Employee benefits	2,500	2,131	369	2,066
Purchased services	13,106	16,391	(3,285)	13,391
Supplies and materials	5,217	6,545	(1,328)	14,483
Capital outlay	-	7,554	(7,554)	10,718
Other objects	<u>7,945</u>	<u>5,440</u>	<u>2,505</u>	<u>6,451</u>
Total	<u>177,288</u>	<u>187,509</u>	<u>(10,221)</u>	<u>192,171</u>
Summer school programs				
Salaries	200,000	154,454	45,546	177,000
Employee benefits	2,700	4,040	(1,340)	4,183
Purchased services	6,000	7,547	(1,547)	2,997
Supplies and materials	<u>10,000</u>	<u>6,723</u>	<u>3,277</u>	<u>9,390</u>
Total	<u>218,700</u>	<u>172,764</u>	<u>45,936</u>	<u>193,570</u>
Gifted programs				
Salaries	752,450	751,995	455	727,414
Employee benefits	94,830	92,214	2,616	72,049
Supplies and materials	<u>1,330</u>	<u>1,582</u>	<u>(252)</u>	<u>810</u>
Total	<u>848,610</u>	<u>845,791</u>	<u>2,819</u>	<u>800,273</u>
Bilingual programs				
Salaries	1,456,380	1,448,242	8,138	1,358,595
Employee benefits	275,360	256,498	18,862	237,872
Purchased services	11,700	7,979	3,721	3,797
Supplies and materials	<u>28,750</u>	<u>40,904</u>	<u>(12,154)</u>	<u>46,092</u>
Total	<u>1,772,190</u>	<u>1,753,623</u>	<u>18,567</u>	<u>1,646,356</u>
Truant's alternative and optional programs				
Special education programs K -12 - private tuition				
Other objects	<u>473,576</u>	<u>455,302</u>	<u>18,274</u>	<u>772,520</u>
Total	<u>473,576</u>	<u>455,302</u>	<u>18,274</u>	<u>772,520</u>
Total instruction	<u>40,219,873</u>	<u>38,832,341</u>	<u>1,387,532</u>	<u>39,300,121</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Support services				
Pupils				
Attendance and social work services				
Salaries	\$ 1,243,290	\$ 1,222,190	\$ 21,100	\$ 1,192,958
Employee benefits	135,770	143,602	(7,832)	128,631
Purchased services	6,750	5,310	1,440	4,305
Supplies and materials	<u>3,500</u>	<u>2,687</u>	<u>813</u>	<u>3,294</u>
Total	<u>1,389,310</u>	<u>1,373,789</u>	<u>15,521</u>	<u>1,329,188</u>
Health services				
Salaries	550,240	454,496	95,744	548,229
Employee benefits	96,150	106,728	(10,578)	112,498
Purchased services	6,500	84,446	(77,946)	8,516
Supplies and materials	14,000	8,288	5,712	7,613
Capital outlay	<u>16,000</u>	<u>15,142</u>	<u>858</u>	<u>966</u>
Total	<u>682,890</u>	<u>669,100</u>	<u>13,790</u>	<u>677,822</u>
Psychological services				
Salaries	642,980	623,353	19,627	560,617
Employee benefits	60,730	63,669	(2,939)	44,474
Purchased services	11,100	10,665	435	7,324
Supplies and materials	<u>7,000</u>	<u>7,179</u>	<u>(179)</u>	<u>8,568</u>
Total	<u>721,810</u>	<u>704,866</u>	<u>16,944</u>	<u>620,983</u>
Speech pathology and audiology services				
Salaries	1,488,470	1,431,783	56,687	1,434,959
Employee benefits	228,600	230,284	(1,684)	213,477
Purchased services	27,825	2,368	25,457	5,253
Supplies and materials	<u>9,200</u>	<u>8,477</u>	<u>723</u>	<u>8,976</u>
Total	<u>1,754,095</u>	<u>1,672,912</u>	<u>81,183</u>	<u>1,662,665</u>
Other support services - pupils				
Salaries	428,110	422,760	5,350	417,558
Employee benefits	4,200	4,024	176	4,913
Purchased services	15,000	382	14,618	9,008
Supplies and materials	<u>35,038</u>	<u>26,644</u>	<u>8,394</u>	<u>28,388</u>
Total	<u>482,348</u>	<u>453,810</u>	<u>28,538</u>	<u>459,867</u>
Total pupils	<u>5,030,453</u>	<u>4,874,477</u>	<u>155,976</u>	<u>4,750,525</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Instructional staff				
Improvement of instructional services				
Salaries	\$ 1,875,321	\$ 1,799,127	\$ 76,194	\$ 1,846,981
Employee benefits	250,270	256,264	(5,994)	250,783
Purchased services	157,272	106,721	50,551	157,941
Supplies and materials	210,473	181,418	29,055	184,815
Capital outlay	3,454	7,009	(3,555)	1,630
Other objects	<u>3,000</u>	<u>2,361</u>	<u>639</u>	<u>2,303</u>
Total	<u>2,499,790</u>	<u>2,352,900</u>	<u>146,890</u>	<u>2,444,453</u>
Educational media services				
Salaries	1,671,880	1,670,832	1,048	1,619,475
Employee benefits	306,110	306,422	(312)	331,134
Purchased services	414,288	168,640	245,648	298,574
Supplies and materials	938,591	1,232,120	(293,529)	606,794
Capital outlay	<u>522,113</u>	<u>275,202</u>	<u>246,911</u>	<u>690,783</u>
Total	<u>3,852,982</u>	<u>3,653,216</u>	<u>199,766</u>	<u>3,546,760</u>
Assessment and testing				
Salaries	89,645	103,138	(13,493)	75,952
Employee benefits	25,200	25,375	(175)	22,637
Purchased services	1,400	180	1,220	302
Supplies and materials	<u>156,600</u>	<u>193,606</u>	<u>(37,006)</u>	<u>164,724</u>
Total	<u>272,845</u>	<u>322,299</u>	<u>(49,454)</u>	<u>263,615</u>
Total instructional staff	<u>6,625,617</u>	<u>6,328,415</u>	<u>297,202</u>	<u>6,254,828</u>
General administration				
Board of education services				
Salaries	2,000	2,000	-	-
Purchased services	201,670	196,632	5,038	255,200
Supplies and materials	1,000	672	328	1,763
Other objects	<u>12,950</u>	<u>14,277</u>	<u>(1,327)</u>	<u>12,747</u>
Total	<u>217,620</u>	<u>213,581</u>	<u>4,039</u>	<u>269,710</u>
Executive administration services				
Salaries	311,200	303,699	7,501	304,675
Employee benefits	50,090	49,990	100	40,771
Purchased services	9,200	13,977	(4,777)	11,802
Supplies and materials	3,250	2,633	617	4,437
Capital outlay	-	1,625	(1,625)	2,393
Other objects	<u>6,500</u>	<u>3,889</u>	<u>2,611</u>	<u>4,107</u>
Total	<u>380,240</u>	<u>375,813</u>	<u>4,427</u>	<u>368,185</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019		VARIANCE WITH FINAL BUDGET	2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Special area administration services				
Salaries	\$ 547,270	\$ 556,712	\$ (9,442)	\$ 532,031
Employee benefits	102,710	102,672	38	97,123
Purchased services	27,400	12,372	15,028	9,841
Supplies and materials	907	675	232	1,307
Other objects	<u>800</u>	<u>630</u>	<u>170</u>	<u>645</u>
Total	<u>679,087</u>	<u>673,061</u>	<u>6,026</u>	<u>640,947</u>
Tort immunity services				
Purchased services	40,000	3,096	36,904	27,525
Other objects	<u>-</u>	<u>9,200</u>	<u>(9,200)</u>	<u>-</u>
Total	<u>40,000</u>	<u>12,296</u>	<u>27,704</u>	<u>27,525</u>
Total general administration	<u>1,316,947</u>	<u>1,274,751</u>	<u>42,196</u>	<u>1,306,367</u>
School administration				
Office of the principal services				
Salaries	2,662,750	2,651,405	11,345	2,637,127
Employee benefits	642,950	629,109	13,841	614,617
Purchased services	30,476	22,983	7,493	19,153
Supplies and materials	39,920	43,971	(4,051)	40,533
Capital outlay	<u>-</u>	<u>2,825</u>	<u>(2,825)</u>	<u>4,019</u>
Total	<u>3,376,096</u>	<u>3,350,293</u>	<u>25,803</u>	<u>3,315,449</u>
Total school administration	<u>3,376,096</u>	<u>3,350,293</u>	<u>25,803</u>	<u>3,315,449</u>
Business				
Direction of business support services				
Salaries	266,370	262,876	3,494	258,077
Employee benefits	61,840	61,847	(7)	57,638
Purchased services	8,150	-	8,150	10,739
Other objects	<u>1,100</u>	<u>163</u>	<u>937</u>	<u>1,085</u>
Total	<u>337,460</u>	<u>324,886</u>	<u>12,574</u>	<u>327,539</u>
Fiscal services				
Salaries	176,340	168,584	7,756	167,857
Employee benefits	23,880	23,838	42	19,711
Purchased services	122,100	122,213	(113)	100,576
Supplies and materials	73,300	55,979	17,321	25,773
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>-</u>
Total	<u>400,620</u>	<u>370,614</u>	<u>30,006</u>	<u>313,917</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Food services				
Salaries	\$ 723,830	\$ 674,942	\$ 48,888	\$ 665,168
Employee benefits	69,340	72,892	(3,552)	68,576
Purchased services	35,375	31,324	4,051	20,663
Supplies and materials	641,500	626,524	14,976	714,533
Capital outlay	<u>35,000</u>	<u>19,664</u>	<u>15,336</u>	<u>16,385</u>
Total	<u>1,505,045</u>	<u>1,425,346</u>	<u>79,699</u>	<u>1,485,325</u>
Internal services				
Purchased services	92,640	52,540	40,100	63,376
Supplies and materials	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,891</u>
Total	<u>92,640</u>	<u>52,540</u>	<u>40,100</u>	<u>106,267</u>
Total business	<u>2,335,765</u>	<u>2,173,386</u>	<u>162,379</u>	<u>2,233,048</u>
Central				
Information services				
Salaries	85,000	85,000	-	74,000
Employee benefits	9,500	9,477	23	8,962
Purchased services	17,900	5,390	12,510	21,439
Supplies and materials	<u>500</u>	<u>459</u>	<u>41</u>	<u>409</u>
Total	<u>112,900</u>	<u>100,326</u>	<u>12,574</u>	<u>104,810</u>
Staff services				
Salaries	1,048,950	1,110,004	(61,054)	1,139,169
Employee benefits	88,600	85,881	2,719	85,149
Purchased services	93,350	69,844	23,506	59,351
Supplies and materials	54,700	72,971	(18,271)	35,803
Capital outlay	-	-	-	1,287
Other objects	<u>12,920</u>	<u>5,228</u>	<u>7,692</u>	<u>6,491</u>
Total	<u>1,298,520</u>	<u>1,343,928</u>	<u>(45,408)</u>	<u>1,327,250</u>
Total central	<u>1,411,420</u>	<u>1,444,254</u>	<u>(32,834)</u>	<u>1,432,060</u>
Total support services	<u>20,096,298</u>	<u>19,445,576</u>	<u>650,722</u>	<u>19,292,277</u>
Community services				
Salaries	320,760	327,886	(7,126)	294,966
Employee benefits	33,330	33,349	(19)	31,472
Purchased services	-	2,850	(2,850)	-
Supplies and materials	<u>303,000</u>	<u>279,725</u>	<u>23,275</u>	<u>296,802</u>
Total community services	<u>657,090</u>	<u>643,810</u>	<u>13,280</u>	<u>623,240</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Payments to other districts and governmental units				
Payments for special education programs				
Other objects	\$ 225,938	\$ 222,329	\$ 3,609	\$ 167,970
Total	<u>225,938</u>	<u>222,329</u>	<u>3,609</u>	<u>167,970</u>
Payments for special education programs - tuition				
Other objects	<u>2,201,698</u>	<u>1,912,581</u>	<u>289,117</u>	<u>1,802,951</u>
Total	<u>2,201,698</u>	<u>1,912,581</u>	<u>289,117</u>	<u>1,802,951</u>
Total payments to other districts and governmental units	<u>2,427,636</u>	<u>2,134,910</u>	<u>292,726</u>	<u>1,970,921</u>
Total expenditures	<u>63,400,897</u>	<u>61,056,637</u>	<u>2,344,260</u>	<u>61,186,559</u>
Excess (deficiency) of revenues over expenditures	<u>(1,227,999)</u>	<u>1,827,211</u>	<u>3,055,210</u>	<u>845,727</u>
Other financing sources (uses)				
Transfer for principal on capital leases	-	(39,117)	(39,117)	(37,461)
Transfer for interest on capital leases	<u>-</u>	<u>(1,215)</u>	<u>(1,215)</u>	<u>(2,872)</u>
Total other financing sources (uses)	<u>-</u>	<u>(40,332)</u>	<u>(40,332)</u>	<u>(40,333)</u>
Net change in fund balance	<u>\$ (1,227,999)</u>	1,786,879	<u>\$ 3,014,878</u>	805,394
Fund balance, beginning of year		<u>39,007,433</u>		<u>38,202,039</u>
Fund balance, end of year		<u>\$ 40,794,312</u>		<u>\$ 39,007,433</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

