

COMPREHENSIVE ANNUAL FINANCIAL  
REPORT

OF

**QUEEN BEE SCHOOL DISTRICT 16**  
**GLENDAL HEIGHTS, ILLINOIS**

As of and for the Year Ended June 30, 2015

Official Issuing Report

Ms. Victoria Tabbert, Superintendent

Department Issuing Report

Business Office

**QUEEN BEE SCHOOL DISTRICT 16**  
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**Victoria L. Tabbert, Ed.S.**  
*Superintendent of Schools*  
*Queen Bee School District 16*

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Glendale Heights, IL 60139  
Phone: 630/260-6100 Fax: 630/260-6103  
[www.queenbee16.org](http://www.queenbee16.org)

October 14, 2015

President and Members of the  
Board of Education and Residents  
Queen Bee School District 16  
Glendale Heights, Illinois 60139

The Comprehensive Annual Financial Report of Queen Bee School District 16, Glendale Heights, Illinois, for the fiscal year ended June 30, 2015 is submitted herewith. Baker Tilly Virchow Krause, LLP, have issued an unmodified ("clean") opinion on the District's financial statements for the year ended June 30, 2015. The independent auditor's report is located at the front of the financial section of this report. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data as presented is: (1) accurate in all material aspects; (2) presented in a manner designed to fairly set forth the financial activity of its various funds; and (3) that all disclosures necessary for maximum public understanding of the District's financial status have been incorporated in the report.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical. The Introductory section includes the table of contents, the transmittal letter, the District's organizational chart, and a list of principal officials. The Financial section begins with the Independent Auditors' Report and includes Management's Discussion and Analysis (the MD&A complements this letter and should be read in conjunction with it), the Basic Financial Statements and Notes that provide an overview of the District's financial position and operating results, the Combining and Individual Fund Statements for non-major funds and other schedules that provide detailed information relative to the Basic Financial Statements. The Statistical Section includes a number of tables of unaudited data depicting the financial history of the District, demographics, and the fiscal capacity of the District.

### **GENERAL DISTRICT INFORMATION**

The District was founded in 1860 and provides educational programs for grades pre-kindergarten through eighth grade and operates three elementary schools and one middle school. The District leases a portion of one school building to a special education cooperative, which serves, in part, students from District 16. Enrollment in the District for fiscal year 2015 remained the same as the previous year at 2002 students. There is little opportunity for housing development within the District boundaries. Therefore, enrollment changes would most likely be attributable to generational movement within the community and enrollment is projected to decrease during the foreseeable future. The majority of the District is located in Glendale Heights in DuPage County, Illinois with small portions of the District in unincorporated Glen Ellyn Countryside and Carol Stream. The District is located in the northern portion of DuPage County approximately 25 miles west of Chicago. The District is in Bloomingdale Township. The District contains approximately 3.5 square miles of land. The community served is approximately 34,000.

*The mission of Queen Bee Schools is to set high standards to ensure that all students learn, grow, and achieve.*

The District is served by the Metra/Union Pacific West train line to the south and Metra/Milwaukee District West line to the north. Located just two miles to the east of the District is the North - South Tollway that links DuPage County with all the major highways in northern Illinois.

## **ECONOMIC OUTLOOK**

The District continues to practice sound financial management principles in 2012, which has resulted in a growth in the fund balance of the Education Fund since FY2009. The District adopted a “Fiscal Philosophy” during FY2012 to address balanced budget, solvency/liquidity, fund balance targets, borrowing, and transparency among other fiscal objectives. The increase in the extension this year and all future extensions will be limited to the Consumer Price Index (CPI) because the District is under the Illinois Property Tax Limitation Act. The CPI for the upcoming tax levy is 0.8%. This should bring in additional revenue to the general funds.

The District is subject to the state foundation level formula for general state aid. This formula is directly affected by local revenue. The increase in local revenue from property taxes is continuing to have a negative effect on revenue from general state aid. General State Aid has remained constant in fiscal year 2015, since the formula resulted in fewer dollars than the hold harmless level set in fiscal year 1998. Without a significant increase in the foundation level or an increase in the proration level, revenue from General State Aid will remain at the current level for the foreseeable future. In 2015, the State of Illinois did not send the full General State Aid Entitlement by a shortfall of \$.614. Other state categorical funds were pro-rated resulting in a total due to the District on June 30, 2015 of \$.4.

The District began to address the need to continue to maintain its aging facilities by completing its ten year Life Safety Survey in 2012. The District continues to make improvements in its facilities to meet the needs of its diverse population, and has developed a long term facilities strategic plan.

As the increases in local revenue are not expected to improve, and there remains no indication that funding from state or federal sources will increase to the level required, the annual goal of balancing the district budget will continue to be increasingly difficult to accomplish. Projections indicate that without limiting the increase in expenditures, the fund balance in the education fund could begin to decrease. However, for the 2016 fiscal year, a balanced budget with a minimal surplus has been adopted.

## **REPORTING ENTITY**

The District includes all funds that are controlled by or dependent on the Board of Education of the District. The District does not exercise oversight responsibility over any other entity and thus does not include any other entity as a component unit in this report. Additionally, based on consideration of oversight responsibility, scope of public service and special financing relationships, the District is an independent entity, not included as a component unit of any other reporting entity.

## **FINANCIAL MANAGEMENT AND CONTROL**

The 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 properly recorded to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework. Internal control practices are also integrated into the budgetary management of the District's funds. A budget is prepared for each fund, control is provided by verification of appropriation amounts prior to expenditures, as well as a monthly review of actual account totals compared to budget. Additional control is established through published policies and procedures for all aspects of accounting practices of the District, which includes the recording of receipts and disbursements of funds entrusted to the District.

To ensure sound financial management, proper accounting practices, internal controls, and budgetary planning are affirmed by the continual review of the Board of Education.

The basis of accounting and the various funds utilized by the District are fully described in Note 1 of the financial statements. Additional information on the District's budgetary accounting can also be found in Note 1.

This is the eleventh year the District has prepared financial statements following GASB 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments." GASB 34 created basic financial statements for reporting on the District's financial activities as follows:

*Government-wide financial statements.* These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by many businesses. The government-wide statements include the Statement of Net Position and the Statement of Activities.

*Fund financial statements.* These statements present information for individual major funds rather than by fund type. Governmental funds use the modified accrual basis of accounting and include reconciliation to the governmental activities accrual information presented in the government-wide financial statements.

As part of this model, management is responsible for preparing a Management Discussion and Analysis of the District. This discussion is located in the basic financial statements, providing an assessment of District finances for fiscal year 2015, with comparisons to 2014.

## **FUTURE INITIATIVES**

The Board of Education has recognized the need for increased revenues and/or decreased expenditures to continue to increase the fund balance in the Education Fund. The District has historically effected budgetary reductions when necessary and gone to the community for increased revenues. Educational fund tax rate referendums were passed in 1987, 1993 and 2003. Construction bonds were passed by referendum in 1998 for additions to three of the four schools. General Obligation debt was also issued in 2006 and in 2010 to fund several projects on the 2001 life safety survey. In 2013 the District issued General Obligation debt to fund projects identified in its 2011 life safety survey. Our community highly regards our educational programs and facilities and supports the District when called upon. The possibility exists for either another tax rate referendum or bond sale referendum within the next few years; however the uncertainty of the current economy makes the District reluctant to approach the public with such a request.

A new negotiated agreement was reached in June 2012. The four-year negotiated agreement expires in August 2016. A retirement provision within the agreement has given the District the ability to analyze upcoming retirements. There are currently 2 teachers retiring in 2015-2016. Additional teachers have until May 31, 2014 to notify the District that they intend to retire by the end of the 2017-2018 school year. There is 1 retirement scheduled for 2016-2017, and 11 scheduled for 2017-2018. This information will be helpful as the District makes staffing decisions. Staffing levels will be reevaluated every year as enrollment shifts, retirements occur, and budgetary requirements become evident.

The change in legislation for tax levies has had a positive impact on upcoming property tax extensions distributed to the District. The elimination of referendum imposed maximum rates for the different funds made it possible to shift the request for tax dollars from funds that have sufficient balances to the Education Fund. The need to investigate other options to improve the District fund balances is imminent. Possibilities include proposing a referendum to increase the tax rate the District has authority to access, as well as the transfer or abatement of dollars currently in other funds. If no option for an increase in revenue proves fruitful in the upcoming year, it may become necessary to drastically change existing programs and the staff required to provide them to our students.

## **RELEVANT FINANCIAL POLICIES**

Budget planning begins no later than September by adopting a proposed budget calendar. The proposed budget shall be available for public inspection and comment at least 30 days before the budget hearing. The adopted budget shall be posted on the District's website and filed with the Cook County Clerk's office within 30 days of adoption. The Board of Education may amend the budget by following the same procedures as provided for in the original adoption.

The Board of Education shall act on all expenditures, interfund loans and transfers, transfers within funds in excess of 10 percent of the total fund and all contingency fund expenditures.

The certificate of property tax levy is to be filed with the Cook County Clerk's office by the last Tuesday in December. The District annually publishes a statement of affairs regarding its financial position by December 15<sup>th</sup>.



## **INDEPENDENT AUDIT**

The School Code of Illinois and the District's adopted policy require an annual audit of the books of accounts, financial records and transactions of all funds of the District. The audit is performed by independent certified public accountants selected by the District's Board of Education. The independent auditors' report has been included in the financial section of this report.

## **CERTIFICATE OF ACHIEVEMENT**

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014. This was the seventeenth consecutive year that the District has received this prestigious award.

In order to be awarded a Certificate of Excellence, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Excellence is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to conform to the Certificate requirements and we are submitting it to ASBO to determine its eligibility for another certificate.

## **CLOSING STATEMENT**

It is our belief that this Comprehensive Annual Financial Report will provide the District's management, outside investors, and 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, 2015. We extend our appreciation to the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a professional and fiscally responsible manner.

Respectfully submitted,

A handwritten signature in cursive script that reads "Victoria Tabbert". The signature is written in dark ink and is positioned above a horizontal line.

Victoria Tabbert  
Superintendent

# Association of School Business Officials International



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

**Queen Bee School District 16**

*For Its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2014*

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



A handwritten signature in black ink, appearing to read "M. Pepera", is written over a horizontal line.

Mark C. Pepera, MBA, RSBO, SFO  
President

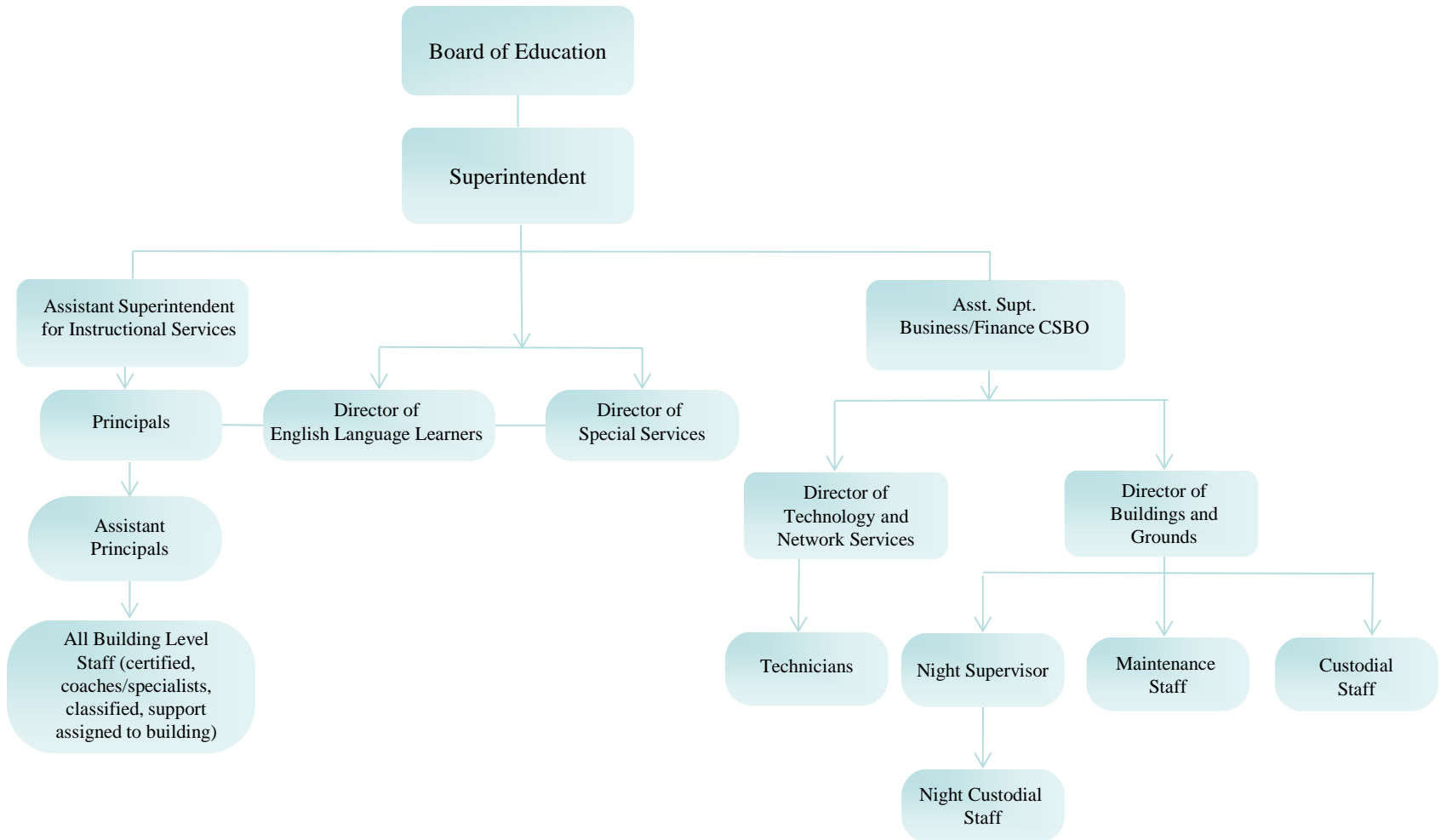
A handwritten signature in black ink, appearing to read "John D. Musso", is written over a horizontal line.

John D. Musso, CAE, RSBA  
Executive Director

# General School Administration

## **Exhibit – Line and Staff**

The following diagram illustrates the structure of the School District in terms of personnel and responsibilities. It is intended to aid the school community in locating the proper staff member regarding specific relations between school and community. The proper procedure is to contact the person closest to the situation.



**QUEEN BEE SCHOOLS, DISTRICT 16  
DUPAGE COUNTY  
1560 BLOOMINGDALE ROAD  
GLENDALE HEIGHTS, ILLINOIS**

**Comprehensive Annual Financial Report  
As of and for the Year Ended June 30, 2015**

**Principal Officers and Advisors**

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**Board of Education**

**President:**

Mr. Mike Summerville

**Term Expires**

4/2017

**Vice President:**

Mr. Richard McDonald

4/2019

**Members:**

Mrs. Nancy DiCanio

4/2019

Mrs. Susan Jensen

4/2017

Mr. Michael Reich

4/2017

Mrs. Kathleen Marron

4/2019

Mr. Christopher Epstein

4/2017

**District Administration**

Ms. Victoria Tabbert

Superintendent

Mr. Michael Cushion

Assistant Superintendent for Business and Finance

Dr. Michael Jankiewicz

Assistant Superintendent for Instructional Services

**Officials Issuing Report**

Ms. Victoria Tabbert

Superintendent

**Department Issuing Report**

Business Office

## INDEPENDENT AUDITORS' REPORT

To the Board of Education  
Queen Bee School District 16  
Glendale 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 Queen Bee School District 16, Illinois, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Queen Bee School District 16'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 Queen Bee School District 16'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 Queen Bee School District 16'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  
Queen Bee School District 16

### ***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 Queen Bee School District 16, Illinois, as of June 30, 2015 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.

### ***Emphasis of Matter***

As discussed in Note 3, Queen Bee School District 16 adopted the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pension - an Amendment of GASB Statement No. 27*, effective July 1, 2014. Net position as of June 30, 2014 has been restated as a result. Our opinions are not modified with respect to this matter.

Also, as discussed in Note 3, Queen Bee School District 16 adopted the provisions of GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68*, effective July 1, 2014. Net position as of June 30, 2014 has been restated as a result. Our opinions are not modified with respect to this matter.

### ***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, 2015 was conducted for the purpose of forming opinions on the financial statements that collectively comprise Queen Bee School District 16's basic financial statements. The supplementary information for the year ended June 30, 2015 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, 2015, 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, 2015.

To the Board of Education  
Queen Bee School District 16

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Queen Bee School District 16 as of and for the year ended June 30, 2014 (not presented herein), and have issued our report thereon dated October 23, 2014, 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, 2014 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 2014 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2014 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, 2014.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Queen Bee School District 16's basic financial statements. The introductory, statistical section, as well as the other information listed in the table of contents 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.

#### *Prior-Year Comparative Information*

We have previously audited Queen Bee School District 16's 2014 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information in our report dated October 23, 2014. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 14, 2015 on our consideration of Queen Bee School District 16'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 Queen Bee School District 16's internal control over financial reporting and compliance.

*Baker Tilly Vuchow Krause, LLP*

Oak Brook, Illinois  
October 14, 2015

# **Queen Bee School District 16**

## **Management's Discussion and Analysis (Unaudited)**

### **As of and for the Year Ended June 30, 2015**

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The discussion and analysis of Queen Bee School District 16's (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2015. 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 increased by \$0.1. This represents a 4% increase from the restated 2014 amount and is partly attributed to an increase in the District's general state aid allocation over prior year.
- > General revenues accounted for \$23.8 in revenue or 72% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$9.4 or 28% of total revenues of \$33.2.
- > The District had \$33.1 in expenses related to government activities. However, only \$9.4 of these expenses were offset by program specific charges and grants.

#### **Overview of the Financial Statements**

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

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

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

#### *Government-wide financial statements*

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

The statement of net position 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.



# **Queen Bee School District 16**

## **Management's Discussion and Analysis (Unaudited)**

### **As of and for the Year Ended June 30, 2015**

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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, Tort Immunity and Judgment Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Debt Service Fund, and Fire Prevention and Life Safety Fund, all of which are considered to be major funds.