TORT IMMUNITY AND JUDGMENT ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2019

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Tort immunity levy	\$ 350,795	\$ 345,506	\$ (5,289)	\$ 362,074
Investment income	3,500	7,029	3,529	3,243
Refund of prior years' expenditures	-	24,844	24,844	-
Total local sources	<u>354,295</u>	<u>377,379</u>	<u>23,084</u>	<u>365,317</u>
Total revenues	<u>354,295</u>	<u>377,379</u>	<u>23,084</u>	<u>365,317</u>
Expenditures				
Support Services				
General administration				
Workers' compensation or workers' occupational disease act payments				
Purchased services	<u>373,000</u>	<u>291,137</u>	<u>81,863</u>	<u>336,126</u>
Total	<u>373,000</u>	<u>291,137</u>	<u>81,863</u>	<u>336,126</u>
Total general administration	<u>373,000</u>	<u>291,137</u>	<u>81,863</u>	<u>336,126</u>
Total expenditures	<u>373,000</u>	<u>291,137</u>	<u>81,863</u>	<u>336,126</u>
Net change in fund balance	<u>\$ (18,705)</u>	86,242	<u>\$ 104,947</u>	29,191
Fund balance, beginning of year		<u>261,976</u>		<u>232,785</u>
Fund balance, end of year		<u>\$ 348,218</u>		<u>\$ 261,976</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
WORKING CASH ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2019
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2018

	2019			2018 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
Investment income	\$ 187,000	\$ 255,608	\$ 68,608	\$ 281,013
Total local sources	<u>187,000</u>	<u>255,608</u>	<u>68,608</u>	<u>281,013</u>
Total revenues	<u>187,000</u>	<u>255,608</u>	<u>68,608</u>	<u>281,013</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	187,000	255,608	68,608	281,013
Other financing sources (uses)				
Principal on bonds sold	-	-	-	7,375,000
Premium on bonds sold	-	-	-	688,725
Permanent transfer from working cash accounts - abatement	<u>(4,543,900)</u>	<u>(4,078,238)</u>	<u>465,662</u>	<u>(19,003,146)</u>
Total other financing sources (uses)	<u>(4,543,900)</u>	<u>(4,078,238)</u>	<u>465,662</u>	<u>(10,939,421)</u>
Net change in fund balance	<u>\$ (4,356,900)</u>	(3,822,630)	<u>\$ 534,270</u>	(10,658,408)
Fund balance, beginning of year		<u>12,239,141</u>		<u>22,897,549</u>
Fund balance, end of year		<u>\$ 8,416,511</u>		<u>\$ 12,239,141</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

AGENCY FUND

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2019**

	BALANCE JUNE 30, 2018	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2019
Assets				
Cash	\$ 367,881	\$ 786,016	\$ 772,423	\$ 381,474
Total assets	<u>\$ 367,881</u>	<u>\$ 786,016</u>	<u>\$ 772,423</u>	<u>\$ 381,474</u>
Liabilities				
Due to student groups - activity funds	\$ 264,172	\$ 515,016	\$ 506,878	\$ 272,310
Due to employees - flexible spending account	<u>103,709</u>	<u>271,000</u>	<u>265,545</u>	<u>109,164</u>
Total liabilities	<u>\$ 367,881</u>	<u>\$ 786,016</u>	<u>\$ 772,423</u>	<u>\$ 381,474</u>

Statistical Section

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

<u>Contents</u>	<u>Page</u>
Financial Trends	85
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity	97
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
Debt Capacity	102
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Demographic and Economic Information	107
These schedules offer demographic and economic indicators to help the reader understand the environment within the District's financial activities take place.	
Operating Information	110
These schedules contain information about the District's service and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	2019	2018**	2017	2016
Governmental activities				
Net investment in capital assets	\$ 80,147,193	\$ 82,067,404	\$ 81,240,280	\$ 81,324,939
Restricted	7,137,991	7,405,397	7,281,482	6,453,305
Unrestricted	<u>(7,877,931)</u>	<u>(9,817,550)</u>	<u>38,690,652</u>	<u>43,851,000</u>
Total governmental activities net position	<u>\$ 79,407,253</u>	<u>\$ 79,655,251</u>	<u>\$ 127,212,414</u>	<u>\$ 131,629,244</u>

*The District implemented GASB 68 and 71 in 2015.

** The District implemented GASB 75 in 2018.

Amounts in prior years have not been adjusted.

2015*	2014	2013	2012	2011	2010
\$ 81,899,779	\$ 81,445,563	\$ 76,558,426	\$ 72,194,161	\$ 67,179,282	\$ 63,532,991
9,048,455	11,352,549	13,090,807	12,811,200	5,863,906	6,318,095
<u>46,220,462</u>	<u>54,875,379</u>	<u>54,800,925</u>	<u>53,616,633</u>	<u>61,139,228</u>	<u>58,687,324</u>
<u>\$ 137,168,696</u>	<u>\$ 147,673,491</u>	<u>\$ 144,450,158</u>	<u>\$ 138,621,994</u>	<u>\$ 134,182,416</u>	<u>\$ 128,538,410</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2019	2018 ##	2017	2016
Expenses				
Instruction:				
Regular programs	\$ 29,700,265	\$ 31,698,766	\$ 29,015,739	\$ 28,298,413
Special programs	12,830,761	13,159,189	13,502,465	13,220,613
Other instructional programs	3,063,189	2,915,399	2,618,128	2,642,202
State retirement contributions	29,969,888	28,217,385	29,819,470	19,809,071
Support services:				
Pupils	4,967,277	4,971,259	5,051,215	4,794,026
Instructional staff	6,440,177	5,908,610	6,369,894	4,316,232
General administration	2,009,382	1,758,735	1,622,450	1,557,535
School administration	3,973,124	3,674,367	3,523,989	3,272,930
Business	2,430,387	2,426,092	2,346,508	2,406,340
Transportation	2,745,943	2,489,671	2,420,169	2,283,172
Operations and maintenance	6,706,110	8,237,399	10,523,261	11,358,697
Central and other	2,086,917	1,952,401	2,236,659	2,136,785
Other supporting services	372,159	351,091	337,607	300,970
Community services	705,665	688,655	665,243	686,047
Payments to other districts and gov't units	-	-	-	-
Nonprogrammed charges	-	-	-	-
Interest and fees	1,383,340	1,432,063	914,349	420,529
Total expenses	<u>\$ 109,384,584</u>	<u>\$ 109,881,082</u>	<u>\$ 110,967,146</u>	<u>\$ 97,503,562</u>
Program Revenues				
Charges for services:				
Instruction*	\$ 691,616	\$ 981,776	\$ 1,092,898	\$ 1,124,592
Support services*	3,084,245	2,865,941	2,924,951	2,864,099
Operating grants and contributions	-	-	-	-
Instruction*	32,202,549	30,573,596	34,296,095	24,650,172
Support services*	1,005,053	1,827,880	1,732,692	1,526,381
Capital grants and contributions	-	-	-	-
Total program revenues	<u>\$ 36,983,463</u>	<u>\$ 36,249,193</u>	<u>\$ 40,046,636</u>	<u>\$ 30,165,244</u>
Net (expense)/revenue	<u>\$ (72,401,121)</u>	<u>\$ (73,631,889)</u>	<u>\$ (70,920,510)</u>	<u>\$ (67,338,318)</u>
General revenues				
Taxes:				
Real estate taxes, levied for general purposes	\$ 51,981,005	\$ 50,276,978	\$ 48,913,488	\$ 47,170,764
Real estate taxes, levied for specific purposes	8,562,358	8,935,224	9,967,098	9,682,213
Real estate taxes, levied for debt service	4,318,380	4,113,357	3,383,531	1,407,392
Personal property replacement taxes	955,761	858,882	1,163,522	824,522
Unrestricted grants and contributions	4,668,560	4,552,629	2,360,022	2,278,082
Investment earnings	1,620,875	1,063,266	616,942	384,149
Miscellaneous	46,184	595,968	99,077	51,744
Total general revenues	<u>\$ 72,153,123</u>	<u>\$ 70,396,304</u>	<u>\$ 66,503,680</u>	<u>\$ 61,798,866</u>
Change in net position	<u>\$ (247,998)</u>	<u>\$ (3,235,585)</u>	<u>\$ (4,416,830)</u>	<u>\$ (5,539,452)</u>

NOTE: * Information prior to 2012 is not available
#The District implemented GASB 68 and 71 in 2015.
The District implemented GASB 75 in 2018.
Amounts in prior years have not been adjusted.