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

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

#### *Notes to basic financial statements*

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

# Queen Bee School District 16

## Management's Discussion and Analysis (Unaudited)

### As of and for the Year Ended June 30, 2015

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#### *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 benefits to its non-certified employees.

#### **Government-Wide Financial Analysis**

The District's combined net position was higher on June 30, 2015, than it was the year before, increasing 4% to \$3.5.

<b>Table 1</b> <b>Condensed Statements of Net Position</b> <b>(in millions of dollars)</b>		
	<u><b>2014*</b></u>	<u><b>2015</b></u>
<b>Assets:</b>		
Current and other assets	\$ 25.1	\$ 21.0
Capital Assets	<u>15.0</u>	<u>18.4</u>
Total assets	<u>40.1</u>	<u>39.4</u>
Total deferred outflows of resources	<u>0.2</u>	<u>1.1</u>
<b>Liabilities:</b>		
Current liabilities	3.2	2.5
Long-term debt outstanding	<u>21.3</u>	<u>25.0</u>
Total liabilities	<u>24.5</u>	<u>27.5</u>
Total deferred inflows of resources	<u>9.0</u>	<u>9.5</u>
<b>Net position:</b>		
Net investment in capital assets	2.1	1.5
Restricted	2.1	2.3
Unrestricted	<u>2.6</u>	<u>(0.3)</u>
Total net position	<u>\$ 6.8</u>	<u>\$ 3.5</u>

\* Prior year information has not been updated for the District's implementation of GASB Statement No. 68 and No. 71.

Revenues in the governmental activities of the District of \$33.2 exceeded expenses by \$0.1. This was attributable primarily to the increase in General State Aid received by the District in FY 2015.

**Queen Bee School District 16**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2015**

<b>Table 2</b> <b>Changes in Net Position</b> <b>(in millions of dollars)</b>		
	<u><b>2014*</b></u>	<u><b>2015</b></u>
<b>Revenues:</b>		
<i>Program revenues:</i>		
Charges for services	\$ 1.2	\$ 1.3
Operating grants & contributions	6.5	8.1
Capital grants & contributions	0.1	-
<i>General revenues:</i>		
Taxes	18.8	19.1
General state aid	3.8	4.6
Other	0.1	0.1
Total revenues	<u>30.5</u>	<u>33.2</u>
<b>Expenses:</b>		
Instruction	18.7	21.1
Pupil & instructional staff services	1.7	1.9
Administration & business	4.4	4.9
Transportation	0.6	0.7
Operations & maintenance	3.1	3.5
Other	1.4	1.0
Total expenses	<u>29.9</u>	<u>33.1</u>
Excess (deficiency) of revenues over expenses before special items	<u>0.6</u>	<u>0.1</u>
<b>Increase (decrease) in net position</b>	<u><b>\$ 0.6</b></u>	<u><b>\$ 0.1</b></u>

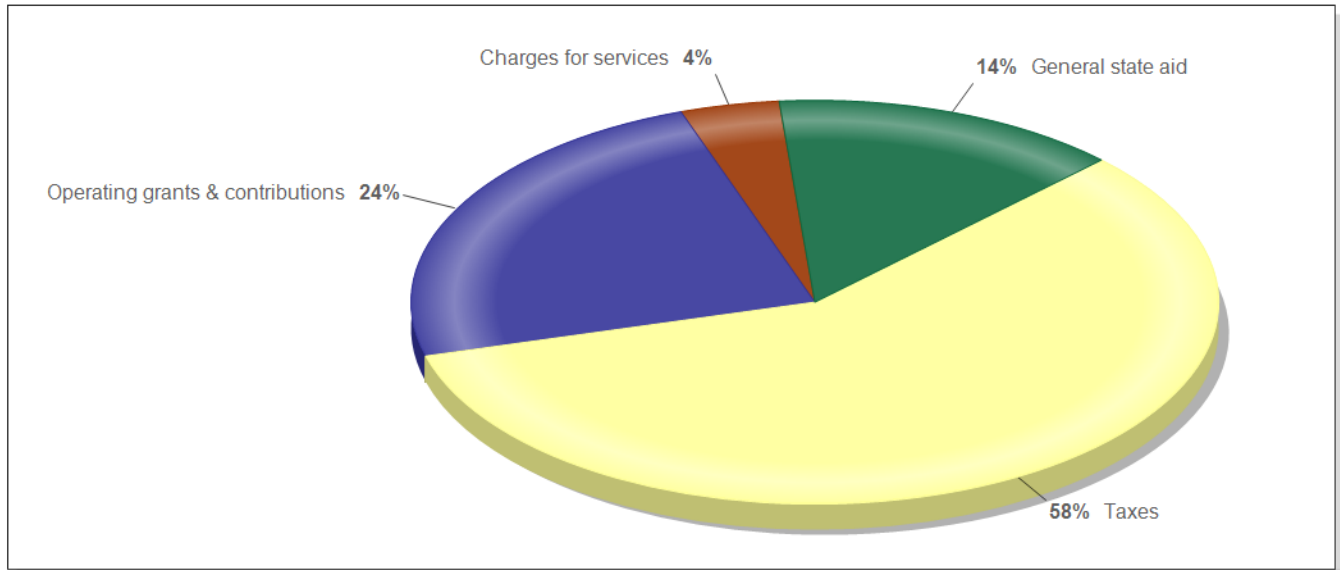
\* Prior year information has not been updated for the District's implementation of GASB Statement No. 68 and No. 71.

Property taxes accounted for the largest portion of the District's revenues, contributing 58%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$33.1.

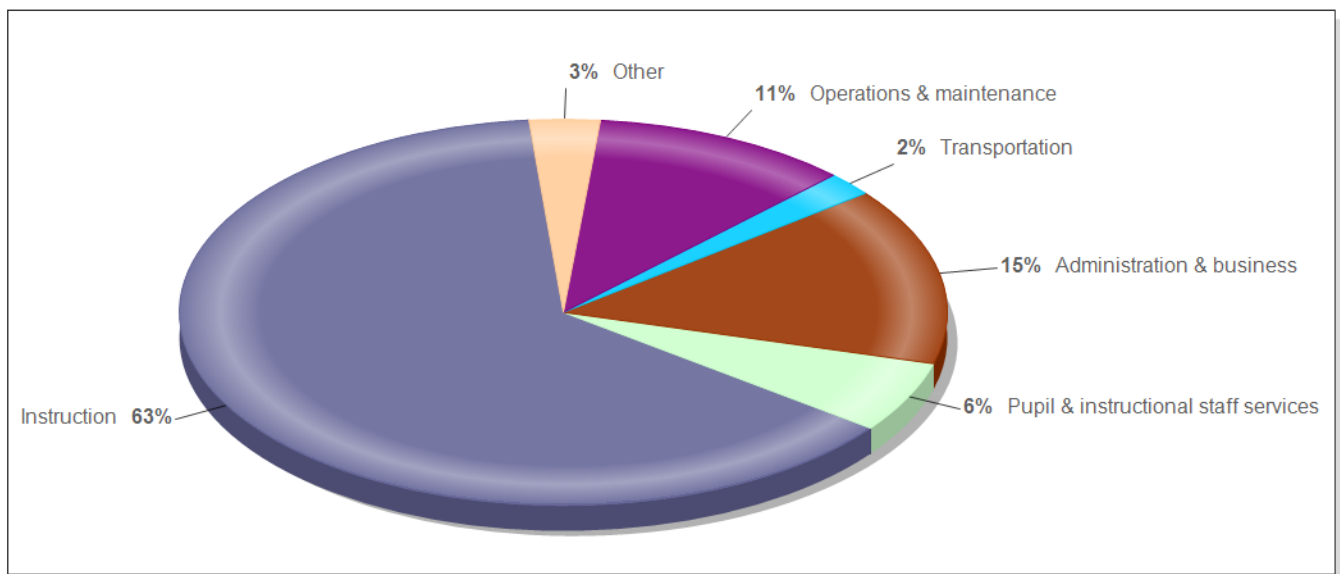
**Queen Bee School District 16**  
**Management's Discussion and Analysis (Unaudited)**  
**As of and for the Year Ended June 30, 2015**

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**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 \$13.0 to \$9.5. This decrease was almost entirely attributable to capital projects expenditures of approximately \$4.3 million in FY2015.

Total revenues for all governmental funds for the 2014 fiscal year were \$30.5. Total revenues for all governmental funds increased by 9% for the 2015 fiscal year to \$33.3. The state on-behalf payment for TRS increased by \$1.6 do a change in the calculation formula at the plan level and a \$.8 increase in general state aid.

# **Queen Bee School District 16**

## **Management's Discussion and Analysis (Unaudited)**

### **As of and for the Year Ended June 30, 2015**

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Total expenditures for all governmental funds for the 2014 fiscal year were \$31.7. Total expenditures for all governmental funds increased by 16% for the 2015 fiscal year to \$36.9. The increase is mainly related to the on-behalf payment increase of \$1.6 noted above as well as a \$2.0 increase in planned life safety projects.

The General Fund ended the 2015 fiscal year with a decrease in the fund balance of \$.1.

The Operations and Maintenance fund balance at June 30, 2015 was \$0.7, which reflects a \$0.09 increase from the 2014 balance. This increase in fund balance is due to an increase in the transfer amount received from the Transportation Fund to supplement the fund's decreased revenues and increased expenditures.

The Transportation Fund balance increased in fiscal year 2015 by \$.3, an increase of 63% over the prior year end balance. An increase in revenues was enough to offset an increase in expenditures and transfers out to other funds.

The Municipal Retirement/Social Security Fund balance at June 30, 2015 was \$0.6, which was an increase of \$.08 from the prior year.

The Debt Service Fund balance at June 30, 2015 was \$.8, increasing by \$.2 from the prior year end balance.

During the year, the District continued to spend down fund balance in the Fire Prevention and Life Safety Fund on planned life safety projects.

#### **General Fund Budgetary Highlights**

The District budget is prepared in accordance with Illinois law and is based on the modified accrual basis of accounting (except for the exclusion of the on-behalf payments from other governments discussed in the notes to required supplementary information), utilizing revenues, expenditures and encumbrances. The District did not amend the budget during the year.

Budgeted revenues for fiscal year 2015 in the General Fund were \$19.6. Actual revenues of \$19.7 were higher than the budget by .5%. This increase was due to local and federal funding amounts being over budget by more than general state aid was under budget.

The District is subject to PTEL when property tax revenue is determined. This limit on the District's largest revenue source has made a balanced budget much more difficult. Without increased funding at the state or federal level, which is not restricted to implementing new programs or purchasing new material, the District will continue to be challenged to find adequate funding to support the curriculum. The projection for decreased staffing costs due to several retirements in the next five years will help maintain a balance in the General Fund.

Staffing levels for instructional, administrative, and custodial staff in both the General and Operations and Maintenance Accounts for fiscal 2015 were again controlled to address budgetary concerns. All budgetary expenditure areas experienced relatively conservative increases or remained the same and actual expenditures were restricted to the very necessary.

# Queen Bee School District 16

## Management's Discussion and Analysis (Unaudited)

### As of and for the Year Ended June 30, 2015

#### Capital Assets and Debt Administration

##### *Capital assets*

By the end of 2015, the District had compiled a total investment of \$29.9 (\$18.4 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$0.8. More detailed information about capital assets can be found in Note 6 of the basic financial statements.

<b>Table 3</b> <b>Capital Assets (net of depreciation)</b> <b>(in millions of dollars)</b>		
	<u><b>2014</b></u>	<u><b>2015</b></u>
Construction in progress	\$ 2.3	\$ 0.3
Land improvement	0.3	0.5
Buildings and improvement	11.8	17.2
Equipment	<u>0.6</u>	<u>0.4</u>
Total	<u><u>\$ 15.0</u></u>	<u><u>\$ 18.4</u></u>

##### *Long-term debt*

The District refunded \$5.2 in bonds and paid off \$0.8 in bonds and had accretion of \$0.2 in 2015. Debt certificates and other were reduced by \$0.3. At the end of fiscal 2015, the District had a debt margin of \$2.0. More detailed information on long-term debt can be found in Note 7 of the basic financial statements.

<b>Table 4</b> <b>Outstanding Long-Term Debt</b> <b>(in millions of dollars)</b>		
	<u><b>2014*</b></u>	<u><b>2015</b></u>
General Obligation Bonds	\$ 19.7	\$ 19.3
Debt certificates and other	<u>1.6</u>	<u>5.7</u>
Total	<u><u>\$ 21.3</u></u>	<u><u>\$ 25.0</u></u>

\* Prior year information has not been updated for the District's implementation of GASB Statement No. 68 and No. 71.

#### 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:

Senate Bill 1, which aims to overhaul the state's current education funding system, is currently under consideration. Only a few school districts in DuPage County would benefit from the redistribution of wealth under Senate Bill 1. The impact on Queen Bee SD16 is uncertain at this time. In addition, discussions have taken place that would freeze property taxes for a two year period at some point in the near future. Early estimates placed the negative financial impact on Queen Bee School District 16 at approximately \$833,000.

# **Queen Bee School District 16**

## **Management's Discussion and Analysis (Unaudited)**

### **As of and for the Year Ended June 30, 2015**

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Pension Reform is currently on hold, but any form of “cost shift” in the future could seriously impact the District, especially in light of shrinking revenue sources. If the cost shift was to be implemented during FY2016, the cost per 1% would equal \$86,000; with the total percentage that could be absorbed by the District equaling 9.4%.

General State Aid Proration will continue to impact the District in a negative manner. For FY2015 the District received only 88% of its entitlement which represented a loss of \$614,000.

#### **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:

Michael Cushion, Assistant Superintendent of Business and Finance  
Queen Bee School District 16  
1560 Bloomingdale Road  
Glendale Heights, Illinois 60139

**QUEEN BEE SCHOOL DISTRICT 16**

## STATEMENT OF NET POSITION

AS OF JUNE 30, 2015

	GOVERNMENTAL ACTIVITIES
<b>Assets</b>	
Cash	\$ 10,279,540
Receivables (net of allowance for uncollectibles):	
Property taxes	9,894,005
Replacement taxes	15,295
Intergovernmental	387,498
Other	69,816
Prepaid items	365,981
Capital assets:	
Land	1,628
Construction in progress	317,044
Depreciable buildings, property and equipment, net	<u>18,074,350</u>
Total assets	<u>39,405,157</u>
<b>Deferred outflows of resources</b>	
Deferred charge on refunding	273,288
Deferred outflows related to pensions	<u>827,929</u>
Total deferred outflows of resources	<u>1,101,217</u>
<b>Liabilities</b>	
Accounts payable	941,552
Salaries and wages payable	1,361,944
Interest payable	58,630
Unearned student fees	54,785
Long-term liabilities:	
Other long-term liabilities - due within one year	1,216,432
Other long-term liabilities - due after one year	<u>23,824,752</u>
Total liabilities	<u>27,458,095</u>
<b>Deferred inflows of resources</b>	
Property taxes levied for a future period	9,187,205
Deferred inflows related to pensions	<u>362,007</u>
Total deferred inflows of resources	<u>9,549,212</u>
<b>Net position</b>	
Net investment in capital assets	1,548,126
Restricted for:	
Tort immunity	176,704
Student transportation	617,212
Debt service	591,164
Capital projects	824,166
Unrestricted	<u>(258,305)</u>
Total net position	<u>\$ 3,499,067</u>

See Notes to Basic Financial Statements



# QUEEN BEE SCHOOL DISTRICT 16

## STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2015

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
<b>Governmental activities</b>				
Instruction:				
Regular programs	\$ 7,800,694	\$ 94,573	\$ 164,210	\$ (7,541,911)
Special programs	5,959,297	830,252	1,161,424	(3,967,621)
Other instructional programs	1,844,683	-	308,121	(1,536,562)
State retirement contributions	5,530,945	-	5,530,945	-
Support Services:				
Pupils	383,312	-	-	(383,312)
Instructional staff	1,519,507	-	51,749	(1,467,758)
General administration	1,645,843	-	-	(1,645,843)
School administration	1,427,976	-	-	(1,427,976)
Business	1,859,219	146,952	602,028	(1,110,239)
Transportation	661,924	2,566	296,121	(363,237)
Operations and maintenance	3,497,294	265,152	-	(3,232,142)
Central	71,601	-	-	(71,601)
Interest and fees	928,572	-	-	(928,572)
Total governmental activities	\$ 33,130,867	\$ 1,339,495	\$ 8,114,598	(23,676,774)

### General revenues:

#### Taxes:

Real estate taxes, levied for general purposes	11,459,550
Real estate taxes, levied for specific purposes	6,163,127
Real estate taxes, levied for debt service	1,406,499
Personal property replacement taxes	93,176
State aid-formula grants	4,616,655
Investment income	941
Miscellaneous	<u>78,615</u>

Total general revenues 23,818,563

Change in net position 141,789

Net position, beginning of year (as restated) 3,357,278

Net position, end of year \$ 3,499,067

See Notes to Basic Financial Statements

# QUEEN BEE SCHOOL DISTRICT 16

## GOVERNMENTAL FUNDS

### BALANCE SHEET

AS OF JUNE 30, 2015

WITH COMPARATIVE TOTALS AS OF JUNE 30, 2014

	GENERAL FUND	TORT IMMUNITY AND JUDGMENT FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND
<b>Assets</b>				
Cash	\$ 6,024,672	\$ 166,937	\$ 989,299	\$ 524,482
Receivables (net allowance for uncollectibles):				
Property taxes	5,863,957	137,868	816,131	1,768,109
Replacement taxes	15,295	-	-	-
Intergovernmental	315,332	-	-	72,166
Other	69,816	-	-	-
Prepaid items	<u>169,535</u>	<u>-</u>	<u>24,545</u>	<u>-</u>
Total assets	<u>\$ 12,458,607</u>	<u>\$ 304,805</u>	<u>\$ 1,829,975</u>	<u>\$ 2,364,757</u>
<b>Liabilities, deferred inflows of resources, and fund balance</b>				
<b>Liabilities</b>				
Cash deficit	\$ -	\$ -	\$ -	\$ -
Accounts payable	339,214	-	330,647	32,188
Salaries and wages payable	1,361,944	-	-	-
Unearned student fees	<u>54,785</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,755,943</u>	<u>-</u>	<u>330,647</u>	<u>32,188</u>
<b>Deferred inflows of resources</b>				
Property taxes levied for a future period	<u>5,445,120</u>	<u>128,101</u>	<u>757,777</u>	<u>1,641,687</u>
Total deferred inflows of resources	<u>5,445,120</u>	<u>128,101</u>	<u>757,777</u>	<u>1,641,687</u>
<b>Fund balance</b>				
Nonspendable	169,535	-	24,545	-
Restricted	-	176,704	-	617,212
Assigned	-	-	717,006	73,670
Unassigned (deficit)	<u>5,088,009</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>5,257,544</u>	<u>176,704</u>	<u>741,551</u>	<u>690,882</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 12,458,607</u>	<u>\$ 304,805</u>	<u>\$ 1,829,975</u>	<u>\$ 2,364,757</u>