2015#	2014	2013	2012	2011	2010
\$ 28,663,135	\$ 26,919,025	\$ 25,511,002	\$ 25,607,333	\$ 22,325,897	\$ 23,802,870
11,955,481	11,968,909	10,780,199	10,379,098	8,404,462	8,826,609
2,627,459	2,608,247	2,427,583	2,212,870	4,842,590	3,041,262
18,061,433	12,918,267	9,984,364	8,573,755	7,934,736	8,022,134
4,714,078	4,607,560	4,402,573	4,252,148	4,048,759	3,633,769
5,450,030	4,960,482	5,005,589	4,795,013	5,224,305	5,636,145
1,343,474	1,312,889	1,604,607	1,668,816	1,347,151	1,350,947
3,088,709	3,132,584	3,174,416	3,145,892	3,283,749	3,190,837
2,422,037	2,251,402	2,093,047	2,494,810	1,276,302	1,974,980
2,283,712	2,150,608	1,987,469	1,920,596	1,517,949	2,037,335
5,862,344	6,591,693	5,643,826	5,516,852	5,795,017	4,854,686
1,834,261	1,791,412	1,912,515	1,949,986	1,621,861	1,554,972
417,246	469,953	-	-	-	-
603,473	615,293	559,319	553,810	244,144	219,599
-	-	-	11,562	-	-
-	-	-	-	207,621	436,488
5,442	98,616	249,074	483,159	906,552	1,227,027
<u>\$ 89,332,314</u>	<u>\$ 82,396,940</u>	<u>\$ 75,335,583</u>	<u>\$ 73,565,700</u>	<u>\$ 68,981,095</u>	<u>\$ 69,809,660</u>
\$ -	\$ -	\$ -	\$ -	\$ 3,161,422	\$ 3,185,475
1,124,273	996,096	1,079,348	1,044,620	-	-
2,795,524	2,749,077	2,726,699	2,686,853	-	-
-	-	-	-	13,757,207	10,266,275
22,185,658	16,956,544	13,671,002	12,583,471	-	-
1,687,328	1,509,273	1,459,200	1,055,593	-	-
-	-	-	-	-	-
<u>\$ 27,792,783</u>	<u>\$ 22,210,990</u>	<u>\$ 18,936,249</u>	<u>\$ 17,370,537</u>	<u>\$ 16,918,629</u>	<u>\$ 13,451,750</u>
<u>\$ (61,539,531)</u>	<u>\$ (60,185,950)</u>	<u>\$ (56,399,334)</u>	<u>\$ (56,195,163)</u>	<u>\$ (52,062,466)</u>	<u>\$ (56,357,910)</u>
\$ 44,478,828	\$ 47,988,958	\$ 45,505,806	\$ 45,844,312	\$ 42,757,403	\$ 47,053,517
8,845,214	9,653,164	8,149,848	6,603,218	5,845,346	7,177,688
(42,815)	2,493,089	5,323,903	5,433,933	5,185,579	7,809,607
1,031,896	959,888	948,877	928,679	1,009,510	778,451
2,137,771	2,073,027	1,972,777	2,094,284	2,171,697	2,054,834
229,205	203,324	241,586	(328,920)	302,390	925,090
147,829	37,833	84,701	59,235	434,547	313,267
<u>\$ 56,827,928</u>	<u>\$ 63,409,283</u>	<u>\$ 62,227,498</u>	<u>\$ 60,634,741</u>	<u>\$ 57,706,472</u>	<u>\$ 66,112,454</u>
<u>\$ (4,711,603)</u>	<u>\$ 3,223,333</u>	<u>\$ 5,828,164</u>	<u>\$ 4,439,578</u>	<u>\$ 5,644,006</u>	<u>\$ 9,754,544</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2019	2018	2017	2016	2015
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	33,149	30,689	30,689	30,689	35,294
Restricted	325,240	231,287	202,096	155,302	180,794
Unassigned	<u>49,200,652</u>	<u>51,246,574</u>	<u>61,099,588</u>	<u>53,361,874</u>	<u>51,480,004</u>
Total general fund	<u>\$ 49,559,041</u>	<u>\$ 51,508,550</u>	<u>\$ 61,332,373</u>	<u>\$ 53,547,865</u>	<u>\$ 51,696,092</u>
All other governmental funds					
Unreserved, reported in:					
Debt service fund	\$ -	\$ -	\$ -	\$ -	\$ -
Special revenue funds	-	-	-	-	-
Capital projects fund	-	-	-	-	-
Unassigned, reported in:					
Debt service fund	-	-	-	-	(45,390)
Capital projects fund	(34,529)	(716,049)	(368,491)	(431,212)	(476,079)
Restricted, reported in:					
Debt service fund	-	-	-	-	-
Special revenue funds	9,129,891	8,612,624	8,472,144	7,968,513	10,585,601
Capital projects fund	-	-	-	-	-
Nonspendable, reported in:					
Special revenue funds	<u>10,602</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,504</u>
Total all other governmental funds	<u>\$ 9,105,964</u>	<u>\$ 7,896,575</u>	<u>\$ 8,103,653</u>	<u>\$ 7,537,301</u>	<u>\$ 10,070,636</u>
Total Governmental Funds	<u>\$ 58,665,005</u>	<u>\$ 59,405,125</u>	<u>\$ 69,436,026</u>	<u>\$ 61,085,166</u>	<u>\$ 61,766,728</u>

NOTE: GASB 54 was implemented as of June 30, 2011. Prior years are not adjusted.

2014	2013	2012	2011	2010
\$ -	\$ -	\$ -	\$ -	\$ 87,968
-	-	-	-	40,581,799
35,294	40,363	135,199	135,418	-
145,874	87,713	60,059	50,697	-
<u>56,547,661</u>	<u>55,330,664</u>	<u>53,176,748</u>	<u>51,799,408</u>	<u>-</u>
<u>\$ 56,728,829</u>	<u>\$ 55,458,740</u>	<u>\$ 53,372,006</u>	<u>\$ 51,985,523</u>	<u>\$ 40,669,767</u>
\$ -	\$ -	\$ -	\$ -	\$ 2,753,750
-	-	-	-	21,731,456
-	-	-	-	33,276
(806,164)	-	-	-	-
(374,854)	-	-	(37,897)	-
-	1,970,893	2,068,027	2,291,126	-
10,820,901	10,763,122	10,621,838	13,100,459	-
348,581	248,953	66,196	-	-
<u>6,504</u>	<u>6,504</u>	<u>32,626</u>	<u>39,646</u>	<u>-</u>
<u>\$ 9,994,968</u>	<u>\$ 12,989,472</u>	<u>\$ 12,788,687</u>	<u>\$ 15,393,334</u>	<u>\$ 24,518,482</u>
<u>\$ 66,723,797</u>	<u>\$ 68,448,212</u>	<u>\$ 66,160,693</u>	<u>\$ 67,378,857</u>	<u>\$ 65,188,249</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GOVERNMENTAL FUNDS REVENUES
 LAST TEN FISCAL YEARS

	2019	2018	2017	2016
Local Sources				
Property taxes	\$ 64,861,743	\$ 63,325,559	\$ 62,264,117	\$ 58,260,369
Replacement taxes	955,761	858,882	1,163,522	824,522
Earnings on investments	1,620,875	1,063,266	618,278	384,149
Other local sources	<u>3,822,045</u>	<u>4,443,685</u>	<u>4,115,590</u>	<u>4,040,435</u>
Total local sources	<u>71,260,424</u>	<u>69,691,392</u>	<u>68,161,507</u>	<u>63,509,475</u>
State sources	<u>23,901,571</u>	<u>35,064,552</u>	<u>35,922,082</u>	<u>24,795,971</u>
Federal sources	<u>2,426,625</u>	<u>2,511,057</u>	<u>2,483,600</u>	<u>2,482,145</u>
 Total	 <u>\$ 97,588,620</u>	 <u>\$ 107,267,001</u>	 <u>\$ 106,567,189</u>	 <u>\$ 90,787,591</u>

2015	2014	2013	2012	2011	2010
\$ 53,271,605	\$ 60,128,314	\$ 58,970,899	\$ 57,873,914	\$ 53,788,328	\$ 62,040,812
1,031,896	959,888	948,877	928,679	1,009,510	778,451
229,205	203,324	241,586	(328,920)	302,390	925,090
<u>4,077,248</u>	<u>3,789,903</u>	<u>3,899,406</u>	<u>3,798,257</u>	<u>3,462,020</u>	<u>3,417,273</u>
<u>58,609,954</u>	<u>65,081,429</u>	<u>64,060,768</u>	<u>62,271,930</u>	<u>58,562,248</u>	<u>67,161,626</u>
<u>24,048,227</u>	<u>18,646,660</u>	<u>16,148,919</u>	<u>12,972,844</u>	<u>13,264,411</u>	<u>12,764,852</u>
<u>2,076,554</u>	<u>1,844,567</u>	<u>1,661,653</u>	<u>1,977,720</u>	<u>2,798,442</u>	<u>2,831,060</u>
<u>\$ 84,734,735</u>	<u>\$ 85,572,656</u>	<u>\$ 81,871,340</u>	<u>\$ 77,222,494</u>	<u>\$ 74,625,101</u>	<u>\$ 82,757,538</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS

	2019	2018	2017	2016
Current:				
Instruction				
Regular programs	\$ 26,071,976	\$ 26,253,145	\$ 26,470,427	\$ 26,074,062
Special programs	10,557,638	10,986,544	11,195,783	10,997,971
Other instructional programs	2,996,255	2,868,326	2,586,709	2,653,470
State retirement contributions	<u>17,279,099</u>	<u>28,217,385</u>	<u>29,819,470</u>	<u>19,809,071</u>
Total instruction	<u>56,904,968</u>	<u>68,325,400</u>	<u>70,072,389</u>	<u>59,534,574</u>
Supporting Services				
Pupils	4,982,180	4,869,805	4,963,213	4,791,003
Instructional staff	6,236,647	5,747,986	6,250,024	5,609,716
General administration	1,601,163	1,677,078	1,577,630	1,535,990
School administration	3,488,388	3,461,774	3,389,658	3,339,080
Business	2,305,707	2,371,829	2,262,137	2,355,106
Transportation	2,743,948	2,484,220	2,415,067	2,279,062
Operations and maintenance	5,994,036	8,203,645	10,197,119	9,093,893
Central	1,509,241	1,496,036	1,376,641	1,355,222
Other supporting services	244,047	240,540	230,160	197,950
Community services	696,072	670,991	636,891	654,904
Nonprogrammed charges	<u>2,134,910</u>	<u>1,970,921</u>	<u>1,972,798</u>	<u>1,894,168</u>
Total supporting services	<u>31,936,339</u>	<u>33,194,825</u>	<u>35,271,338</u>	<u>33,106,094</u>
Other:				
Debt service:				
Principal	2,324,117	2,257,461	2,255,874	34,354
Interest	2,100,978	2,110,810	1,384,683	604,917
Capital outlay	<u>5,062,338</u>	<u>19,596,312</u>	<u>21,522,667</u>	<u>16,559,411</u>
Total Other	<u>9,487,433</u>	<u>23,964,583</u>	<u>25,163,224</u>	<u>17,198,682</u>
Total	<u>\$ 98,328,740</u>	<u>\$ 125,484,808</u>	<u>\$ 130,506,951</u>	<u>\$ 109,839,350</u>
Debt service as a percentage of noncapital expenditures	4.74%	4.13%	3.34%	0.69%

2015	2014	2013	2012	2011	2010
\$ 25,439,076	\$ 24,112,196	\$ 22,686,596	\$ 22,415,974	\$ 19,753,207	\$ 21,450,621
10,311,380	10,061,217	9,367,091	8,818,368	7,155,948	7,533,065
2,628,076	2,588,383	2,427,583	2,211,284	4,843,209	3,083,056
18,061,433	12,918,267	9,984,364	8,573,755	7,934,736	8,022,134
<u>56,439,965</u>	<u>49,680,063</u>	<u>44,465,634</u>	<u>42,019,381</u>	<u>39,687,100</u>	<u>40,088,876</u>
4,713,389	4,607,560	4,402,573	4,252,148	4,048,759	3,633,769
5,433,028	4,960,482	5,005,589	4,795,013	5,224,305	5,451,561
1,344,197	1,312,889	1,604,607	1,668,816	1,347,151	1,350,947
3,182,314	3,126,967	3,157,041	3,117,324	3,283,749	3,190,837
2,410,322	2,223,128	2,093,047	2,195,148	2,026,760	1,974,980
2,283,072	2,150,608	1,987,469	1,920,596	1,517,949	2,037,335
6,315,440	6,421,905	5,655,507	5,236,075	5,042,663	5,178,139
1,332,782	1,293,814	1,319,738	1,274,807	1,112,114	1,153,820
310,208	365,040	-	-	-	-
600,785	615,293	559,319	553,810	244,144	219,599
1,798,364	1,862,046	1,373,175	1,472,420	1,455,516	1,251,750
<u>29,723,901</u>	<u>28,939,732</u>	<u>27,158,065</u>	<u>26,486,157</u>	<u>25,303,110</u>	<u>25,442,737</u>
28,168	5,120,000	5,045,958	5,036,141	4,790,488	8,043,675
5,442	153,107	373,403	615,821	864,147	1,177,379
3,494,328	3,585,829	2,540,761	4,283,158	1,789,648	3,951,159
<u>3,527,938</u>	<u>8,858,936</u>	<u>7,960,122</u>	<u>9,935,120</u>	<u>7,444,283</u>	<u>13,172,213</u>
<u>\$ 89,691,804</u>	<u>\$ 87,478,731</u>	<u>\$ 79,583,821</u>	<u>\$ 78,440,658</u>	<u>\$ 72,434,493</u>	<u>\$ 78,703,826</u>
0.04%	6.29%	7.03%	7.62%	8.00%	12.34%

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCES
LAST TEN FISCAL YEARS

	2019	2018	2017	2015
Excess of revenues over (under) expenditures	\$ (740,120)	\$ (18,217,807)	\$ (23,939,762)	\$ (19,051,759)
Other financing sources (uses)				
General long-term debt issued	-	7,375,000	27,650,000	16,775,000
Premium on bonds sold	-	811,906	4,640,622	1,595,197
Capital lease value	-	-	-	-
Transfers in	9,570,081	40,299,934	46,850,418	31,630,139
Transfers out	<u>(9,570,081)</u>	<u>(40,299,934)</u>	<u>(46,850,418)</u>	<u>(31,630,139)</u>
Total	<u>-</u>	<u>8,186,906</u>	<u>32,290,622</u>	<u>18,370,197</u>
Net change in fund balances	<u>\$ (740,120)</u>	<u>\$ (10,030,901)</u>	<u>\$ 8,350,860</u>	<u>\$ (681,562)</u>