See Notes to Basic Financial Statements

MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND	DEBT SERVICE FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2015	2014
\$ 539,177	\$ 597,152	\$ 1,437,821	\$ 10,279,540	\$ 14,909,864
421,981	736,248	149,711	9,894,005	9,442,727
-	-	-	15,295	14,707
-	-	-	387,498	169,574
-	-	-	69,816	21,279
-	171,901	-	365,981	559,744
<u>\$ 961,158</u>	<u>\$ 1,505,301</u>	<u>\$ 1,587,532</u>	<u>\$ 21,012,135</u>	<u>\$ 25,117,895</u>

\$ -	\$ -	\$ -	\$ -	\$ 73,843
-	-	239,503	941,552	1,687,590
-	-	-	1,361,944	1,396,682
-	-	-	54,785	30,985
-	-	239,503	2,358,281	3,189,100

<u>391,809</u>	<u>683,606</u>	<u>139,105</u>	<u>9,187,205</u>	<u>8,978,585</u>
<u>391,809</u>	<u>683,606</u>	<u>139,105</u>	<u>9,187,205</u>	<u>8,978,585</u>

-	171,901	-	365,981	559,744
525,747	649,794	1,208,924	3,178,381	6,613,412
43,602	-	-	834,278	614,662
-	-	-	5,088,009	5,162,392
<u>569,349</u>	<u>821,695</u>	<u>1,208,924</u>	<u>9,466,649</u>	<u>12,950,210</u>

<u>\$ 961,158</u>	<u>\$ 1,505,301</u>	<u>\$ 1,587,532</u>	<u>\$ 21,012,135</u>	<u>\$ 25,117,895</u>
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**QUEEN BEE SCHOOL DISTRICT 16**  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET POSITION  
AS OF JUNE 30, 2015

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Total fund balances - governmental funds		\$ 9,466,649
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.		18,393,022
Deferred outflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		827,929
Deferred charge on refunding included in the Statement of Net Position is not available to pay for current period expenditures and, therefore, is not included in the Governmental Funds Balance Sheet.		273,288
Deferred inflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		(362,007)
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, 2015 are:		
Bonds payable	\$ (18,714,089)	
Debt certificates	(1,060,000)	
Unamortized bond premium	(588,365)	
Net other post employment obligation	(203,431)	
Net pension liability	(4,146,538)	
Compensated absences	<u>(328,761)</u>	
		(25,041,184)
Interest on long-term liabilities accrued in the Statement of Net Position will not be paid with current financial resources and, therefore, is not recognized in the Governmental Funds Balance Sheet.		<u>(58,630)</u>
Net position of governmental activities		<u>\$ 3,499,067</u>

See Notes to Basic Financial Statements

# QUEEN BEE SCHOOL DISTRICT 16

## GOVERNMENTAL FUNDS

### STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2014

	GENERAL FUND	TORT IMMUNITY AND JUDGMENT FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND
<b>Revenues</b>				
Property taxes	\$ 11,601,902	\$ 266,018	\$ 1,615,880	\$ 3,008,738
Corporate personal property replacement taxes	61,972	-	-	-
State aid	11,193,865	-	-	296,121
Federal aid	1,241,267	-	-	-
Investment income	(1,078)	4	33	42
Other	1,117,425	-	298,119	2,566
Total revenues	<u>25,215,353</u>	<u>266,022</u>	<u>1,914,032</u>	<u>3,307,467</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular programs	7,158,625	-	-	-
Special programs	2,625,738	-	-	-
Other instructional programs	1,808,462	-	-	-
State retirement contributions	5,530,945	-	-	-
Support Services:				
Pupils	364,615	-	-	-
Instructional staff	1,254,728	-	-	-
General administration	1,353,524	197,594	-	-
School administration	1,312,900	-	-	-
Business	1,426,007	-	146,318	-
Transportation	10,456	-	-	639,588
Operations and maintenance	16,597	-	2,828,867	-
Central	61,712	-	-	-
Payments to other districts and gov't units	3,061,889	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	<u>81,363</u>	<u>-</u>	<u>253,526</u>	<u>-</u>
Total expenditures	<u>26,067,561</u>	<u>197,594</u>	<u>3,228,711</u>	<u>639,588</u>
Excess (deficiency) of revenues over expenditures	<u>(852,208)</u>	<u>68,428</u>	<u>(1,314,679)</u>	<u>2,667,879</u>
<b>Other financing sources (uses)</b>				
Transfers in	1,000,000	-	1,400,000	-
Transfers (out)	(290,112)	-	-	(2,400,000)
Principal on refunding bonds sold	-	-	-	-
Premium on refunding bonds sold	-	-	-	-
Payment to escrow agent	-	-	-	-
Total other financing sources (uses)	<u>709,888</u>	<u>-</u>	<u>1,400,000</u>	<u>(2,400,000)</u>
Net change in fund balance	(142,320)	68,428	85,321	267,879
Fund balance, beginning of year	<u>5,399,864</u>	<u>108,276</u>	<u>656,230</u>	<u>423,003</u>
Fund balance, end of year	<u>\$ 5,257,544</u>	<u>\$ 176,704</u>	<u>\$ 741,551</u>	<u>\$ 690,882</u>

See Notes to Basic Financial Statements

MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND	DEBT SERVICE FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2015	2014
\$ 836,397	\$ 1,406,499	\$ 293,742	\$ 19,029,176	\$ 18,806,787
31,204	-	-	93,176	90,712
-	-	-	11,489,986	9,105,890
-	-	-	1,241,267	1,223,098
12	23	1,905	941	3,342
-	-	-	1,418,110	1,234,808
<u>867,613</u>	<u>1,406,522</u>	<u>295,647</u>	<u>33,272,656</u>	<u>30,464,637</u>
152,693	-	-	7,311,318	7,494,704
164,815	-	-	2,790,553	2,563,379
25,752	-	-	1,834,214	1,781,638
-	-	-	5,530,945	3,919,469
13,100	-	-	377,715	356,725
43,841	-	-	1,298,569	1,190,500
36,744	-	-	1,587,862	1,511,441
62,453	-	-	1,375,353	1,353,123
27,268	-	-	1,599,593	1,529,702
8,319	-	-	658,363	614,949
254,698	-	4,339,759	7,439,921	4,109,078
-	-	-	61,712	68,607
-	-	-	3,061,889	2,501,425
-	789,990	-	789,990	775,000
-	809,658	-	809,658	640,433
-	-	-	334,889	1,275,557
<u>789,683</u>	<u>1,599,648</u>	<u>4,339,759</u>	<u>36,862,544</u>	<u>31,685,730</u>
<u>77,930</u>	<u>(193,126)</u>	<u>(4,044,112)</u>	<u>(3,589,888)</u>	<u>(1,221,093)</u>
-	290,112	-	2,690,112	2,440,054
-	-	-	(2,690,112)	(2,440,054)
-	5,375,000	-	5,375,000	-
-	240,308	-	240,308	-
-	(5,508,981)	-	(5,508,981)	-
-	396,439	-	106,327	-
77,930	203,313	(4,044,112)	(3,483,561)	(1,221,093)
<u>491,419</u>	<u>618,382</u>	<u>5,253,036</u>	<u>12,950,210</u>	<u>14,171,303</u>
<u>\$ 569,349</u>	<u>\$ 821,695</u>	<u>\$ 1,208,924</u>	<u>\$ 9,466,649</u>	<u>\$ 12,950,210</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
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, 2015

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Net change in fund balances - total governmental funds		\$	(3,483,561)
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.			3,372,528
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 by which principal repayments and debt refundings exceeded proceeds from current year long-term financing arrangements.			624,990
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.			58,069
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:			
Interest payable	\$	48,992	
Compensated absences		25,450	
Other post-employment benefit obligation		(72,463)	
Accretion on capital appreciation bonds		(167,302)	
Net pension liability		(428,994)	
Deferred outflows of resources due to pensions		526,087	
Deferred inflows of resources due to pensions		<u>(362,007)</u>	
			<u>(430,237)</u>
Change in net position of governmental activities		\$	<u>141,789</u>

See Notes to Basic Financial Statements

**QUEEN BEE SCHOOL DISTRICT 16**  
**AGENCY FUND**  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AS OF JUNE 30, 2015

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	<u>AGENCY STUDENT ACTIVITY FUND</u>
<hr/>	
<b>Assets</b>	
Cash	\$ <u>55,610</u>
Total assets	<u>\$ 55,610</u>
<b>Liabilities</b>	
Liabilities, Due to student groups	\$ <u>55,610</u>
Total liabilities	<u>\$ 55,610</u>

See Notes to Basic Financial Statements



**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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

Queen Bee School District 16 (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 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.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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## **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.

*Tort Immunity and Judgment Fund* - accounts for all revenue and expenditures related to the prevention of tort liability. Revenue is derived primarily from local property tax collections and investment income.

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

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

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

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

Capital Project Fund - 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.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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

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

***Other Fund Types***

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

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

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, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, 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.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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**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 "due to/from other funds". These amounts are eliminated in the governmental activities column in the statement of net position. Receivables are expected to be collected within one year.

***Unearned Revenue***

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned.

***Property Tax Revenues***

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2014 levy resolution was approved during the December 8, 2014 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

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

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2014 and 2013 tax levies were 1.5% and 1.7%, respectively.

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

The 2014 property tax levy is recognized as a receivable in fiscal 2015, net of estimated uncollectible amounts approximating 1% and less amounts already received. The District considers that the first installment of the 2014 levy is to be used to finance operations in fiscal 2015. The District has determined that the second installment of the 2014 levy is to be used to finance operations in fiscal 2016 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.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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

***Prepaid Items***

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items 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.

***Capital Assets***

Capital assets, which include land, land improvements, buildings, building improvements, vehicles, equipment, and construction in progress are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$1,000 and an estimated useful life of more than 1 year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

<i>Assets</i>	<i>Years</i>
Buildings and building improvements	40
Land improvement	20
Equipment and vehicles	5-10

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

***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.

A deferred charge on refunding arise from advance refunding of debt. The difference between the cost of the securities placed in trust for future payment of refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred outflow of resources in the government-wide statements.

***Compensated Absences***

Non-certified employees earn vacation days which vest after the completion of one year of service. Employees accrue vacation days at varying levels depending on job title and years of service. Only benefits considered to be vested are disclosed in these statements.

All vested vacation is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2015 are determined on the basis of current salary rates and include salary related payments.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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

***Long-Term Obligations***

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

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

***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).

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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

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

*Assigned* - includes general fund amounts constrained for a specific purpose by the Board of Education or by an official that has been delegated authority to assign amounts. The Board of Education 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 as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

Governmental fund balances reported on the fund financial statements at June 30, 2015 are as follows:

The restricted and assigned fund balances in the governmental funds are for the purpose of the respective funds as described above in the Major Governmental Funds section. The nonspendable fund balances are for prepaid items.

***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, 2014, 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, 2015, expenditures exceeded budget in the General Fund (Educational Accounts), Municipal Retirement/Social Security Fund, and the Debt Service Fund by \$290,908, \$49,683, and \$102,648 respectively. These excesses were funded by available fund balances.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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### NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES

In June 2012, the GASB issued statement No. 68 - *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27*. The primary objective of this statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This standard was implemented effective July 1, 2014.

In November 2013, the GASB issued statement No. 71 - *Pension Transition for Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68*. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, *Accounting and Financial Reporting for Pensions*. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. This standard was implemented effective July 1, 2014.

### NOTE 4 - DEPOSITS AND INVESTMENTS

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

	<b>Government- wide</b>	<b>Fiduciary</b>	<b>Total</b>
Cash	\$ 10,279,540	\$ 55,610	\$ 10,335,150
Total	<u>\$ 10,279,540</u>	<u>\$ 55,610</u>	<u>\$ 10,335,150</u>

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

	<b>Cash</b>
Cash on hand	\$ 1,700
Deposits with financial institutions	10,281,937
Other investments - ISDLAF +	<u>51,513</u>
Total	<u>\$ 10,335,150</u>

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires that District investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they come due. A portion of the portfolio is required to be invested in readily available funds to ensure appropriate liquidity.



**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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**NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)**

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State Statutes limits the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The District's investment policy authorizes investments in any type of security as permitted by Sections 2 through 6 of the Illinois Public Funds Investment Act.

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

*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, 2015, the bank balance of the District's deposit with financial institutions totaled \$11,607,558, of which the entire amount was collateralized and insured.

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

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

**NOTE 5 - INTERFUND TRANSFERS**

During the year, the Board transferred \$1,400,000 from the Transportation Fund to Operations and Maintenance Fund and \$1,000,000 from the Transportation Fund to the General Fund (Educational Accounts). These transfers were made to support operations as the funds have met their levy rate ceilings. In addition, the Board transferred \$290,112 from the General Fund (Educational Accounts) to the Debt Service Fund to meet debt service requirements on the District's debt certificates.

State law allows for the above transfers.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

**NOTE 6 - CAPITAL ASSETS**

Capital asset activity for the District for the year ended June 30, 2015 was as follows:

	<i><b>Beginning Balance</b></i>	<i><b>Increases</b></i>	<i><b>Decreases</b></i>	<i><b>Ending Balance</b></i>
<b><u>Capital assets not being depreciated:</u></b>				
Land	\$ 1,628	\$ -	\$ -	\$ 1,628
Construction in progress	<u>2,284,320</u>	<u>4,150,051</u>	<u>6,117,327</u>	<u>317,044</u>
Total capital assets not being depreciated	<u>2,285,948</u>	<u>4,150,051</u>	<u>6,117,327</u>	<u>318,672</u>
<b><u>Capital assets being depreciated:</u></b>				
Land improvements	653,771	277,460	-	931,231
Building improvements	19,867,494	5,839,867	-	25,707,361
Equipment	2,714,631	7,240	-	2,721,871
Vehicles	<u>217,579</u>	<u>33,644</u>	<u>-</u>	<u>251,223</u>
Total capital assets being depreciated	<u>23,453,475</u>	<u>6,158,211</u>	<u>-</u>	<u>29,611,686</u>
<b><u>Less Accumulated Depreciation for:</u></b>				
Land improvements	366,343	37,859	-	404,202
Building improvements	8,022,234	552,878	-	8,575,112
Equipment	2,182,360	182,911	-	2,365,271
Vehicles	<u>147,992</u>	<u>44,759</u>	<u>-</u>	<u>192,751</u>
Total accumulated depreciation	<u>10,718,929</u>	<u>818,407</u>	<u>-</u>	<u>11,537,336</u>
Net capital assets being depreciated	<u>12,734,546</u>	<u>5,339,804</u>	<u>-</u>	<u>18,074,350</u>
Net governmental activities capital assets	<u>\$ 15,020,494</u>	<u>\$ 9,489,855</u>	<u>\$ 6,117,327</u>	<u>\$ 18,393,022</u>

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

<i><b>Governmental Activities</b></i>	<i><b>Depreciation</b></i>
Regular programs	\$ 394,050
Special Programs	46,905
Instructional staff	203,573
General administration	24,076
School administration	33,401
Operations and maintenance	106,162
Central	<u>10,240</u>
Total depreciation expense - governmental activities	<u>\$ 818,407</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

**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, 2015:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
General obligation bonds	\$ 19,101,777	\$ 5,542,302	\$ 5,929,990	\$ 18,714,089	\$ 870,000
Unamortized premium	<u>606,037</u>	<u>240,308</u>	<u>257,980</u>	<u>588,365</u>	<u>-</u>
Total bonds payable	<u>19,707,814</u>	<u>5,782,610</u>	<u>6,187,970</u>	<u>19,302,454</u>	<u>870,000</u>
Debt certificates	1,130,000	-	70,000	1,060,000	70,000
Net pension liability	3,717,544	428,994	-	4,146,538	-
Net OPEB Obligation	130,968	192,242	119,779	203,431	-
Compensated absences	<u>354,211</u>	<u>250,982</u>	<u>276,432</u>	<u>328,761</u>	<u>276,432</u>
Total long-term liabilities - governmental activities	<u>\$ 25,040,537</u>	<u>\$ 6,654,828</u>	<u>\$ 6,654,181</u>	<u>\$ 25,041,184</u>	<u>\$ 1,216,432</u>

Additions to general obligation bonds includes accretion on capital appreciation bonds. The obligations for the compensated absences and net OPEB obligation will be repaid from the General Fund, and the obligation for the net pension liability will be repaid 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:

<b>Purpose</b>	<b>Interest Rates</b>	<b>Original Indebtedness</b>	<b>Face Amount</b>	<b>Carrying Amount</b>
Series 1996 Capital Appreciation Bonds dated March 6, 1996 are due in annual installments through January 1, 2016	4.8% to 5.90%	\$ 9,590,000	\$ 470,000	\$ 449,868
Series 2001A Capital Appreciation Refunding Bonds dated November 15, 2001 are due in annual installments through November 1, 2021	4.75% to 5.00%	4,105,000	3,145,000	2,584,221
Series 2006 School Building Bonds dated May 1, 2006 are due in annual installments through November 1, 2025	3.70% to 4.30%	7,950,000	1,740,000	1,740,000
Series 2013A Taxable General Obligation Refunding School Bonds dated March 4, 2013 are due in annual installments through June 30, 2024	3.50% to 3.63%	1,000,000	1,000,000	1,000,000
Series 2013B Taxable General Obligation Limited Tax School Bonds dated March 4, 2013 are due in annual installments through June 30, 2033	3.25% to 3.75%	7,565,000	7,565,000	7,565,000
Series 2015 General Obligation Refunding School Bonds dated May 6, 2015 are due in annual installments through May 1, 2026	2.00% to 2.25%	<u>5,375,000</u>	<u>5,375,000</u>	<u>5,375,000</u>
Total		<u>\$ 35,585,000</u>	<u>\$ 19,295,000</u>	<u>\$ 18,714,089</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
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**NOTE 7 - LONG TERM LIABILITIES - (CONTINUED)**

During the year, the District issued \$5,375,000 in General Obligation Bonds with an average interest rate of 2.54% to advance refund \$5,210,000 of outstanding 2006 Series bonds with an average interest rate of 4.25%. The net proceeds were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2006 Series bonds. As a result, the 2006 Series bonds are considered to be defeased and the liability for those bonds has been removed from the Statement of Net Position.