2014	2013	2012	2011	2010	2009
\$ (4,957,069)	\$ (1,906,075)	\$ 2,287,519	\$ (1,218,164)	\$ 2,190,608	\$ 4,053,712
-	-	-	-	-	-
-	-	-	-	-	-
-	181,660	-	-	-	-
3,814,552	-	8,000	266,261	88,294	606,901
<u>(3,814,552)</u>	<u>-</u>	<u>(8,000)</u>	<u>(266,261)</u>	<u>(88,294)</u>	<u>(606,901)</u>
<u>-</u>	<u>181,660</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (4,957,069)</u>	<u>\$ (1,724,415)</u>	<u>\$ 2,287,519</u>	<u>\$ (1,218,164)</u>	<u>\$ 2,190,608</u>	<u>\$ 4,053,712</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

LEVY YEAR	ASSESSED VALUATION					TOTAL ASSESSED VALUE	ESTIMATED ACTUAL VALUE
	RESIDENTIAL	FARMS	COMMERCIAL	INDUSTRIAL	RAILROAD		
2018	\$ 1,544,900,929	\$ 27,502	\$ 298,918,190	\$ 9,077,223	\$ 1,317,992	\$ 1,854,241,836	\$ 5,562,725,508
2017	1,553,098,586	27,992	307,536,067	8,792,653	1,227,510	1,870,682,808	5,612,048,424
2016	1,541,379,848	26,485	291,408,485	8,768,378	1,203,411	1,842,786,607	5,528,359,821
2015	1,258,651,381	22,503	265,596,751	8,458,946	1,182,948	1,533,912,529	4,601,737,587
2014	1,286,271,803	22,982	270,207,702	8,537,799	987,950	1,566,028,236	4,698,084,708
2013	1,225,191,821	-	275,774,212	42,554,968	949,072	1,544,470,073	4,633,410,219
2012	1,432,255,225	-	301,051,221	41,541,630	772,137	1,775,620,213	5,326,860,639
2011	1,545,361,840	-	315,879,445	41,824,944	685,447	1,903,751,676	5,711,255,028
2010	1,637,910,787	-	371,807,291	53,033,542	647,112	2,063,398,732	6,190,196,196
2009	1,802,833,985	-	386,057,940	54,243,854	523,321	2,243,659,100	6,730,977,300

Source: Cook County Clerk

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

** 2015 levy year was the most recent information available as of report issuance.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

	2018	2017	2016	2015
District direct rates				
Total direct	\$ 3.6170	\$ 3.4880	\$ 3.4240	\$ 3.9900
Overlapping rates				
County of Cook	0.4890	0.4960	0.5330	0.5520
Cook County Forest Preserve District	0.0600	0.0620	0.0630	0.0690
Consolidated Elections	0.0000	0.0310	0.0000	0.0340
Wheeling Township	0.0430	0.0430	0.0410	0.0550
Wheeling Twp General Assistance	0.0090	0.0090	0.0080	0.0100
Wheeling Twp Road & Bridge	0.0160	0.0150	0.0140	0.0200
Metro Water Reclamation District of Chicago	0.3960	0.4020	0.4060	0.4260
Northwest Mosquito Abatement District	0.0110	0.0100	0.0100	0.0110
Village of Arlington Heights & Library Fund	1.7580	1.6960	1.6650	1.9250
Arlington Heights Park District	0.5140	0.4940	0.4880	0.6260
Arlington Heights High School #214	2.6690	2.5630	2.5270	2.8810
Harper Comm College #512	0.4430	0.4250	0.4160	0.4660
Suburban TB Sanitarium	-	-	-	-
Total direct and overlapping rate	<u>\$ 10.0250</u>	<u>\$ 9.7340</u>	<u>\$ 9.5950</u>	<u>\$ 11.0650</u>

Source: Cook County Clerk

Note: Tax rates are per \$100 of assessed value.

2014	2013	2012	2011	2010	2009
<u>\$ 3.6780</u>	<u>\$ 3.6590</u>	<u>\$ 3.4160</u>	<u>\$ 3.1010</u>	<u>\$ 2.8130</u>	<u>\$ 2.5100</u>
0.5680	0.5600	0.5310	0.4620	0.4230	0.3940
0.0690	0.0690	0.0630	0.0580	0.0510	0.0490
0.0000	0.0310	0.0000	0.0250	0.0000	0.0210
0.0520	0.0560	0.0520	0.0480	0.0430	0.0390
0.0100	0.0100	0.0090	0.0090	0.0050	0.0090
0.0190	0.0190	0.0160	0.0150	0.0140	0.0120
0.4300	0.4170	0.3700	0.3200	0.2740	0.2610
0.0130	0.0130	0.0110	0.0100	0.0090	0.0080
1.8160	1.8180	1.5320	1.3850	1.2540	1.1080
0.6360	0.6330	0.5450	0.4960	0.4500	0.3920
2.7760	2.7680	2.3240	2.0670	1.8390	1.6360
0.4510	0.4440	0.3730	0.3340	0.2950	0.2580
-	-	-	-	-	-
<u>\$ 10.5180</u>	<u>\$ 10.4970</u>	<u>\$ 9.2420</u>	<u>\$ 8.3300</u>	<u>\$ 7.4700</u>	<u>\$ 6.6970</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

PRINCIPAL PROPERTY TAXPAYERS IN THE DISTRICT

CURRENT LEVY YEAR AND NINE YEARS AGO

TAXPAYER	2018 EQUALIZED ASSESSED VALUATION	PERCENTAGE OF TOTAL 2018 EQUALIZED ASSESSED VALUATION
Luther Village	\$29,741,475	1.60%
Town & Country Chicago	20,653,138	1.11%
Amcap Northpoint II LLC	17,428,240	0.94%
New Plan Excel Prop Tr	15,629,441	0.84%
Northwest Com Healthcare	14,266,589	0.77%
Stonebridge Village	13,829,735	0.75%
John Hancock Life Ins	13,442,961	0.72%
Sptmrt Properties Trus	12,038,072	0.65%
Arlington Town Square	11,400,648	0.61%
Robin Realty Mgt	10,006,190	0.54%
	\$ 158,436,489	8.54%

Includes parcels with 2018 EAVs of \$100,000 and over.

Source: Cook County Clerk

Taxpayer	2009 EQUALIZED ASSESSED VALUATION	PERCENTAGE OF TOTAL 2009 EQUALIZED ASSESSED VALUATION
Luther Village	\$ 49,338,409	2.35%
Town & Country Mall	30,027,554	1.43%
Northpoint & Arlington Heights Freed	27,008,614	1.29%
Avalon Bay Communities	16,956,576	0.81%
Visconsi Companies	10,558,583	0.50%
DBSI Arlington Town Square	5,854,811	0.28%
New Plan Excel Prop	5,577,640	0.27%
Robin Realty Development	5,122,691	0.24%
Stonebridge Real Estate	4,865,160	0.23%
Sunrise Tax Dept.	3,647,136	0.17%
Total	\$ 158,957,174	7.56%