The District advance refunded the 2006 Series bonds to reduce its total debt service payments over the next 11 years by \$506,679. This transaction resulted in an economic gain/loss (difference between the present values of the debt service payments on the old and new debt) of \$443,026.

At June 30, 2015, \$6,615,000 of bonds outstanding are considered defeased.

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

	<i><b>Principal</b></i>	<i><b>Interest</b></i>	<i><b>Total</b></i>
2016	\$ 870,000	\$ 558,307	\$ 1,428,307
2017	905,000	527,094	1,432,094
2018	1,005,000	487,394	1,492,394
2019	1,095,000	454,144	1,549,144
2020	1,180,000	1,876,395	3,056,395
2021 - 2025	7,405,000	1,078,260	8,483,260
2026 - 2030	4,055,000	338,150	4,393,150
2031 - 2033	<u>2,780,000</u>	<u>-</u>	<u>2,780,000</u>
Total	<u>\$ 19,295,000</u>	<u>\$ 5,319,744</u>	<u>\$ 24,614,744</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, 2015, the statutory debt limit for the District was \$20,232,675, providing a debt margin of \$2,008,883.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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**NOTE 7 - LONG TERM LIABILITIES - (CONTINUED)**

*Debt Certificates* During the year ended June 30, 2010, the District issued Series 2009 Debt Certificates in the amount of \$1,265,000 for the partial refunding of lease certificates and for roof repair at Queen Bee School. The Debt Certificates require annual repayments which begin January 1, 2013 and extend through January 1, 2027. The obligations for the Debt Certificates will be repaid from the Debt Service Fund via transfers from the Operations and Maintenance Fund.

Annual debt service requirements to maturity for debt certificates are as follows:

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2016	\$ 70,000	\$ 42,753	\$ 112,753
2017	75,000	40,476	115,476
2018	75,000	37,853	112,853
2019	80,000	35,040	115,040
2020	80,000	32,040	112,040
2021 - 2025	465,000	108,020	573,020
2026 - 2027	<u>215,000</u>	<u>14,300</u>	<u>229,300</u>
Total	<u>\$ 1,060,000</u>	<u>\$ 310,482</u>	<u>\$ 1,370,482</u>

**NOTE 8 - RISK MANAGEMENT**

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following public entity risk pools: Educational Benefit Cooperative (EBC) for some or all of the employees' benefits and Collective Liability Insurance Cooperative to administer workers' compensation claims, casualty, property, and liability protection, and all insurance other than health, life and accident coverages procured the member districts. 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. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**NOTE 9 - JOINT AGREEMENTS**

The District is a member of the Cooperative Association for Special Education (CASE), a joint agreement that provides certain special education programs and 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.

Complete financial statements for CASE can be obtained from the administrative office at 22W600 Butterfield Road, Glen Ellyn, Illinois 60137.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
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## **NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS**

### **Teachers' Health Insurance Security**

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

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

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

*On Behalf Contributions to 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 1.02 percent of pay during the year ended June 30, 2015. State of Illinois contributions were \$111,773, and the District recognized revenues and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2014 and June 30, 2013 were 0.97 and 0.92 percent of pay, respectively. For these years, state contributions on behalf of District employees were \$106,100 and \$99,453, respectively.

*Employer Contributions to THIS Fund.* The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.76 percent during the year ended June 30, 2015 and 0.72 and 0.66 percent during the years ended June 30, 2014 and 2013, respectively. For the years ended June 30, 2015, 2014 and 2013 the District paid \$83,282, \$78,754 and \$74,590 to the THIS Fund, respectively, which was 100 percent of the required contribution for those years.

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 2014 and 2013 reports are listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

### **Medical Insurance Retirement Program**

The District administers a single-employer defined benefit healthcare plan ("the Medical Insurance Retirement Program"). The plan provides for eligible retirees and their spouses and covers both active and retired members. Benefit provisions are established through personnel policy guidelines and state that eligible retirees and their spouses at established contribution rates. The Medical Insurance Retirement Program does not issue a publicly available financial report.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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

Contribution requirements are established through personnel policy guidelines and may be amended by the action of the governing body. IMRF employees may choose to continue on the District's medical plan until age 65. The District will continue to pay the amount of the single HMO medical premium in the year that the employee retires. The retiree is responsible for any rate increases and dependent coverage is not subsidized. If an IMRF employee chooses not to continue on the District's medical plan upon retirement, they may elect a one-time payment based on years of service at retirement. Years of service groups are 12-15 years, 16-19 years, 20-24 years, and 25+ years with cash payments of \$3,000, \$3,800, \$4,500, and \$5,000, respectively. TRS retirees are not eligible to continue on the District's medical coverage upon retirement. Instead, the District offers an annual stipend for three years which is determined based on years of service at retirement. Years of service groups are 10-14 years, 15-19 years, and 20+ years with annual stipends of \$1,500, \$2,000, and \$2,500, respectively. The District will cover 100% of medical expenses for eligible retired administrators and their spouses until the earliest of age 65 or the completion of ten years.

The District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC). The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the Medical Insurance Retirement Program, and changes in the District's net OPEB obligation to the Medical Insurance Retirement Program:

Annual required contribution	\$ 192,335
Interest on net OPEB obligation	(558)
Adjustment to annual required contribution	<u>465</u>
Annual OPEB cost	192,242
Contributions made	<u>(119,779)</u>
Increase in net OPEB obligation	72,463
Net OPEB Obligation - Beginning of Year	<u>130,968</u>
Net OPEB Obligation - End of Year	<u><u>\$ 203,431</u></u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the Medical Insurance Retirement Program, and the net OPEB obligation for June 30, 2015 is as follows:

<b><i>Fiscal Year Ended</i></b>	<b>Annual OPEB Cost</b>	<b>Percentage of Annual OPEB Cost Contributed</b>	<b>Net OPEB Obligation</b>
June 30, 2015	\$ 192,242	62.31 %	\$ 203,431
June 30, 2014	192,242	62.31 %	130,968
June 30, 2013	192,242	62.31 %	58,505

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)**

The funded status of the Medical Insurance Retirement Program as of June 30, 2013, the most recent actuarial valuation date, is as follows:

Actuarial accrued liability (AAL)	\$ 2,422,216
Actuarial value of plan assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u><u>\$ 2,422,216</u></u>
Funded ratio (actuarial value of plan assets/AAL)	-%
Covered payroll (active plan members)	\$ 12,327,133
UAAL as a percentage of covered payroll	19.65%

Actuarial valuations of an ongoing plan involve estimates for the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan is understood by the employer and plan members) and include the type of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2013 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions include a 4 percent investment rate of return and an annual healthcare cost trend rate of 8 percent initially, reduced by decrements to an ultimate rate of 6 percent after 4 years. Both rates include a 5 percent inflation assumption. The actuarial value of the Medical Insurance Retirement Program assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The Medical Insurance Retirement Program's unfunded actuarial accrued liability is being amortized as a level of percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2015 is 30 years.

**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.



**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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## **NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

### **Teachers' Retirement System**

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

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

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

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

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

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2015 was 9.4 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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**NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

*On Behalf Contributions to TRS.* The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2015, State of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$5,419,172 in pension contributions from the State of Illinois.

*2.2 Formula Contributions.* Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2015, were \$63,557, and are deferred because they were paid after the June 30, 2014 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 a policy adopted by the TRS Board of Trustees that has been in effect since the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS. Public Act 98-0674 now requires the two rates to be the same.

For the year ended June 30, 2015, the District pension contribution was 33.00 percent of salaries paid from federal and special trust funds. Contributions for the year ended June 30, 2015, were \$45,750, which was equal to the District's required contribution. These contributions are deferred because they were paid after the June 30, 2014 measurement date.

*Early Retirement Option.* Contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The District is required to make a one-time contribution to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the current program is 146.5 percent and applies when the member is age 55 at retirement. For the year ended June 30, 2015, the District paid \$63,581 to TRS for District ERO contributions.

*Salary increases over 6 percent.* The District is also required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. For the year ended June 30, 2015, the District paid \$28,451 to TRS for employer contributions due on salary increases in excess of 6 percent.

*TRS Fiduciary Net Position.* Detailed information about the TRS's fiduciary net position as of June 30, 2014 is available in the separately issued TRS Comprehensive Annual Financial Report.

*Net Pension Liability.* At June 30, 2015, 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	\$ 2,085,831
State's proportionate share of the collective net pension liability associated with the District	67,310,034
Total	<u>\$ 69,395,865</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
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**NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013, and rolled forward to June 30, 2014. 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, 2014, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2014, the District's proportion was 0.00342736 percent.

The net pension liability as of the beginning of the measurement period was measured as of June 30, 2013, and the total pension liability was based on the June 30, 2013, actuarial valuation without any roll-up. The District's proportion of the net pension liability as of June 30, 2013, was based on the District's share of contributions to TRS for the measurement year ended June 30, 2013, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2013, the District's proportion was 0.00393750 percent.

*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, 2014 actuarial valuation included (a) 7.50% investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases of 5.75%, average, including inflation, and (c) inflation of 3.00%.

The actuarial assumptions for the years ended June 30, 2014 and 2013 were assumed to be the same. However, for funding purposes, the actuarial valuations for those two years were different. The actuarial assumptions used in the June 30, 2014 valuation were based on updates to economic assumptions adopted in 2014 which lowered the investment return assumption from 8.0 percent to 7.5 percent. The salary increase and inflation assumptions were also lowered. The actuarial assumptions used in the June 30, 2013 valuation were based on the 2012 actuarial experience analysis and first adopted in the June 30, 2012 valuation. The investment return assumption was lowered from 8.5 percent to 8.0 percent and the salary increase and inflation assumptions were also lowered. Mortality assumptions were adjusted to anticipate continued improvement in mortality.

*Mortality.* Mortality rates were based on the RP-2000 White Collar Table with projections using scale AA that vary by member group.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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**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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. large cap	18.00 %	8.23 %
Global equity excluding U.S.	18.00 %	8.58 %
Aggregate bonds	16.00 %	2.27 %
U.S. TIPS	2.00 %	3.52 %
NCREIF	11.00 %	5.81 %
Opportunistic real estate	4.00 %	9.79 %
ARS	8.00 %	3.27 %
Risk parity	8.00 %	5.57 %
Diversified inflation strategy	1.00 %	3.96 %
Private equity	14.00 %	13.03 %

*Discount Rate.* The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

*Discount Rate.* Based on those assumptions, TRS's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. *Tier I*'s liability is partially-funded by *Tier II* members, as the *Tier II* member contribution is higher than the cost of *Tier II* benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. Therefore, 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.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
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**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 7.5 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 (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the collective net pension liability	\$ 2,575,899	\$ 2,085,831	\$ 1,679,999

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.* For the year ended June 30, 2015, the District recognized pension expense of 105,353 and on-behalf revenue of \$5,419,172 for support provided by the state. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,102	\$ -
Net difference between projected and actual earnings on pension plan investments	-	104,829
Changes in proportion and differences between District contributions and proportionate share of contributions	-	257,178
District contributions subsequent to the measurement date	109,307	-
Total	<u>\$ 110,409</u>	<u>\$ 362,007</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, 2016. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$360,905) will be recognized in pension expense as follows:

<i>Year Ending June 30,</i>	<i>Amount</i>
2016	\$ (88,362)
2017	(88,362)
2018	(88,362)
2019	(88,362)
2020	(7,457)
Total	<u>\$ (360,905)</u>

**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 affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer 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](http://www.imrf.org).

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
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**NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

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 their final rate (average of the highest 48 consecutive months earnings during the last 10 years) of earnings for each year of credited service up to 15 years and 2% for each year thereafter. 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, or age 62 with 35 years of service are entitled to an annual retirement benefit as described above. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

*Plan Membership.* At December 31, 2014, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	72
Inactive, non-retired members	90
Active members	<u>83</u>
Total	<u><u>245</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 2014 was 11.90 percent of annual covered payroll. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Net Pension Liability/(Asset).* The net pension liability/(asset) was measured as of December 31, 2014, 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.

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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**NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

*Actuarial Assumptions.* The assumptions used to measure the total pension liability in the December 31, 2014 annual actuarial valuation included (a) 7.48% investment rate of return, (b) projected salary increases from 3.75% to 14.50%, including inflation, and (c) inflation of 3.50% and price inflation of 2.75%. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

*Mortality.* For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). 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-2014 (base year 2014). 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-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

*Long-Term Expected Real Rate of Return.* The long-term expected rate of return on pension plan investments was determined using an asset allocation study in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce long-term expected rate of return by the target asset allocation percentage and by 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	Projected Returns/Risk		
	Target Allocation	One Year Arithmetic	Ten Year Geometric
Equities	63.20 %	9.15 %	7.60 %
International equities	2.60 %	9.80 %	7.80 %
Fixed income	23.50 %	3.05 %	3.00 %
Real estate	4.30 %	7.35 %	6.15 %
Alternatives	4.50 %		
Private equity		13.55 %	8.50 %
Hedge funds		5.55 %	5.25 %
Commodities		4.40 %	2.75 %
Cash equivalents	1.90 %	2.25 %	2.25 %

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

**NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

*Discount Rate.* The discount rate used to measure the total pension liability for IMRF was 7.48%. The discount rate calculated using the December 31, 2013 measurement date was 7.49%. 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 not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments of 7.50% was blended with the index rate of 3.56% for tax exempt 20-year general obligation municipal bonds with an average AA credit rating at December 31, 2014 to arrive at a discount rate of 7.48 used to determine the total pension liability. The year ending December 31, 2087 is the last year in the 2015 to 2114 projection period for which projected benefit payments are fully funded.

*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 7.48% 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 (6.48%) or 1 percentage point higher (8.48%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total pension liability	\$ 15,763,009	\$ 13,870,794	\$ 12,316,243
Plan fiduciary net position	<u>11,810,087</u>	<u>11,810,087</u>	<u>11,810,087</u>
Net pension liability/(asset)	<u>\$ 3,952,922</u>	<u>\$ 2,060,707</u>	<u>\$ 506,156</u>

*Changes in Net Pension Liability/(Asset).* The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2014 was as follows:

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balances at December 31, 2013	\$ 12,469,552	\$ 11,215,677	\$ 1,253,875
Service cost	355,043	-	355,043
Interest on total pension liability	927,743	-	927,743
Differences between expected and actual experience of the total pension liability	94,067	-	94,067
Change of assumptions	545,700	-	545,700
Benefit payments, including refunds of employee contributions	(521,311)	(521,311)	-
Contributions - employer	-	367,583	(367,583)
Contributions - employee	-	139,001	(139,001)
Net investment income	-	683,707	(683,707)
Other (Net Transfer)	<u>-</u>	<u>(74,570)</u>	<u>74,570</u>
Balances at December 31, 2014	<u>\$ 13,870,794</u>	<u>\$ 11,810,087</u>	<u>\$ 2,060,707</u>



**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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**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, 2015, the District recognized pension expense of \$592,677. The District reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 67,406	\$ -
Assumption changes	391,036	-
Net difference between projected and actual earnings on pension plan investments	123,296	-
Contributions subsequent to the measurement date	<u>135,782</u>	<u>-</u>
Total	<u>\$ 717,520</u>	<u>\$ -</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, 2016. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$581,738) will be recognized in pension expense as follows:

<i>Year Ending December 31,</i>	<i>Amount</i>
2015	\$ 212,149
2016	212,149
2017	126,618
2018	<u>30,822</u>
Total	<u>\$ 581,738</u>

**NOTE 12 - CONSTRUCTION COMMITMENTS**

As of June 30, 2015, the District is committed to approximately \$540,025 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balances and life safety bonds already issued.

**NOTE 13 - STATE AND FEDERAL AID CONTINGENCIES**

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

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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**NOTE 14 - RESTATEMENT**

Net position has been restated due to the implementation of GASB Statement No. 68 and GASB Statement No. 71. The restatement is necessary to record the prior year net pension liability as well as deferred outflows of resources related to employer contributions after the measurement date.

	<b><i>Governmental Activities</i></b>
Net position as previously reported, June 30, 2014	\$ 6,772,980
Adjustment to record the net pension liability as of June 30, 2014	(3,717,544)
Adjustment to record deferred outflows of resources related to pensions as of June 30, 2014	<u>301,842</u>
Net position as restated, June 30, 2014	<u><u>\$ 3,357,278</u></u>

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

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 72, *Fair Value Measurement and Application*, GASB Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68*, and *Amendments to Certain Provisions of GASB Statements 67 and 68*, GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, and GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. Application of these standards may restate portions of these financial statements.