Source: Cook County Clerk Assessor's Office

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

LEVY YEAR	TAXES LEVIED FOR THE LEVY YEAR	COLLECTED WITHIN THE		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
		FISCAL YEAR OF THE LEVY AMOUNT	PERCENTAGE OF LEVY		AMOUNT	PERCENTAGE OF LEVY
2018	\$ 67,060,147	\$ 34,784,259	51.87%	\$ -	\$ 34,784,259	51.87%
2017	65,240,773	33,795,853	51.80%	30,083,606	63,879,459	97.91%
2016	63,080,314	32,439,004	51.42%	29,536,770	61,975,774	98.25%
2015	61,202,077	30,818,197	50.35%	29,879,572	60,697,769	99.18%
2014	57,591,809	29,524,638	51.27%	27,257,368	56,782,006	98.59%
2013	56,502,889	31,876,442	56.42%	23,697,409	55,573,851	98.36%
2012	60,646,018	31,057,458	51.21%	28,432,112	59,489,570	98.09%
2011	59,027,139	30,563,740	51.78%	27,369,585	57,933,325	98.15%
2010	58,027,938	29,393,451	50.65%	27,698,422	57,091,873	98.39%
2009	56,300,925	30,713,241	54.55%	24,264,057	54,977,298	97.65%

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

YEAR	GENERAL OBLIGATION BONDS	CAPITAL LEASES	TOTAL	PERCENTAGE OF PERSONAL INCOME	OUTSTANDING DEBT PER CAPITA
2019	\$ 45,075,000	\$ 6,686	\$ 45,081,686	1.27%	\$ 599
2018	47,360,000	45,803	47,405,803	1.47%	628
2017	42,205,000	83,264	42,288,264	1.31%	560
2016	16,775,000	119,138	16,894,138	0.52%	224
2015	-	153,492	153,492	0.00%	2
2014	-	181,660	181,660	0.01%	2
2013	5,120,000	-	5,120,000	0.17%	67
2012	10,165,000	958	10,165,958	0.33%	135
2011	15,190,000	12,099	15,202,099	0.50%	201
2010	19,970,000	22,587	19,992,587	0.66%	260
2009	27,980,000	56,262	28,036,262	1.09%	376

Note: See Demographic and Economic Statistics table for personal and population data.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

FISCAL YEAR	GENERAL BONDED DEBT	LESS: AMOUNTS AVAILABLE TO REPAY PRINCIPAL	NET GENERAL BONDED DEBT	PERCENTAGE OF NET GENERAL BONDED DEBT TO ESTIMATED ACTUAL VALUATION	NET GENERAL BONDED DEBT PER CAPITA
2019	\$ 45,075,000	\$ 1,173,477	\$ 43,901,523	0.79%	\$ 583
2018	47,360,000	1,209,245	46,150,755	1.00%	611
2017	42,205,000	1,280,280	40,924,720	0.89%	542
2016	16,775,000	1,134,596	15,640,404	0.33%	207
2015	-	-	-	0.00%	-
2014	-	-	-	0.00%	-
2013	5,120,000	-	5,120,000	0.10%	67
2012	10,165,000	-	10,165,000	0.18%	134
2011	15,190,000	-	15,190,000	0.25%	201
2010	19,970,000	-	19,970,000	0.30%	266
2009	27,980,000	-	27,980,000	0.44%	364

Note: See Demographic and Economic Statistics table for personal and population data.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

JUNE 30, 2019

GOVERNMENTAL JURISDICTION	DEBT OUTSTANDING	OVERLAPPING PERCENT	NET DIRECT AND OVERLAPPING DEBT
Overlapping debt:			
County			
Cook County	2,950,121,750	1.172%	\$ 34,560,718
Cook County Forest Preserve	145,190,000	1.172%	1,700,903
Metro Water Reclamation District of Chicago	2,377,123,381	1.192%	28,345,598
School Districts			
High School District 214	35,285,000	21.659%	7,642,377
Harper Community College 512	113,215,000	9.821%	11,118,504
Park Districts			
Arlington Heights Park District	17,135,000	63.633%	10,903,571
Mt. Prospect Park District	6,102,043	3.479%	212,316
Prospect Heights Park District	586,600	3.408%	19,993
Municipalities			
Village of Arlington Heights	62,000,000	61.462%	38,106,611
Village of Mount Prospect	101,995,000	2.913%	2,971,317
City of Prospect Heights	9,425,000	1.254%	118,161
City of Rolling Meadows	21,590,000	0.648%	<u>139,830</u>
Total overlapping debt			135,839,898
Direct debt:			
School District Number 25	45,075,000	100.000%	<u>45,075,000</u>
Total Direct and Overlapping Debt			<u>\$ 180,914,898</u>

Source: Office of the County Clerk, Cook County, IL

NOTE: Percent applicable to School District calculated using assessed valuation of the School District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

Overlapping governments with no outstanding debt are not reflected.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2018

Assessed Valuation	\$ 1,854,241,836
Debt Limit - 6.9% of Assessed Valuation	\$ 127,942,687
Total Debt Outstanding	45,081,686
Less: Exempted Debt	<u> -</u>
Net Subject to 6.9% Limit	45,081,686
Total Debt Margin	<u>\$ 82,861,001</u>

	<u>Fiscal Year</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
Debt Limit	\$ 127,942,687	\$ 129,077,114	\$ 127,152,276
Total Net Debt Applicable to Limit	<u>45,081,686</u>	<u>47,405,803</u>	<u>42,288,264</u>
Legal Debt Margin	<u>\$ 82,861,001</u>	<u>\$ 81,671,311</u>	<u>\$ 84,864,012</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	35.2%	36.7%	33.3%

2016	2015	2014	2013	2012	2011	2010
\$ 105,839,965	\$ 108,055,948	\$ 106,568,435	\$ 122,517,795	\$ 131,358,866	\$ 142,374,513	\$ 154,812,478
<u>16,894,138</u>	<u>153,492</u>	<u>181,660</u>	<u>5,120,000</u>	<u>10,165,958</u>	<u>15,202,099</u>	<u>19,992,587</u>
<u>\$ 88,945,827</u>	<u>\$ 107,902,456</u>	<u>\$ 106,386,775</u>	<u>\$ 117,397,795</u>	<u>\$ 121,192,908</u>	<u>\$ 127,172,414</u>	<u>\$ 134,819,891</u>
16.0%	0.1%	0.2%	4.2%	7.7%	10.7%	12.9%

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME	UNEMPLOYMENT RATE
2019	75,249	\$ 3,549,570,579	\$ 47,171 (1d)	3.00%
2018	75,634	3,311,029,618	43,777 (1d)	3.80%
2017	75,525	3,226,805,625	42,725 (1d)	4.60%
2016	75,926	3,188,436,444	41,994 (1c)	4.30%
2015	76,024	3,055,328,536	40,189 (1b)	6.40%
2014	76,006	3,089,263,870	40,645 (1a)	6.60%
2013	75,763	3,079,387,135	40,645	6.60%
2012	75,388	3,036,402,476	40,277	7.20%
2011	75,101	3,024,842,977	40,277	7.40%
2010	76,943	2,580,975,992	33,544	7.60%

SOURCE OF INFORMATION:

(1) U.S. Bureau of the Census Quick Facts, information is for the Village of Arlington Heights, IL