**QUEEN BEE SCHOOL DISTRICT 16**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
SCHEDULE OF CHANGES IN THE DISTRICT'S NET PENSION LIABILITY  
AND RELATED RATIOS  
Most Recent Fiscal Year

	<u><b>2015</b></u>
<b>Total pension liability</b>	
Service cost	\$ 355,043
Interest	927,743
Differences between expected and actual experience	94,067
Changes of assumptions	545,700
Benefit payments, including refunds of member contributions	<u>(521,311)</u>
<b>Net change in total pension liability</b>	1,401,242
<b>Total pension liability - beginning</b>	<u>12,469,552</u>
<b>Total pension liability - ending (a)</b>	<u><b>\$ 13,870,794</b></u>
<b>Plan fiduciary net position</b>	
Employer contributions	\$ 367,583
Employee contributions	139,001
Net investment income	683,707
Benefit payments, including refunds of member contributions	(521,311)
Other (net transfer)	<u>(74,570)</u>
<b>Net change in plan fiduciary net position</b>	594,410
<b>Plan fiduciary net position - beginning</b>	<u>11,215,677</u>
<b>Plan fiduciary net position - ending (b)</b>	<u><b>\$ 11,810,087</b></u>
<b>Employer's net pension liability - ending (a) - (b)</b>	<u><b>\$ 2,060,707</b></u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	85.14%
<b>Covered-employee payroll</b>	\$ 3,088,931
<b>Employer's net pension liability as a percentage of covered-employee payroll</b>	66.71%

**Notes to Schedule:**

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

See Auditors' Report and Notes to Required Supplementary Information

# QUEEN BEE SCHOOL DISTRICT 16

## ILLINOIS MUNICIPAL RETIREMENT FUND SCHEDULE OF DISTRICT CONTRIBUTIONS

Most Recent Fiscal Year

	<u>2015</u>
Actuarially determined contribution	\$ 367,583
Contributions in relation to the actuarially determined contribution	<u>(367,583)</u>
Contribution deficiency (excess)	<u>\$ -</u>
Covered-employee payroll	\$ 3,088,931
Contributions as a percentage of covered-employee payroll	11.90%

### 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	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	29 years
Asset valuation method	5-Year Smoothed Market
Inflation	3.00%
Salary increases	4.40% to 16.00% 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-2000 CHBCA

### Other information:

There were no benefit changes during the year.

See Auditors' Report and Notes to Required Supplementary Information

**QUEEN BEE SCHOOL DISTRICT 16**  
**TEACHERS' RETIREMENT SYSTEM**  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY AND DISTRICT CONTRIBUTIONS  
Most Recent Fiscal Year

	<u><b>2015</b></u>
District's proportion of the net pension liability	0.00342736%
District's proportionate share of the net pension liability	\$ 2,085,831
State's proportionate share of the net pension liability	<u>67,310,034</u>
Total net pension liability	<u>\$ 69,395,865</u>
Covered-employee payroll	\$ 10,958,163
District's proportionate share of the net pension liability as a percentage of covered payroll	19.03%
Plan fiduciary net position as a percentage of the total pension liability	43.00%
Contractually required contribution	\$ 109,307
Contributions in relation to the contractually required contribution	<u>(109,307)</u>
Contribution deficiency (excess)	<u>\$ -</u>
Contributions as a percentage of covered employee payroll	0.9975%

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

**Notes to Schedule:**

Amounts reported in 2014 reflect an investment rate of return of 7.5 percent, an inflation rate of 3.0 percent and real return of 4.5 percent, and a salary increase assumption of 5.75 percent. In 2013, assumptions used were an investment rate of return of 8.0 percent, an inflation rate of 3.25 percent and real return of 4.75 percent, and salary increases of 6.00 percent. However, the total pension liability at the beginning and end of the year was calculated using the same assumptions, so the difference due to actuarial assumptions was not calculated or allocated.

See Auditors' Report and Notes to Required Supplementary Information

**QUEEN BEE SCHOOL DISTRICT 16****SCHEDULE OF FUNDING PROGRESS FOR MEDICAL INSURANCE RETIREMENT PROGRAM  
AS OF JUNE 30, 2015**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/13	\$ -	\$ 2,422,216	\$ 2,422,216	N/A	\$ 12,327,133	19.65%
6/30/11	-	2,090,035	2,090,035	N/A	10,035,702	20.83%
6/30/09	-	1,074,000	1,074,000	N/A	12,456,473	8.62%

See Auditors' Report and Notes to Required Supplementary Information

# QUEEN BEE SCHOOL DISTRICT 16

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 10,428,000	\$ 10,426,934	\$ (1,066)	\$ 11,134,537
Special education levy	1,174,000	1,174,968	968	1,254,366
Corporate personal property replacement taxes	51,000	61,972	10,972	62,625
Special education - tuition from other LEA's (in state)	625,000	830,252	205,252	638,364
Investment income	-	(1,078)	(1,078)	(858)
Sales to pupils - lunch	161,000	146,952	(14,048)	147,719
Fees	12,000	9,820	(2,180)	9,877
Rentals - regular textbook	50,000	51,024	1,024	53,033
Contributions and donations from private sources	-	78,615	78,615	50,816
Other	39,138	762	(38,376)	10,120
Total local sources	12,540,138	12,780,221	240,083	13,360,599
<b>State sources</b>				
General state aid	5,013,000	4,616,655	(396,345)	3,781,861
Special education - private facility tuition	55,000	65,994	10,994	51,642
Special education - extraordinary	265,000	264,164	(836)	262,648
Special education - personnel	269,000	268,889	(111)	270,740
Special education - orphanage - individual	3,000	-	(3,000)	2,956
Special education - summer school	3,500	3,537	37	3,334
Bilingual education - downstate - TPI	352,370	226,401	(125,969)	264,032
State free lunch & breakfast	12,000	6,042	(5,958)	10,379
Early childhood - block grant	109,000	107,020	(1,980)	109,043
Other restricted revenue from state sources	-	104,218	104,218	1,721
Total state sources	6,081,870	5,662,920	(418,950)	4,758,356
<b>Federal sources</b>				
National school lunch program	425,000	462,826	37,826	447,901
School breakfast program	125,000	129,055	4,055	124,571
Food service - other	-	4,105	4,105	-
Title I - Low income	225,000	333,944	108,944	306,384
Federal - special education - IDEA - room & board	-	2,555	2,555	-
Title III - English language acquisition	90,724	81,720	(9,004)	168,489
Title II - Teacher quality	57,000	51,749	(5,251)	56,307
Medicaid matching funds - administrative outreach	30,000	52,173	22,173	27,976
Medicaid matching funds - fee-for-service program	20,000	63,148	43,148	41,704
Other restricted revenue from federal sources	-	59,992	59,992	49,766
Total federal sources	972,724	1,241,267	268,543	1,223,098
Total revenues	19,594,732	19,684,408	89,676	19,342,053

See Auditors' Report and Notes to Required Supplementary Information

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Expenditures</b>				
<b>Instruction</b>				
<b>Regular programs</b>				
Salaries	\$ 6,256,563	\$ 6,110,026	\$ 146,537	\$ 6,169,886
Employee benefits	962,477	941,024	21,453	1,041,455
Purchased services	-	2,351	(2,351)	-
Supplies and materials	105,125	81,305	23,820	102,896
Capital outlay	60,000	55,628	4,372	-
Other objects	1,500	783	717	1,628
Non-capitalized equipment	23,138	23,136	2	29,634
Total	<u>7,408,803</u>	<u>7,214,253</u>	<u>194,550</u>	<u>7,345,499</u>
<b>Pre-K programs</b>				
Salaries	279,228	227,376	51,852	208,474
Purchased services	-	13,302	(13,302)	45,133
Supplies and materials	2,500	2,862	(362)	6,892
Capital outlay	-	-	-	3,352
Total	<u>281,728</u>	<u>243,540</u>	<u>38,188</u>	<u>263,851</u>
<b>Special education programs</b>				
Salaries	1,786,219	1,456,734	329,485	1,523,809
Employee benefits	391,179	314,335	76,844	190,055
Purchased services	80,000	121,743	(41,743)	98,603
Supplies and materials	31,890	10,372	21,518	8,204
Capital outlay	10,000	4,764	5,236	-
Non-capitalized equipment	10,000	1,864	8,136	-
Total	<u>2,309,288</u>	<u>1,909,812</u>	<u>399,476</u>	<u>1,820,671</u>
<b>Special education programs Pre-K</b>				
Salaries	-	192,571	(192,571)	186,515
Employee benefits	-	17,020	(17,020)	-
Total	<u>-</u>	<u>209,591</u>	<u>(209,591)</u>	<u>186,515</u>
<b>Remedial and supplemental programs K-12</b>				
Salaries	393,075	374,298	18,777	281,168
Employee benefits	65,837	50,363	15,474	25,943
Purchased services	41,968	46,305	(4,337)	70,926
Supplies and materials	6,122	40,133	(34,011)	14,800
Total	<u>507,002</u>	<u>511,099</u>	<u>(4,097)</u>	<u>392,837</u>
<b>Remedial and supplemental programs Pre-K</b>				
Supplies and materials	600	220	380	437
Total	<u>600</u>	<u>220</u>	<u>380</u>	<u>437</u>

See Auditors' Report and Notes to Required Supplementary Information

(Continued)



# QUEEN BEE SCHOOL DISTRICT 16

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Interscholastic programs</b>				
Salaries	\$ 120,000	\$ 117,924	\$ 2,076	\$ 110,018
Purchased services	17,000	21,103	(4,103)	12,588
Supplies and materials	4,300	219	4,081	7,006
Total	141,300	139,246	2,054	129,612
<b>Bilingual programs</b>				
Salaries	1,193,053	1,195,414	(2,361)	1,132,014
Employee benefits	161,841	176,823	(14,982)	127,290
Purchased services	10,100	25,970	(15,870)	36,915
Supplies and materials	10,949	27,249	(16,300)	59,372
Non-capitalized equipment	-	-	-	15,066
Total	1,375,943	1,425,456	(49,513)	1,370,657
Total instruction	12,024,664	11,653,217	371,447	11,510,079
<b>Support services</b>				
<b>Pupils</b>				
<b>Attendance and social work services</b>				
Salaries	94,185	94,959	(774)	92,928
Employee benefits	9,057	8,878	179	5,075
Purchased services	-	67	(67)	-
Supplies and materials	-	-	-	2,374
Total	103,242	103,904	(662)	100,377
<b>Guidance services</b>				
Salaries	82,655	84,806	(2,151)	80,205
Employee benefits	9,923	9,279	644	9,766
Total	92,578	94,085	(1,507)	89,971
<b>Health services</b>				
Salaries	148,917	140,216	8,701	143,613
Employee benefits	36,171	23,404	12,767	9,722
Purchased services	-	-	-	1,059
Supplies and materials	3,675	2,457	1,218	1,732
Total	188,763	166,077	22,686	156,126
<b>Psychological services</b>				
Supplies and materials	500	549	(49)	378
Total	500	549	(49)	378
Total pupils	385,083	364,615	20,468	346,852

See Auditors' Report and Notes to Required Supplementary Information

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Instructional staff</b>				
<b>Improvement of instructional services</b>				
Salaries	\$ 293,075	\$ 297,799	\$ (4,724)	\$ 310,916
Employee benefits	49,551	52,207	(2,656)	72,752
Purchased services	217,766	255,790	(38,024)	169,226
Supplies and materials	169,150	107,907	61,243	118,955
Capital outlay	25,000	-	25,000	22,855
Total	754,542	713,703	40,839	694,704
<b>Educational media services</b>				
Salaries	464,591	459,761	4,830	406,543
Employee benefits	53,842	52,169	1,673	69,160
Supplies and materials	8,300	28,825	(20,525)	7,397
Total	526,733	540,755	(14,022)	483,100
<b>Assessment and testing</b>				
Supplies and materials	-	270	(270)	3,375
Total	-	270	(270)	3,375
Total instructional staff	1,281,275	1,254,728	26,547	1,181,179
<b>General administration</b>				
<b>Board of education services</b>				
Salaries	54,000	88,479	(34,479)	47,678
Employee benefits	148,500	187,621	(39,121)	119,940
Purchased services	335,000	276,493	58,507	234,243
Other objects	60,500	49,885	10,615	59,302
Total	598,000	602,478	(4,478)	461,163
<b>Executive administration services</b>				
Salaries	338,578	340,161	(1,583)	320,665
Employee benefits	94,561	93,438	1,123	96,575
Purchased services	97,700	89,966	7,734	108,582
Supplies and materials	46,500	39,067	7,433	35,052
Other objects	3,000	1,039	1,961	2,178
Non-capitalized equipment	2,000	199	1,801	-
Total	582,339	563,870	18,469	563,052
<b>Special area administration services</b>				
Salaries	145,200	145,281	(81)	178,259
Employee benefits	29,829	34,257	(4,428)	40,107
Purchased services	7,400	7,501	(101)	3,206
Supplies and materials	500	137	363	-
Total	182,929	187,176	(4,247)	221,572
Total general administration	1,363,268	1,353,524	9,744	1,245,787

See Auditors' Report and Notes to Required Supplementary Information

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>School administration</b>				
<b>Office of the principal services</b>				
Salaries	\$ 1,045,510	\$ 1,055,800	\$ (10,290)	\$ 1,035,587
Employee benefits	228,454	227,440	1,014	225,635
Purchased services	6,000	2,527	3,473	3,408
Supplies and materials	21,950	26,653	(4,703)	20,484
Other objects	350	480	(130)	6,095
Total	1,302,264	1,312,900	(10,636)	1,291,209
Total school administration	1,302,264	1,312,900	(10,636)	1,291,209
<b>Business</b>				
<b>Direction of business support services</b>				
Salaries	300,860	259,824	41,036	247,834
Employee benefits	64,941	63,088	1,853	71,423
Purchased services	24,000	26,605	(2,605)	18,360
Other objects	2,500	2,389	111	2,044
Total	392,301	351,906	40,395	339,661
<b>Fiscal services</b>				
Salaries	-	41,536	(41,536)	40,326
Total	-	41,536	(41,536)	40,326
<b>Operation and maintenance of plant services</b>				
Purchased services	-	2,562	(2,562)	1,991
Capital outlay	20,000	14,597	5,403	18,989
Non-capitalized equipment	40,000	14,035	25,965	21,923
Total	60,000	31,194	28,806	42,903
<b>Pupil transportation services</b>				
Salaries	14,000	-	14,000	15,492
Purchased services	-	10,456	(10,456)	-
Total	14,000	10,456	3,544	15,492
<b>Food services</b>				
Salaries	125,000	136,464	(11,464)	122,933
Purchased services	750,000	893,438	(143,438)	838,813
Supplies and materials	-	568	(568)	2,992
Capital outlay	15,000	6,374	8,626	1,637
Other objects	3,000	1,305	1,695	1,541
Non-capitalized equipment	5,000	790	4,210	5,923
Total	898,000	1,038,939	(140,939)	973,839
Total business	1,364,301	1,474,031	(109,730)	1,412,221

See Auditors' Report and Notes to Required Supplementary Information

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Central</b>				
<b>Information services</b>				
Purchased services	\$ 10,000	\$ -	\$ 10,000	\$ -
Total	10,000	-	10,000	-
<b>Data processing services</b>				
Salaries	-	56,327	(56,327)	54,162
Purchased services	-	5,385	(5,385)	5,385
Total	-	61,712	(61,712)	59,547
Total central	10,000	61,712	(51,712)	59,547
Total support services	5,706,191	5,821,510	(115,319)	5,536,795
<b>Payments to other districts and governmental units</b>				
<b>Payments for special education programs</b>				
Purchased services	1,350,000	1,678,645	(328,645)	1,503,154
Other objects	1,050,000	-	1,050,000	-
Total	2,400,000	1,678,645	721,355	1,503,154
<b>Payments for special education programs - tuition</b>				
Other objects	-	1,383,244	(1,383,244)	998,271
Total	-	1,383,244	(1,383,244)	998,271
<b>Other payments to in-state govt. units - transfers</b>				
Other objects	114,853	-	114,853	-
Total	114,853	-	114,853	-
Total payments to other districts and governmental units	2,514,853	3,061,889	(547,036)	2,501,425
Total expenditures	20,245,708	20,536,616	(290,908)	19,548,299
Excess (deficiency) of revenues over expenditures	(650,976)	(852,208)	(201,232)	(206,246)

# QUEEN BEE SCHOOL DISTRICT 16

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Other financing sources (uses)</b>				
Transfer among funds	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 1,000,000
Transfer to debt service fund to pay principal on debt certificates	-	(245,259)	(245,259)	(135,000)
Transfer to debt service fund to pay interest on debt certificates	-	(44,853)	(44,853)	(205,577)
Total other financing sources (uses)	<u>1,000,000</u>	<u>709,888</u>	<u>(290,112)</u>	<u>659,423</u>
Net change in fund balance	<u>\$ 349,024</u>	<u>(142,320)</u>	<u>\$ (491,344)</u>	453,177
Fund balance, beginning of year		<u>5,399,864</u>		<u>4,946,687</u>
Fund balance, end of year		<u>\$ 5,257,544</u>		<u>\$ 5,399,864</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
**TORT IMMUNITY AND JUDGMENT FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2015  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Revenues</b>				
<b>Local sources</b>				
Tort immunity levy	\$ 276,000	\$ 266,018	\$ (9,982)	\$ 261,142
Investment income	-	4	4	5
Refund of prior years' expenditures	-	-	-	21,279
Total local sources	<u>276,000</u>	<u>266,022</u>	<u>(9,978)</u>	<u>282,426</u>
Total revenues	<u>276,000</u>	<u>266,022</u>	<u>(9,978)</u>	<u>282,426</u>
<b>Expenditures</b>				
<b>Support Services</b>				
<b>General administration</b>				
<b>Workers' compensation or workers' occupational disease act payments</b>				
Purchased services	<u>72,000</u>	<u>117,504</u>	<u>(45,504)</u>	<u>154,204</u>
Total	<u>72,000</u>	<u>117,504</u>	<u>(45,504)</u>	<u>154,204</u>
<b>Unemployment insurance payments</b>				
Purchased services	<u>55,000</u>	<u>8,320</u>	<u>46,680</u>	<u>1,485</u>
Total	<u>55,000</u>	<u>8,320</u>	<u>46,680</u>	<u>1,485</u>
<b>Insurance payments (regular or self-insurance)</b>				
Purchased services	<u>120,000</u>	<u>-</u>	<u>120,000</u>	<u>-</u>
Total	<u>120,000</u>	<u>-</u>	<u>120,000</u>	<u>-</u>
<b>Property insurance (buildings and grounds)</b>				
Purchased services	<u>-</u>	<u>71,770</u>	<u>(71,770)</u>	<u>73,231</u>
Total	<u>-</u>	<u>71,770</u>	<u>(71,770)</u>	<u>73,231</u>
Total general administration	<u>247,000</u>	<u>197,594</u>	<u>49,406</u>	<u>228,920</u>
Total support services	<u>247,000</u>	<u>197,594</u>	<u>49,406</u>	<u>228,920</u>
Total expenditures	<u>247,000</u>	<u>197,594</u>	<u>49,406</u>	<u>228,920</u>
Net change in fund balance	<u>\$ 29,000</u>	<u>68,428</u>	<u>\$ 39,428</u>	<u>53,506</u>
Fund balance, beginning of year		<u>108,276</u>		<u>54,770</u>
Fund balance, end of year		<u>\$ 176,704</u>		<u>\$ 108,276</u>