(1a) Per capita income in past 12 months (2012 dollars), 2008-2012

(1b) Per capita income in past 12 months (2013 dollars), 2009-2013

(1c) Per capita income in past 12 months (2014 dollars), 2010-2014

(1d) Per capita income in past 12 months (2015 dollars), 2011-2015

(1e) Per capita income in past 12 months (2016 dollars), 2012-2016

(2) Illinois Department of Employment Security

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO

2019

EMPLOYER		APPROXIMATE NUMBER OF EMPLOYEES	RANK	DATA SOURCE
Northwest Community Hospital	Hospital	3800	1	(2)
Northrop Grumman Corp.	Land & Self Protection Systems Division	1900	2	(1)
Arlington Heights High School District 214	Public High Schools	1630	3	(3)
CVS Caremark	Wholesale Specialty Pharmaceutical Pro	880	4	(2)
School District 25	Public Schools - Grades K-8	850	8	(3)
Arlington International Race Track	Recreation	825	6	(4)
Robert Bosch Tool Corp.	Power Tool Manufacturing	650	7	(2)
Amita / Alexian Brothers Health System	Health Care Medical Services	600	8	(2)
Paddock Publications, Inc. (HQ)	Newspaper Publishing	550	9	(4)
Walmart & Walmart Super Center	Department Stores	500	10	(4)
Cummins Allison Corp.	Manufacturer of Financial Office Equipm	480	11	(3)
Village of Arlington Heights	Local Government	427	12	(3)
Rauland-Borg Corp.	Manufacturer of Electronic Instruments & Elec	300	13	(4)
Pace Suburban Bus	Transit Provider	275	14	(3)

* Calculating applicable percentages to the Illinois Department of Employment Security Reports the estimated number of persons employed in the District in 2018 was 25,592.

- (1) 2019 Illinois Manufacturers Directory
- (2) 2019 Illinois Services Directory
- (3) Official Employer Website / Village Financial Records
- (4) AtoZDatabase.com - Business Edition

2010

EMPLOYER	NUMBER OF EMPLOYEES	SOURCE	PERCENTAGE OF TOTAL EQUALIZED ASSESSED VALUE
Arlington Park Racecourse (seasonal)	4,500	(5)	11.3%
Northwest Community Healthcare	4,000	(5)	10.0%
Motorola	3,000	(5)	7.5%
Broadwing Communications, LLC	2,000	(5)	5.0%
Township High School District 214	1,706	(5)	4.3%
GTSS	1,000	(5)	2.5%
Paddock Publications	1,703	(5)	2.1%
Arlington Heights School District 25	692	(5)	1.7%
Lutheran Home Services	598	(5)	1.5%
Village of Arlington Heights	463	(5)	1.2%

Source: Illinois Manufacturers Director, Illinois Service Directory and internet searches

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NUMBER OF EMPLOYEES BY TYPE

LAST TEN FISCAL YEARS

	2018 - 2019	2017 - 2018	2016 - 2017	2015 - 2016	2014 - 2015	2013 - 2014	2012 - 2013	2011 - 2012	2010 - 2011	2009 - 2010
Administration:										
Superintendent	1	1	1	1	1	1	1	1	1	1
Assistant Superintendent	4	4	4	4	4	3	3	3	3	3
District Administrators	12	12	12	12	12	9	7	5	5	5
Principals and assistants	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>18</u>	<u>17</u>	<u>17</u>	<u>17</u>	<u>17</u>
Total administration	<u>37</u>	<u>37</u>	<u>37</u>	<u>37</u>	<u>37</u>	<u>31</u>	<u>28</u>	<u>26</u>	<u>26</u>	<u>26</u>
Teachers:										
Elementary	190	191	184	182	182	183	186	181	173	168
Middle school	111	115	116	113	113	112	111	109	105	110
District Instruction Support	107	97	96	88	88	82	81	82	82	86
Special education and bilingual	<u>80</u>	<u>77</u>	<u>72</u>	<u>77</u>	<u>77</u>	<u>83</u>	<u>79</u>	<u>67</u>	<u>64</u>	<u>59</u>
Total teachers	<u>488</u>	<u>480</u>	<u>468</u>	<u>460</u>	<u>460</u>	<u>460</u>	<u>457</u>	<u>439</u>	<u>424</u>	<u>423</u>
Other supporting staff:										
Cafeteria	67	68	63	58	58	59	49	29	45	39
Clerical and Aides, Playground Supervisor	192	186	197	197	197	196	192	192	197	197
Maintenance, custodians and warehouse and crossing guards	<u>69</u>	<u>71</u>	<u>69</u>	<u>71</u>	<u>71</u>	<u>74</u>	<u>78</u>	<u>64</u>	<u>54</u>	<u>50</u>
Total support staff	<u>328</u>	<u>325</u>	<u>329</u>	<u>326</u>	<u>326</u>	<u>329</u>	<u>319</u>	<u>285</u>	<u>296</u>	<u>286</u>
Total staff	<u>853</u>	<u>842</u>	<u>834</u>	<u>823</u>	<u>823</u>	<u>820</u>	<u>804</u>	<u>750</u>	<u>746</u>	<u>735</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
OPERATING INDICATORS BY FUNCTION
 LAST TEN FISCAL YEARS

FISCAL YEAR	PK - 8 ENROLLMENT	AVERAGE DAILY ATTENDANCE	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE
2019	5,567	4,941	\$ 68,457,858	\$ 13,855	-0.1%
2018	5,558	5,015	68,591,423	13,677	-1.8%
2017	5,564	5,006	69,417,758	13,866	-0.5%
2016	5,356	4,859	67,695,756	13,933	10.5%
2015	5,332	4,962	62,572,837	12,610	0.1%
2014	5,307	4,860	61,257,274	12,604	5.0%
2013	5,218	4,852	58,228,272	12,001	0.0%
2012	5,040	4,737	56,837,743	11,999	5.7%
2011	5,152	4,722	53,608,714	11,353	-4.7%
2010	5,117	4,683	55,788,010	11,913	2.3%

EXPENSES	PER CAPITA TUITION CHARGE	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL - TEACHER RATIO	PERCENTAGE OF STUDENTS RECEIVING FREE OR REDUCED PRICE- MEALS
\$ 79,414,696	\$ 16,072	-0.9%	488	10.0	12%
81,448,927	16,241	1.7%	468	11.0	14%
81,147,676	16,209	1.5%	468	11.0	14%
77,594,591	15,970	38.7%	460	11.0	14%
57,145,480	11,517	-0.5%	460	11.0	14%
56,243,555	11,573	6.2%	457	11.0	10%
52,880,003	10,899	-2.5%	439	11.0	10%
52,973,805	11,183	10.5%	424	11.2	10%
47,795,073	10,122	-4.9%	423	12.3	9%
49,845,430	10,644	2.7%	417	12.5	7%

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2019	2018	2017	2016
Elementary				
Buildings	7	7	7	7
Square Feet	497,603	489,225	476,969	446,817
Capacity (Students)	4,950	4,950	4,829	4,454
Enrollment	3,750	3,663	3,670	3,620
Middle				
Buildings	2	2	2	2
Square Feet	290,283	290,283	270,013	270,013
Capacity (Students)	2,100	2,100	1,892	1,892
Enrollment	1,812	1,876	1,854	1,778
Other				
Buildings	3	3	3	3
Enrollment	N/A	N/A	N/A	N/A
Athletics				
Play grounds	7	7	7	7

2015	2014	2013	2012	2011	2010
7	7	7	7	7	7
446,817	446,817	446,817	446,817	446,817	446,817
4,454	4,454	4,454	4,454	4,454	4,454
3,610	3,428	3,443	3,443	3,360	3,226
2	2	2	2	2	2
270,013	270,013	270,013	270,013	270,013	270,013
1,892	1,892	1,892	1,892	1,892	1,892
1,788	1,795	1,719	1,719	1,742	1,773
3	3	3	3	3	3
N/A	N/A	N/A	N/A	N/A	N/A
7	7	7	7	7	7