See Auditors' Report and Notes to Required Supplementary Information

**QUEEN BEE SCHOOL DISTRICT 16**  
**OPERATIONS AND MAINTENANCE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2015  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 1,614,000	\$ 1,615,880	\$ 1,880	\$ 1,725,130
Investment income	-	33	33	35
Rentals	255,000	265,152	10,152	269,528
Other	<u>33,000</u>	<u>32,967</u>	<u>(33)</u>	<u>33,025</u>
Total local sources	<u>1,902,000</u>	<u>1,914,032</u>	<u>12,032</u>	<u>2,027,718</u>
<b>Federal sources</b>				
Total revenues	<u>1,902,000</u>	<u>1,914,032</u>	<u>12,032</u>	<u>2,027,718</u>
<b>Expenditures</b>				
<b>Support services</b>				
<b>Business</b>				
<b>Direction of business support services</b>				
Purchased services	-	146,318	(146,318)	143,818
Capital outlay	<u>-</u>	<u>236,171</u>	<u>(236,171)</u>	<u>121,547</u>
Total	<u>-</u>	<u>382,489</u>	<u>(382,489)</u>	<u>265,365</u>
<b>Facilities acquisition and construction service</b>				
Purchased services	172,000	10,838	161,162	16,077
Supplies and materials	20,000	167	19,833	6,754
Capital outlay	<u>180,000</u>	<u>-</u>	<u>180,000</u>	<u>-</u>
Total	<u>372,000</u>	<u>11,005</u>	<u>360,995</u>	<u>22,831</u>
<b>Operation and maintenance of plant services</b>				
Salaries	1,294,766	1,294,633	133	1,233,708
Employee benefits	226,487	221,684	4,803	250,249
Purchased services	943,500	808,771	134,729	483,233
Supplies and materials	415,000	467,529	(52,529)	497,791
Capital outlay	40,000	17,355	22,645	83,277
Non-capitalized equipment	<u>-</u>	<u>25,245</u>	<u>(25,245)</u>	<u>-</u>
Total	<u>2,919,753</u>	<u>2,835,217</u>	<u>84,536</u>	<u>2,548,258</u>
Total business	<u>3,291,753</u>	<u>3,228,711</u>	<u>63,042</u>	<u>2,836,454</u>
Total support services	<u>3,291,753</u>	<u>3,228,711</u>	<u>63,042</u>	<u>2,836,454</u>
Total expenditures	<u>3,291,753</u>	<u>3,228,711</u>	<u>63,042</u>	<u>2,836,454</u>
Excess (deficiency) of revenues over expenditures	<u>(1,389,753)</u>	<u>(1,314,679)</u>	<u>75,074</u>	<u>(808,736)</u>

See Auditors' Report and Notes to Required Supplementary Information

**QUEEN BEE SCHOOL DISTRICT 16**  
**OPERATIONS AND MAINTENANCE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2015  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Other financing sources (uses)</b>				
Transfer among funds	\$ 1,400,000	\$ 1,400,000	\$ -	\$ 1,000,000
Transfer to capital projects fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>(99,477)</u>
Total other financing sources (uses)	<u>1,400,000</u>	<u>1,400,000</u>	<u>-</u>	<u>900,523</u>
Net change in fund balance	<u>\$ 10,247</u>	85,321	<u>\$ 75,074</u>	91,787
Fund balance, beginning of year		<u>656,230</u>		<u>564,443</u>
Fund balance, end of year		<u>\$ 741,551</u>		<u>\$ 656,230</u>

See Auditors' Report and Notes to Required Supplementary Information



**QUEEN BEE SCHOOL DISTRICT 16**  
**TRANSPORTATION FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2015  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 3,105,000	\$ 3,008,738	\$ (96,262)	\$ 1,942,613
Regular transportation fees from pupils or parents (in state)	-	2,566	2,566	1,047
Investment income	-	42	42	26
Total local sources	<u>3,105,000</u>	<u>3,011,346</u>	<u>(93,654)</u>	<u>1,943,686</u>
<b>State sources</b>				
Transportation - regular/vocational	6,000	4,888	(1,112)	4,567
Transportation - special education	<u>350,000</u>	<u>291,233</u>	<u>(58,767)</u>	<u>328,488</u>
Total state sources	<u>356,000</u>	<u>296,121</u>	<u>(59,879)</u>	<u>333,055</u>
Total revenues	<u>3,461,000</u>	<u>3,307,467</u>	<u>(153,533)</u>	<u>2,276,741</u>
<b>Expenditures</b>				
<b>Support Services</b>				
<b>Business</b>				
<b>Pupil transportation services</b>				
Salaries	13,000	15,997	(2,997)	-
Purchased services	<u>632,000</u>	<u>623,591</u>	<u>8,409</u>	<u>596,319</u>
Total	<u>645,000</u>	<u>639,588</u>	<u>5,412</u>	<u>596,319</u>
Total business	<u>645,000</u>	<u>639,588</u>	<u>5,412</u>	<u>596,319</u>
Total support services	<u>645,000</u>	<u>639,588</u>	<u>5,412</u>	<u>596,319</u>
Total expenditures	<u>645,000</u>	<u>639,588</u>	<u>5,412</u>	<u>596,319</u>
Excess (deficiency) of revenues over expenditures	<u>2,816,000</u>	<u>2,667,879</u>	<u>(148,121)</u>	<u>1,680,422</u>
<b>Other financing sources (uses)</b>				
Transfer among funds	<u>(2,400,000)</u>	<u>(2,400,000)</u>	<u>-</u>	<u>(2,000,000)</u>
Total other financing sources (uses)	<u>(2,400,000)</u>	<u>(2,400,000)</u>	<u>-</u>	<u>(2,000,000)</u>
Net change in fund balance	<u>\$ 416,000</u>	267,879	<u>\$ (148,121)</u>	(319,578)
Fund balance, beginning of year		<u>423,003</u>		<u>742,581</u>
Fund balance, end of year		<u>\$ 690,882</u>		<u>\$ 423,003</u>

See Auditors' Report and Notes to Required Supplementary Information

**QUEEN BEE SCHOOL DISTRICT 16**  
**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2015  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 507,000	\$ 491,929	\$ (15,071)	\$ 469,300
Social security/medicare only levy	355,000	344,468	(10,532)	342,146
Corporate personal property replacement taxes	17,000	31,204	14,204	28,087
Investment income	-	12	12	16
Total local sources	<u>879,000</u>	<u>867,613</u>	<u>(11,387)</u>	<u>839,549</u>
Total revenues	<u>879,000</u>	<u>867,613</u>	<u>(11,387)</u>	<u>839,549</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Regular programs	145,191	152,693	(7,502)	149,205
Special education programs	149,027	154,718	(5,691)	155,638
Educationally deprived/remedial programs	6,926	10,097	(3,171)	7,718
Interscholastic programs	1,386	771	615	1,435
Bilingual programs	<u>17,621</u>	<u>24,981</u>	<u>(7,360)</u>	<u>18,998</u>
Total instruction	<u>320,151</u>	<u>343,260</u>	<u>(23,109)</u>	<u>332,994</u>
<b>Support services</b>				
<b>Pupils</b>				
Health services	<u>9,169</u>	<u>13,100</u>	<u>(3,931)</u>	<u>9,873</u>
Total pupils	<u>9,169</u>	<u>13,100</u>	<u>(3,931)</u>	<u>9,873</u>
<b>Instructional staff</b>				
Improvement of instructional staff	25,905	19,639	6,266	10,148
Educational media services	<u>21,129</u>	<u>24,202</u>	<u>(3,073)</u>	<u>22,028</u>
Total instructional staff	<u>47,034</u>	<u>43,841</u>	<u>3,193</u>	<u>32,176</u>
<b>General administration</b>				
Board of education services	7,873	5,734	2,139	6,715
Executive administration services	14,449	22,742	(8,293)	21,965
Special area administration services	<u>7,880</u>	<u>8,268</u>	<u>(388)</u>	<u>8,054</u>
Total general administration	<u>30,202</u>	<u>36,744</u>	<u>(6,542)</u>	<u>36,734</u>
<b>School administration</b>				
Office of the principal services	<u>60,482</u>	<u>62,453</u>	<u>(1,971)</u>	<u>61,914</u>
Total school administration	<u>60,482</u>	<u>62,453</u>	<u>(1,971)</u>	<u>61,914</u>

See Auditors' Report and Notes to Required Supplementary Information

**QUEEN BEE SCHOOL DISTRICT 16**  
**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2015  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Business</b>				
Direction of business support services	\$ 28,625	\$ 23,598	\$ 5,027	\$ 12,798
Fiscal services	-	-	-	9,888
Operations and maintenance of plant services	237,169	254,698	(17,529)	243,561
Pupil transportation services	1,908	8,319	(6,411)	3,138
Food services	5,260	3,670	1,590	5,705
Internal services	-	-	-	5,304
Total business	<u>272,962</u>	<u>290,285</u>	<u>(17,323)</u>	<u>280,394</u>
<b>Central</b>				
Data processing services	-	-	-	9,060
Total central	-	-	-	9,060
Total support services	<u>419,849</u>	<u>446,423</u>	<u>(26,574)</u>	<u>430,151</u>
Total expenditures	<u>740,000</u>	<u>789,683</u>	<u>(49,683)</u>	<u>763,145</u>
Net change in fund balance	<u>\$ 139,000</u>	77,930	<u>\$ (61,070)</u>	76,404
Fund balance, beginning of year		<u>491,419</u>		<u>415,015</u>
Fund balance, end of year		<u>\$ 569,349</u>		<u>\$ 491,419</u>

See Auditors' Report and Notes to Required Supplementary Information

**QUEEN BEE SCHOOL DISTRICT 16**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

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## **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 an 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 General Fund (Educational Accounts). The differences between the budget and GAAP basis are as follows:

	<b>Revenues</b>	<b>Expenditures</b>
General Fund Budgetary Basis	\$ 19,684,408	\$ 20,536,616
To adjust for on-behalf payments received	5,530,945	-
To adjust for on-behalf payments made	<u>-</u>	<u>5,530,945</u>
General Fund GAAP Basis	<u>\$ 25,215,353</u>	<u>\$ 26,067,561</u>

### **Excess of Expenditures over Budget**

For the year ended June 30, 2015, expenditures exceeded budget in the General Fund (Educational Accounts) and the Municipal Retirement/Social Security Fund by \$290,908 and \$49,683 respectively. These excesses were funded by available fund balances.

See Auditors' Report

**QUEEN BEE SCHOOL DISTRICT 16**  
**DEBT SERVICE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 1,388,850	\$ 1,406,499	\$ 17,649	\$ 1,364,080
Investment income	-	23	23	29
Total local sources	<u>1,388,850</u>	<u>1,406,522</u>	<u>17,672</u>	<u>1,364,109</u>
Total revenues	<u>1,388,850</u>	<u>1,406,522</u>	<u>17,672</u>	<u>1,364,109</u>
<b>Expenditures</b>				
<b>Debt services</b>				
<b>Payments on long term debt</b>				
Interest on long term debt	1,006,000	702,393	303,607	637,363
Principal payments on long term debt	<u>488,000</u>	<u>789,990</u>	<u>(301,990)</u>	<u>775,000</u>
Total	<u>1,494,000</u>	<u>1,492,383</u>	<u>1,617</u>	<u>1,412,363</u>
<b>Other debt service</b>				
Other objects	-	<u>107,265</u>	<u>(107,265)</u>	<u>3,070</u>
Total	-	<u>107,265</u>	<u>(107,265)</u>	<u>3,070</u>
Total debt services	<u>1,494,000</u>	<u>1,599,648</u>	<u>(105,648)</u>	<u>1,415,433</u>
<b>Provision for contingencies</b>				
	<u>3,000</u>	-	<u>3,000</u>	-
Total expenditures	<u>1,497,000</u>	<u>1,599,648</u>	<u>(102,648)</u>	<u>1,415,433</u>
Excess (deficiency) of revenues over expenditures	<u>(108,150)</u>	<u>(193,126)</u>	<u>(84,976)</u>	<u>(51,324)</u>
<b>Other financing sources (uses)</b>				
Premium on refunding bonds sold	-	240,308	240,308	-
Transfer to debt service to pay principal on debt certificates	-	245,259	245,259	135,000
Transfer to debt service to pay interest on debt certificates	-	44,853	44,853	205,577
Principal on refunding bonds sold	114,853	5,375,000	5,260,147	-
Payments to refunding bonds escrow agent	-	<u>(5,508,981)</u>	<u>(5,508,981)</u>	-
Total other financing sources (uses)	<u>114,853</u>	<u>396,439</u>	<u>281,586</u>	<u>340,577</u>
Net change in fund balance	<u>\$ 6,703</u>	203,313	<u>\$ 196,610</u>	289,253
Fund balance, beginning of year		<u>618,382</u>		<u>329,129</u>
Fund balance, end of year		<u>\$ 821,695</u>		<u>\$ 618,382</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
**FIRE PREVENTION AND LIFE SAFETY FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2015  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 295,000	\$ 293,742	\$ (1,258)	\$ 313,473
Investment income	-	1,905	1,905	4,089
Total local sources	<u>295,000</u>	<u>295,647</u>	<u>647</u>	<u>317,562</u>
<b>State sources</b>				
School infrastructure - maintenance projects	-	-	-	95,010
Total state sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>95,010</u>
Total revenues	<u>295,000</u>	<u>295,647</u>	<u>647</u>	<u>412,572</u>
<b>Expenditures</b>				
<b>Support services</b>				
<b>Business</b>				
<b>Facilities acquisition and construction service</b>				
Purchased services	5,482,000	4,339,759	1,142,241	1,353,791
Capital outlay	-	-	-	1,023,900
Total	<u>5,482,000</u>	<u>4,339,759</u>	<u>1,142,241</u>	<u>2,377,691</u>
Total business	<u>5,482,000</u>	<u>4,339,759</u>	<u>1,142,241</u>	<u>2,377,691</u>
Total support services	<u>5,482,000</u>	<u>4,339,759</u>	<u>1,142,241</u>	<u>2,377,691</u>
Total expenditures	<u>5,482,000</u>	<u>4,339,759</u>	<u>1,142,241</u>	<u>2,377,691</u>
Excess (deficiency) of revenues over expenditures	<u>(5,187,000)</u>	<u>(4,044,112)</u>	<u>1,142,888</u>	<u>(1,965,119)</u>
Net change in fund balance	<u>\$ (5,187,000)</u>	<u>(4,044,112)</u>	<u>\$ 1,142,888</u>	<u>(1,965,119)</u>
Fund balance, beginning of year		<u>5,253,036</u>		<u>7,218,155</u>
Fund balance, end of year		<u>\$ 1,208,924</u>		<u>\$ 5,253,036</u>

**QUEEN BEE SCHOOL DISTRICT 16****GENERAL FUND**

## COMBINING BALANCE SHEET

AS OF JUNE 30, 2015

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
<b>Assets</b>			
Cash	\$ 3,529,739	\$ 2,494,933	\$ 6,024,672
Receivables (net allowance for uncollectibles):			
Property taxes	5,793,656	70,301	5,863,957
Replacement taxes	15,295	-	15,295
Intergovernmental	315,332	-	315,332
Other	69,816	-	69,816
Prepaid items	<u>169,535</u>	<u>-</u>	<u>169,535</u>
Total assets	<u>\$ 9,893,373</u>	<u>\$ 2,565,234</u>	<u>\$ 12,458,607</u>
<b>Liabilities, deferred inflows of resources, and fund balance</b>			
<b>Liabilities</b>			
Accounts payable	\$ 339,214	\$ -	\$ 339,214
Salaries and wages payable	1,361,944	-	1,361,944
Unearned student fees	<u>54,785</u>	<u>-</u>	<u>54,785</u>
Total liabilities	<u>1,755,943</u>	<u>-</u>	<u>1,755,943</u>
<b>Deferred inflows of resources</b>			
Property taxes levied for a future period	<u>5,379,799</u>	<u>65,321</u>	<u>5,445,120</u>
Total deferred inflows of resources	<u>5,379,799</u>	<u>65,321</u>	<u>5,445,120</u>
<b>Fund balance</b>			
Nonspendable	169,535	-	169,535
Unassigned	<u>2,588,096</u>	<u>2,499,913</u>	<u>5,088,009</u>
Total fund balance	<u>2,757,631</u>	<u>2,499,913</u>	<u>5,257,544</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 9,893,373</u>	<u>\$ 2,565,234</u>	<u>\$ 12,458,607</u>

# QUEEN BEE SCHOOL DISTRICT 16

## GENERAL FUND

### COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2015

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
<b>Revenues</b>			
Property taxes	\$ 11,459,550	\$ 142,352	\$ 11,601,902
Corporate personal property replacement taxes	61,972	-	61,972
State aid	11,193,865	-	11,193,865
Federal aid	1,241,267	-	1,241,267
Investment income	(1,081)	3	(1,078)
Other	1,117,425	-	1,117,425
Total revenues	<u>25,072,998</u>	<u>142,355</u>	<u>25,215,353</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular programs	7,158,625	-	7,158,625
Special programs	2,625,738	-	2,625,738
Other instructional programs	1,808,462	-	1,808,462
State retirement contributions	5,530,945	-	5,530,945
Support Services:			
Pupils	364,615	-	364,615
Instructional staff	1,254,728	-	1,254,728
General administration	1,353,524	-	1,353,524
School administration	1,312,900	-	1,312,900
Business	1,426,007	-	1,426,007
Transportation	10,456	-	10,456
Operations and maintenance	16,597	-	16,597
Central	61,712	-	61,712
Payments to other districts and gov't units	3,061,889	-	3,061,889
Capital outlay	81,363	-	81,363
Total expenditures	<u>26,067,561</u>	<u>-</u>	<u>26,067,561</u>
Excess (deficiency) of revenues over expenditures	<u>(994,563)</u>	<u>142,355</u>	<u>(852,208)</u>
<b>Other financing sources (uses)</b>			
Transfers in	1,000,000	-	1,000,000
Transfers (out)	(290,112)	-	(290,112)
Total other financing sources (uses)	<u>709,888</u>	<u>-</u>	<u>709,888</u>
Net change in fund balance	(284,675)	142,355	(142,320)
Fund balance, beginning of year	<u>3,042,306</u>	<u>2,357,558</u>	<u>5,399,864</u>
Fund balance, end of year	<u>\$ 2,757,631</u>	<u>\$ 2,499,913</u>	<u>\$ 5,257,544</u>



**QUEEN BEE SCHOOL DISTRICT 16**  
**EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-  
GAAP BUDGETARY BASIS  
FOR THE YEAR ENDED JUNE 30, 2015  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 10,281,000	\$ 10,284,582	\$ 3,582	\$ 10,977,721
Special education levy	1,174,000	1,174,968	968	1,254,366
Corporate personal property replacement taxes	51,000	61,972	10,972	62,625
Special education - tuition from other LEA's (in state)	625,000	830,252	205,252	638,364
Investment income	-	(1,081)	(1,081)	(861)
Sales to pupils - lunch	161,000	146,952	(14,048)	147,719
Fees	12,000	9,820	(2,180)	9,877
Rentals - regular textbook	50,000	51,024	1,024	53,033
Contributions and donations from private sources	-	78,615	78,615	50,816
Other	39,138	762	(38,376)	10,120
Total local sources	<u>12,393,138</u>	<u>12,637,866</u>	<u>244,728</u>	<u>13,203,780</u>
<b>State sources</b>				
General state aid	5,013,000	4,616,655	(396,345)	3,781,861
Special education - private facility tuition	55,000	65,994	10,994	51,642
Special education - extraordinary	265,000	264,164	(836)	262,648
Special education - personnel	269,000	268,889	(111)	270,740
Special education - orphanage - individual	3,000	-	(3,000)	2,956
Special education - summer school	3,500	3,537	37	3,334
Bilingual education - downstate - TPI	352,370	226,401	(125,969)	264,032
State free lunch & breakfast	12,000	6,042	(5,958)	10,379
Early childhood - block grant	109,000	107,020	(1,980)	109,043
Other restricted revenue from state sources	-	104,218	104,218	1,721
Total state sources	<u>6,081,870</u>	<u>5,662,920</u>	<u>(418,950)</u>	<u>4,758,356</u>
<b>Federal sources</b>				
National school lunch program	425,000	462,826	37,826	447,901
School breakfast program	125,000	129,055	4,055	124,571
Food service - other	-	4,105	4,105	-
Title I - Low income	225,000	333,944	108,944	306,384
Federal - special education - IDEA - room & board	-	2,555	2,555	-
Title III - English language acquisition	90,724	81,720	(9,004)	168,489
Title II - Teacher quality	57,000	51,749	(5,251)	56,307
Medicaid matching funds - administrative outreach	30,000	52,173	22,173	27,976
Medicaid matching funds - fee-for-service program	20,000	63,148	43,148	41,704

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## EDUCATIONAL ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Other restricted revenue from federal sources	\$ -	\$ 59,992	\$ 59,992	\$ 49,766
Total federal sources	972,724	1,241,267	268,543	1,223,098
Total revenues	19,447,732	19,542,053	94,321	19,185,234
<b>Expenditures</b>				
<b>Instruction</b>				
<b>Regular programs</b>				
Salaries	6,256,563	6,110,026	146,537	6,169,886
Employee benefits	962,477	941,024	21,453	1,041,455
Purchased services	-	2,351	(2,351)	-
Supplies and materials	105,125	81,305	23,820	102,896
Capital outlay	60,000	55,628	4,372	-
Other objects	1,500	783	717	1,628
Non-capitalized equipment	23,138	23,136	2	29,634
Total	7,408,803	7,214,253	194,550	7,345,499
<b>Pre-K programs</b>				
Salaries	279,228	227,376	51,852	208,474
Purchased services	-	13,302	(13,302)	45,133
Supplies and materials	2,500	2,862	(362)	6,892
Capital outlay	-	-	-	3,352
Total	281,728	243,540	38,188	263,851
<b>Special education programs</b>				
Salaries	1,786,219	1,456,734	329,485	1,523,809
Employee benefits	391,179	314,335	76,844	190,055
Purchased services	80,000	121,743	(41,743)	98,603
Supplies and materials	31,890	10,372	21,518	8,204
Capital outlay	10,000	4,764	5,236	-
Non-capitalized equipment	10,000	1,864	8,136	-
Total	2,309,288	1,909,812	399,476	1,820,671
<b>Special education programs Pre-K</b>				
Salaries	-	192,571	(192,571)	186,515
Employee benefits	-	17,020	(17,020)	-
Total	-	209,591	(209,591)	186,515

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## EDUCATIONAL ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Remedial and supplemental programs K - 12</b>				
Salaries	\$ 393,075	\$ 374,298	\$ 18,777	\$ 281,168
Employee benefits	65,837	50,363	15,474	25,943
Purchased services	41,968	46,305	(4,337)	70,926
Supplies and materials	<u>6,122</u>	<u>40,133</u>	<u>(34,011)</u>	<u>14,800</u>
Total	<u>507,002</u>	<u>511,099</u>	<u>(4,097)</u>	<u>392,837</u>
<b>Remedial and supplemental programs Pre - K</b>				
Supplies and materials	<u>600</u>	<u>220</u>	<u>380</u>	<u>437</u>
Total	<u>600</u>	<u>220</u>	<u>380</u>	<u>437</u>
<b>Interscholastic programs</b>				
Salaries	120,000	117,924	2,076	110,018
Purchased services	17,000	21,103	(4,103)	12,588
Supplies and materials	<u>4,300</u>	<u>219</u>	<u>4,081</u>	<u>7,006</u>
Total	<u>141,300</u>	<u>139,246</u>	<u>2,054</u>	<u>129,612</u>
<b>Bilingual programs</b>				
Salaries	1,193,053	1,195,414	(2,361)	1,132,014
Employee benefits	161,841	176,823	(14,982)	127,290
Purchased services	10,100	25,970	(15,870)	36,915
Supplies and materials	10,949	27,249	(16,300)	59,372
Non-capitalized equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,066</u>
Total	<u>1,375,943</u>	<u>1,425,456</u>	<u>(49,513)</u>	<u>1,370,657</u>
Total instruction	<u>12,024,664</u>	<u>11,653,217</u>	<u>371,447</u>	<u>11,510,079</u>
<b>Support services</b>				
<b>Pupils</b>				
<b>Attendance and social work services</b>				
Salaries	94,185	94,959	(774)	92,928
Employee benefits	9,057	8,878	179	5,075
Purchased services	-	67	(67)	-
Supplies and materials	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,374</u>
Total	<u>103,242</u>	<u>103,904</u>	<u>(662)</u>	<u>100,377</u>
<b>Guidance services</b>				
Salaries	82,655	84,806	(2,151)	80,205
Employee benefits	<u>9,923</u>	<u>9,279</u>	<u>644</u>	<u>9,766</u>
Total	<u>92,578</u>	<u>94,085</u>	<u>(1,507)</u>	<u>89,971</u>

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## EDUCATIONAL ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015		VARIANCE WITH FINAL BUDGET	2014 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
<b>Health services</b>				
Salaries	\$ 148,917	\$ 140,216	\$ 8,701	\$ 143,613
Employee benefits	36,171	23,404	12,767	9,722
Purchased services	-	-	-	1,059
Supplies and materials	<u>3,675</u>	<u>2,457</u>	<u>1,218</u>	<u>1,732</u>
Total	<u>188,763</u>	<u>166,077</u>	<u>22,686</u>	<u>156,126</u>
<b>Psychological services</b>				
Supplies and materials	<u>500</u>	<u>549</u>	<u>(49)</u>	<u>378</u>
Total	<u>500</u>	<u>549</u>	<u>(49)</u>	<u>378</u>
Total pupils	<u>385,083</u>	<u>364,615</u>	<u>20,468</u>	<u>346,852</u>
<b>Instructional staff</b>				
<b>Improvement of instructional services</b>				
Salaries	293,075	297,799	(4,724)	310,916
Employee benefits	49,551	52,207	(2,656)	72,752
Purchased services	217,766	255,790	(38,024)	169,226
Supplies and materials	169,150	107,907	61,243	118,955
Capital outlay	<u>25,000</u>	<u>-</u>	<u>25,000</u>	<u>22,855</u>
Total	<u>754,542</u>	<u>713,703</u>	<u>40,839</u>	<u>694,704</u>
<b>Educational media services</b>				
Salaries	464,591	459,761	4,830	406,543
Employee benefits	53,842	52,169	1,673	69,160
Supplies and materials	<u>8,300</u>	<u>28,825</u>	<u>(20,525)</u>	<u>7,397</u>
Total	<u>526,733</u>	<u>540,755</u>	<u>(14,022)</u>	<u>483,100</u>
<b>Assessment and testing</b>				
Supplies and materials	<u>-</u>	<u>270</u>	<u>(270)</u>	<u>3,375</u>
Total	<u>-</u>	<u>270</u>	<u>(270)</u>	<u>3,375</u>
Total instructional staff	<u>1,281,275</u>	<u>1,254,728</u>	<u>26,547</u>	<u>1,181,179</u>
<b>General administration</b>				
<b>Board of education services</b>				
Salaries	54,000	88,479	(34,479)	47,678
Employee benefits	148,500	187,621	(39,121)	119,940
Purchased services	335,000	276,493	58,507	234,243
Other objects	<u>60,500</u>	<u>49,885</u>	<u>10,615</u>	<u>59,302</u>
Total	<u>598,000</u>	<u>602,478</u>	<u>(4,478)</u>	<u>461,163</u>

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## EDUCATIONAL ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Executive administration services</b>				
Salaries	\$ 338,578	\$ 340,161	\$ (1,583)	\$ 320,665
Employee benefits	94,561	93,438	1,123	96,575
Purchased services	97,700	89,966	7,734	108,582
Supplies and materials	46,500	39,067	7,433	35,052
Other objects	3,000	1,039	1,961	2,178
Non-capitalized equipment	2,000	199	1,801	-
Total	582,339	563,870	18,469	563,052
<b>Special area administration services</b>				
Salaries	145,200	145,281	(81)	178,259
Employee benefits	29,829	34,257	(4,428)	40,107
Purchased services	7,400	7,501	(101)	3,206
Supplies and materials	500	137	363	-
Total	182,929	187,176	(4,247)	221,572
Total general administration	1,363,268	1,353,524	9,744	1,245,787
<b>School administration</b>				
<b>Office of the principal services</b>				
Salaries	1,045,510	1,055,800	(10,290)	1,035,587
Employee benefits	228,454	227,440	1,014	225,635
Purchased services	6,000	2,527	3,473	3,408
Supplies and materials	21,950	26,653	(4,703)	20,484
Other objects	350	480	(130)	6,095
Total	1,302,264	1,312,900	(10,636)	1,291,209
Total school administration	1,302,264	1,312,900	(10,636)	1,291,209
<b>Business</b>				
<b>Direction of business support services</b>				
Salaries	300,860	259,824	41,036	247,834
Employee benefits	64,941	63,088	1,853	71,423
Purchased services	24,000	26,605	(2,605)	18,360
Other objects	2,500	2,389	111	2,044
Total	392,301	351,906	40,395	339,661
<b>Fiscal services</b>				
Salaries	-	41,536	(41,536)	40,326
Total	-	41,536	(41,536)	40,326

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## EDUCATIONAL ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Operation and maintenance of plant services</b>				
Purchased services	\$ -	\$ 2,562	\$ (2,562)	\$ 1,991
Capital outlay	20,000	14,597	5,403	18,989
Non-capitalized equipment	40,000	14,035	25,965	21,923
Total	60,000	31,194	28,806	42,903
<b>Pupil transportation services</b>				
Salaries	14,000	-	14,000	15,492
Purchased services	-	10,456	(10,456)	-
Total	14,000	10,456	3,544	15,492
<b>Food services</b>				
Salaries	125,000	136,464	(11,464)	122,933
Purchased services	750,000	893,438	(143,438)	838,813
Supplies and materials	-	568	(568)	2,992
Capital outlay	15,000	6,374	8,626	1,637
Other objects	3,000	1,305	1,695	1,541
Non-capitalized equipment	5,000	790	4,210	5,923
Total	898,000	1,038,939	(140,939)	973,839
Total business	1,364,301	1,474,031	(109,730)	1,412,221
<b>Central</b>				
<b>Information services</b>				
Purchased services	10,000	-	10,000	-
Total	10,000	-	10,000	-
<b>Data processing services</b>				
Salaries	-	56,327	(56,327)	54,162
Purchased services	-	5,385	(5,385)	5,385
Total	-	61,712	(61,712)	59,547
Total central	10,000	61,712	(51,712)	59,547
Total support services	5,706,191	5,821,510	(115,319)	5,536,795
<b>Payments to other districts and governmental units</b>				
<b>Payments for special education programs</b>				
Purchased services	1,350,000	1,678,645	(328,645)	1,503,154
Other objects	1,050,000	-	1,050,000	-
Total	2,400,000	1,678,645	721,355	1,503,154

(Continued)

# QUEEN BEE SCHOOL DISTRICT 16

## EDUCATIONAL ACCOUNTS

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

FOR THE YEAR ENDED JUNE 30, 2015

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Payments for special education programs - tuition</b>				
Other objects	\$ -	\$ 1,383,244	\$ (1,383,244)	\$ 998,271
Total	-	1,383,244	(1,383,244)	998,271
<b>Other payments to in-state govt. units - transfers</b>				
Other objects	114,853	-	114,853	-
Total	114,853	-	114,853	-
Total payments to other districts and governmental units	2,514,853	3,061,889	(547,036)	2,501,425
Total expenditures	20,245,708	20,536,616	(290,908)	19,548,299
Excess (deficiency) of revenues over expenditures	(797,976)	(994,563)	(196,587)	(363,065)
<b>Other financing sources (uses)</b>				
Transfer among funds	1,000,000	1,000,000	-	1,000,000
Transfer to debt service fund to pay principal on debt certificates	-	(245,259)	(245,259)	(135,000)
Transfer to debt service fund to pay interest on debt certificates	-	(44,853)	(44,853)	(205,577)
Total other financing sources (uses)	1,000,000	709,888	(290,112)	659,423
Net change in fund balance	\$ 202,024	(284,675)	\$ (486,699)	296,358
Fund balance, beginning of year		3,042,306		2,745,948
Fund balance, end of year		\$ 2,757,631		\$ 3,042,306

(Concluded)

**QUEEN BEE SCHOOL DISTRICT 16****WORKING CASH ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2015  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014

	2015			2014
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
<b>Revenues</b>				
<b>Local sources</b>				
General levy	\$ 147,000	\$ 142,352	\$ (4,648)	\$ 156,816
Investment income	<u>-</u>	<u>3</u>	<u>3</u>	<u>3</u>
Total local sources	<u>147,000</u>	<u>142,355</u>	<u>(4,645)</u>	<u>156,819</u>
Total revenues	<u>147,000</u>	<u>142,355</u>	<u>(4,645)</u>	<u>156,819</u>
<b>Expenditures</b>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>147,000</u>	<u>142,355</u>	<u>(4,645)</u>	<u>156,819</u>
Net change in fund balance	<u>\$ 147,000</u>	142,355	<u>\$ (4,645)</u>	156,819
Fund balance, beginning of year		<u>2,357,558</u>		<u>2,200,739</u>
Fund balance, end of year		<u>\$ 2,499,913</u>		<u>\$ 2,357,558</u>



**QUEEN BEE SCHOOL DISTRICT NO. 16****AGENCY FUNDS****SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE YEAR ENDED JUNE 30, 2015**

	BALANCE JUNE 30, 2014	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2015
<b>Assets</b>				
Cash and investments	\$ 47,439	\$ 184,093	\$ 175,922	\$ 55,610
Total assets	<u>\$ 47,439</u>	<u>\$ 184,093</u>	<u>\$ 175,922</u>	<u>\$ 55,610</u>
<b>Liabilities</b>				
<b>Due to Activity Fund Organizations:</b>				
Glenside	\$ 30,608	\$ 130,649	\$ 116,383	\$ 44,874
Americana	9,716	21,413	24,335	6,794
Pheasant Ridge	2,053	15,187	15,340	1,900
Glen Hill	<u>5,062</u>	<u>16,844</u>	<u>19,864</u>	<u>2,042</u>
Total Due to Activity Fund Organizations	<u>47,439</u>	<u>184,093</u>	<u>175,922</u>	<u>55,610</u>
Total liabilities	<u>\$ 47,439</u>	<u>\$ 184,093</u>	<u>\$ 175,922</u>	<u>\$ 55,610</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
**OPERATING COST AND TUITION CHARGE**  
**FOR THE YEARS ENDED JUNE 30, 2015 AND JUNE 30, 2014**

	2015	2014
<b>Operating Cost Per Pupil</b>		
Average Daily Attendance (ADA):	<u>1,826</u>	<u>1,859</u>
Operating Costs:		
Educational	\$ 20,536,616	\$ 19,548,299
Operations and maintenance	3,228,711	2,836,454
Debt service	1,599,648	1,415,433
Transportation	639,588	596,319
Municipal retirement/social security	789,683	763,145
Tort	<u>197,594</u>	<u>228,920</u>
Subtotal	<u>26,991,840</u>	<u>25,388,570</u>
Less Revenues/Expenditures of Nonregular Programs:		
Pre-K programs	453,351	447,451
Capital outlay	334,889	251,657
Non-capitalized equipment	65,269	72,546
Debt principal retired	789,990	775,000
Payments to other districts & governmental units	<u>3,061,889</u>	<u>2,501,425</u>
Subtotal	<u>4,705,388</u>	<u>4,048,079</u>
Operating costs	<u>\$ 22,286,452</u>	<u>\$ 21,340,491</u>
Operating Cost Per Pupil - Based on ADA	<u>\$ 12,206</u>	<u>\$ 11,478</u>
<b>Tuition Charge</b>		
Operating Costs	\$ 22,286,452	\$ 21,340,491
Less - revenues from specific programs, such as special education or lunch programs	<u>2,952,147</u>	<u>2,904,809</u>
Net operating costs	19,334,305	18,435,682
Depreciation allowance	<u>864,545</u>	<u>730,515</u>
Allowable Tuition Costs	<u>\$ 20,198,850</u>	<u>\$ 19,166,197</u>
Tuition Charge Per Pupil - based on ADA	<u>\$ 11,062</u>	<u>\$ 10,308</u>

# QUEEN BEE SCHOOL DISTRICT 16

1996 CAPITAL APPRECIATION BONDS

AS OF JUNE 30, 2015

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YEAR ENDED JUNE 30,	PRINCIPAL
2016	\$ <u>470,000</u>
Total	\$ <u><u>470,000</u></u>

Paying Agent:	Bank of New York
Principal payment date:	July 1
Interest payment dates:	January 1 and July 1
Interest rates:	4.80% - 5.90%

# QUEEN BEE SCHOOL DISTRICT 16

## 2001A CAPITAL APPRECIATION BONDS

AS OF JUNE 30, 2015

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YEAR ENDED JUNE 30,	PRINCIPAL
2017	\$ 485,000
2018	500,000
2019	515,000
2020	530,000
2021	550,000
2022	<u>565,000</u>
Total	<u>\$ 3,145,000</u>

Paying Agent: Cole Taylor Bank

Principal payment date: November 1

Interest payment dates: November 1

Interest rates: 4.75% - 5.00%

# QUEEN BEE SCHOOL DISTRICT 16

## 2006 SCHOOL BUILDING BONDS

AS OF JUNE 30, 2015

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YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2016	\$ 320,000	\$ 115,250	\$ 435,250
2017	395,000	83,075	478,075
2018	475,000	43,925	518,925
2019	<u>550,000</u>	<u>11,275</u>	<u>561,275</u>
Total	<u>\$ 1,740,000</u>	<u>\$ 253,525</u>	<u>\$ 1,993,525</u>

Paying Agent:

JP Morgan Chase

Principal payment date:

November 1

Interest payment dates:

May 1 and November 1

Interest rates:

3.70% - 4.30%

**QUEEN BEE SCHOOL DISTRICT 16**  
2013A GENERAL OBLIGATION REFUNDING SCHOOL BONDS  
AS OF JUNE 30, 2015

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YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2016	\$ -	\$ 35,525	\$ 35,525
2017	-	35,525	35,525
2018	-	35,525	35,525
2019	-	35,525	35,525
2020	-	35,525	35,525
2021	-	35,525	35,525
2022	-	35,525	35,525
2023	580,000	35,525	615,525
2024	<u>420,000</u>	<u>15,225</u>	<u>435,225</u>
Total	<u>\$ 1,000,000</u>	<u>\$ 299,425</u>	<u>\$ 1,299,425</u>

Paying Agent: Amalgamated Bank of Chicago

Principal payment date: January 1

Interest payment dates: January 1 and June 1

Interest rates: 3.50% to 3.63%

**QUEEN BEE SCHOOL DISTRICT 16**  
2013B TAXABLE GENERAL OBLIGATION LIMITED TAX SCHOOL BONDS  
AS OF JUNE 30, 2015

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YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2016	\$ -	\$ 265,525	\$ 265,525
2017	-	265,525	265,525
2018	-	265,525	265,525
2019	-	265,525	265,525
2020	-	265,525	265,525
2021	-	265,525	265,525
2022	-	265,525	265,525
2023	-	265,525	265,525
2024	200,000	265,525	465,525
2025	655,000	259,025	914,025
2026	695,000	237,738	932,738
2027	740,000	215,150	955,150
2028	785,000	189,250	974,250
2029	830,000	161,775	991,775
2030	880,000	132,725	1,012,725
2031	930,000	101,925	1,031,925
2032	940,000	69,375	1,009,375
2033	<u>910,000</u>	<u>34,125</u>	<u>944,125</u>
Total	<u>\$ 7,565,000</u>	<u>\$ 3,790,813</u>	<u>\$ 11,355,813</u>

Paying Agent:	Amalgamated Bank of Chicago
Principal payment date:	January 1
Interest payment dates:	January 1 and June 1
Interest rates:	3.25% to 3.75%

**QUEEN BEE SCHOOL DISTRICT 16**  
2015 GENERAL OBLIGATION REFUNDING SCHOOL BONDS  
AS OF JUNE 30, 2015

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YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2016	\$ 80,000	\$ 142,007	\$ 222,007
2017	25,000	142,969	167,969
2018	30,000	142,419	172,419
2019	30,000	141,819	171,819
2020	650,000	128,519	778,519
2021	730,000	100,919	830,919
2022	810,000	74,169	884,169
2023	885,000	53,169	938,169
2024	965,000	34,669	999,669
2025	1,045,000	13,916	1,058,916
2026	<u>125,000</u>	<u>1,406</u>	<u>126,406</u>
Total	<u>\$ 5,375,000</u>	<u>\$ 975,981</u>	<u>\$ 6,350,981</u>

Paying Agent: Amalgamated Bank of Chicago

Principal payment date: November 1

Interest payment dates: November 1 and May 1

Interest rates: 2.00% to 4.00%



**QUEEN BEE SCHOOL DISTRICT 16**  
**BUDGETED REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES FOR FISCAL YEAR 2015**  
AS OF JUNE 30, 2015

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND	CAPITAL PROJECTS FUNDS	TOTAL
Fund Balance, July 1, 2015	\$ 5,257,544	\$ 2,178,486	\$ 821,695	\$ 1,208,924	\$ 9,466,649
Add Revenues	19,861,016	6,702,640	1,446,620	290,365	28,300,641
Less Expenditures	(20,708,986)	(5,164,600)	(1,544,062)	(1,623,701)	(29,041,349)
Transfers	<u>1,387,247</u>	<u>(1,500,000)</u>	<u>112,753</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30, 2016	<u>\$ 5,796,821</u>	<u>\$ 2,216,526</u>	<u>\$ 837,006</u>	<u>\$ (124,412)</u>	<u>\$ 8,725,941</u>

Note: The General Fund includes the District's Educational Accounts and Working Cash Accounts. The Special Revenue Funds include the District's Operations and Maintenance Fund, Transportation Fund, Municipal Retirement/ Social Security Fund and Tort Immunity and Judgment Fund. The Capital Projects Funds include the District's Capital Projects Fund and Fire Prevention and Life Safety Fund.

Source: The District's 2015 Comprehensive Annual Financial Report and 2016 Budget.

## Statistical Section

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

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b>	86
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b>	98
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
<b>Debt Capacity</b>	104
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.	
<b>Demographic and Economic Information</b>	109
These schedules offer demographic and economic indicators to help the reader understand the environment within the District's financial activities take place.	
<b>Operating Information</b>	113
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.

**QUEEN BEE SCHOOL DISTRICT 16****NET POSITION BY COMPONENT**

LAST TEN FISCAL YEARS

	2015	2014*	2013	2012	2011
<b>Governmental activities</b>					
Net investments in capital assets	\$ 1,548,126	\$ 2,138,219	\$ 2,084,606	\$ 3,217,821	\$ 1,646,426
Restricted	2,209,246	2,012,061	2,052,720	1,683,138	1,915,339
Unrestricted	<u>(258,305)</u>	<u>2,622,700</u>	<u>2,041,402</u>	<u>1,485,363</u>	<u>1,851,842</u>
Total governmental activities net position	<u>\$ 3,499,067</u>	<u>\$ 6,772,980</u>	<u>\$ 6,178,728</u>	<u>\$ 6,386,322</u>	<u>\$ 5,413,607</u>

\*2014 information is not restated for the implementation of GASB 68 and 71

2010	2009	2008	2007	2006
\$ 1,781,978	\$ 1,503,789	\$ 1,337,567	\$ 980,913	\$ 1,929,078
748,303	747,993	719,195	639,923	619,198
<u>381,998</u>	<u>(1,749,592)</u>	<u>(2,193,412)</u>	<u>(2,985,020)</u>	<u>(4,501,105)</u>
<u>\$ 2,912,279</u>	<u>\$ 502,190</u>	<u>\$ (136,650)</u>	<u>\$ (1,364,184)</u>	<u>\$ (1,952,829)</u>

# QUEEN BEE SCHOOL DISTRICT 16

## CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	2015	2014	2013	2012
<b>Expenses</b>				
Instruction:				
Regular programs	\$ 7,800,694	\$ 7,878,288	\$ 7,734,367	\$ 7,407,528
Special programs	5,959,297	5,103,664	4,924,567	4,028,861
Other instructional programs	1,844,683	1,784,553	2,031,073	1,875,547
State retirement contributions	5,530,945	3,919,469	3,083,892	2,635,403
Support services:				
Pupils	383,312	356,725	348,357	346,371
Instructional staff	1,519,507	1,374,588	1,320,754	1,181,569
General administration	1,645,843	1,541,267	1,381,672	1,267,995
School administration	1,427,976	1,415,637	1,278,822	1,264,012
Business	1,859,219	1,401,200	1,282,661	1,166,701
Transportation	661,924	614,949	683,071	647,722
Operations and maintenance	3,497,294	3,097,012	3,139,083	3,011,830
Central	71,601	77,804	149,055	100,994
Other supporting services	-	-	-	-
Interest and fees	928,572	1,305,229	647,202	717,960
<b>Total expenses</b>	<b>\$ 33,130,867</b>	<b>\$ 29,870,385</b>	<b>\$ 28,004,576</b>	<b>\$ 25,652,493</b>
<b>Program Revenues</b>				
Charges for services:				
Instruction:				
Regular programs	\$ 94,573	\$ 106,055	\$ 134,336	\$ 118,956
Special programs	830,252	638,364	610,661	551,616
Support services:				
Business	146,952	147,719	161,244	174,686
Transportation	2,566	1,047	1,001	2,371
Operations and maintenance	265,152	269,528	247,571	255,804
Operating grants and contributions	8,114,598	6,452,117	5,556,484	5,002,821
Capital grants and contributions	-	95,010	-	-
<b>Total program revenues</b>	<b>\$ 9,454,093</b>	<b>\$ 7,709,840</b>	<b>\$ 6,711,297</b>	<b>\$ 6,106,254</b>
<b>Net (expense)/revenue</b>	<b>\$ (23,676,774)</b>	<b>\$ (22,160,545)</b>	<b>\$ (21,293,279)</b>	<b>\$ (19,546,239)</b>
<b>General revenues</b>				
Taxes:				
Real estate taxes, levied for general purposes	\$ 11,459,550	\$ 12,232,087	\$ 12,986,302	\$ 13,306,474
Real estate taxes, levied for specific purposes	6,163,127	5,210,620	4,001,396	3,428,754
Real estate taxes, levied for debt service	1,406,499	1,364,080	1,289,995	1,232,947
Personal property replacement taxes	93,176	90,712	85,643	83,821
State aid-formula grants	4,616,655	3,781,861	2,848,275	2,466,367
Investment earnings	941	3,342	(558)	591
Miscellaneous	78,615	72,095	-	-
<b>Total general revenues</b>	<b>\$ 23,818,563</b>	<b>\$ 22,754,797</b>	<b>\$ 21,211,053</b>	<b>\$ 20,518,954</b>
<b>Change in net position</b>	<b>\$ 141,789</b>	<b>\$ 594,252</b>	<b>\$ (82,226)</b>	<b>\$ 972,715</b>

2011	2010	2009	2008	2007	2006
\$ 7,097,493	\$ 7,798,101	\$ 7,364,397	\$ 7,625,751	\$ 7,870,145	\$ 8,309,104
3,378,130	3,446,198	3,188,590	2,783,707	2,741,392	2,694,319
1,550,280	1,511,787	1,649,906	1,116,305	641,797	117,997
2,277,948	2,564,245	1,876,554	1,461,577	991,575	699,788
404,725	388,130	371,823	344,645	357,210	323,018
1,086,500	1,205,731	1,225,047	1,153,067	1,253,441	1,165,643
1,250,012	1,272,079	1,187,912	1,296,076	994,143	997,272
1,156,240	1,326,410	1,471,011	1,222,605	1,288,637	1,280,536
811,357	796,046	629,301	568,251	551,709	188,510
665,135	604,172	599,387	502,942	431,795	421,965
2,697,759	2,594,563	2,581,322	2,709,943	2,725,074	2,180,645
90,629	82,332	117,782	127,232	104,541	103,315
-	1,000	-	-	-	227,905
793,636	825,390	859,166	908,175	1,027,211	646,864
<u>\$ 23,259,844</u>	<u>\$ 24,416,184</u>	<u>\$ 23,122,198</u>	<u>\$ 21,820,276</u>	<u>\$ 20,978,670</u>	<u>\$ 19,356,881</u>
\$ 150,249	\$ 645,247	\$ 147,032	\$ 111,522	\$ 109,515	\$ 98,761
534,589	557,626	374,666	396,149	389,437	406,292
66,067	49,305	31,336	31,702	71,128	27,656
3,668	1,486	3,420	4,287	4,378	4,591
246,778	242,556	234,937	277,210	215,585	-
4,703,871	5,783,781	4,101,960	3,170,951	2,521,565	2,004,215
-	130,000	-	-	-	-
<u>\$ 5,705,222</u>	<u>\$ 7,410,001</u>	<u>\$ 4,893,351</u>	<u>\$ 3,991,821</u>	<u>\$ 3,311,608</u>	<u>\$ 2,541,515</u>
<u>\$ (17,554,622)</u>	<u>\$ (17,006,183)</u>	<u>\$ (18,228,847)</u>	<u>\$ (17,828,455)</u>	<u>\$ (17,667,062)</u>	<u>\$ (16,815,366)</u>
\$ 13,110,355	\$ 12,917,598	\$ 12,599,146	\$ 12,175,430	\$ 11,146,592	\$ 12,298,199
3,435,607	3,400,449	3,319,804	3,246,492	3,353,633	955,795
1,206,955	1,179,491	1,138,020	1,104,233	1,038,343	1,153,460
91,117	70,261	86,851	99,285	92,842	97,090
2,195,620	1,815,256	1,571,171	2,003,262	2,006,727	2,410,095
4,116	9,217	152,695	427,287	549,628	194,942
12,180	24,000	-	-	67,942	324,664
<u>\$ 20,055,950</u>	<u>\$ 19,416,272</u>	<u>\$ 18,867,687</u>	<u>\$ 19,055,989</u>	<u>\$ 18,255,707</u>	<u>\$ 17,434,245</u>
<u>\$ 2,501,328</u>	<u>\$ 2,410,089</u>	<u>\$ 638,840</u>	<u>\$ 1,227,534</u>	<u>\$ 588,645</u>	<u>\$ 618,879</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
LAST TEN FISCAL YEARS

	2015	2014	2013	2012	2011
<b>General Fund</b>					
Nonspendable	\$ 169,535	\$ 156,956	\$ 38,021	\$ -	\$ -
Reserved	-	-	-	-	-
Unreserved	-	-	-	-	-
Unassigned	<u>5,088,009</u>	<u>5,242,908</u>	<u>4,908,666</u>	<u>5,207,776</u>	<u>4,240,815</u>
Total general fund	<u>\$ 5,257,544</u>	<u>\$ 5,399,864</u>	<u>\$ 4,946,687</u>	<u>\$ 5,207,776</u>	<u>\$ 4,240,815</u>
<b>All other governmental funds</b>					
Nonspendable	\$ 196,446	\$ 402,788	\$ 96,169	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Debt service fund	-	-	-	-	-
Capital projects fund	-	-	-	-	-
Restricted	3,178,381	6,613,412	9,114,351	1,745,158	1,978,525
Assigned	834,278	614,662	113,573	112,567	110,194
Unassigned (deficit)	<u>-</u>	<u>(80,516)</u>	<u>(99,477)</u>	<u>(99,477)</u>	<u>(99,477)</u>
Total all other governmental funds	<u>\$ 4,209,105</u>	<u>\$ 7,550,346</u>	<u>\$ 9,224,616</u>	<u>\$ 1,758,248</u>	<u>\$ 1,989,242</u>

The District began reporting using the GASB 54 format in the 2011 fiscal year.

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2010	2009	2008	2007	2006
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	26,831
12,580	(1,434,760)	(1,593,584)	(2,280,688)	(2,047,046)
-	-	-	-	-
<u>\$ 12,580</u>	<u>\$ (1,434,760)</u>	<u>\$ (1,593,584)</u>	<u>\$ (2,280,688)</u>	<u>\$ (2,020,215)</u>
\$ -	\$ -	\$ -	\$ -	\$ -
3,483,025	3,096,198	3,307,716	3,214,517	2,483,081
433,586	407,316	362,994	319,050	642,628
(53,886)	(210,535)	2,704,706	5,804,390	7,626,412
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 3,862,725</u>	<u>\$ 3,292,979</u>	<u>\$ 6,375,416</u>	<u>\$ 9,337,957</u>	<u>\$ 10,752,121</u>



**QUEEN BEE SCHOOL DISTRICT 16****GOVERNMENTAL FUNDS REVENUES**

LAST TEN FISCAL YEARS

	2015	2014	2013	2012	2011
<b>Local Sources</b>					
Property taxes	\$ 19,029,176	\$ 18,806,787	\$ 18,277,693	\$ 17,968,175	\$ 17,752,917
Replacement taxes	93,176	90,712	85,643	83,821	91,117
Earnings on investments	941	3,342	(558)	591	4,116
Other local sources	<u>1,418,110</u>	<u>1,236,292</u>	<u>1,164,279</u>	<u>1,166,922</u>	<u>1,026,372</u>
Total local sources	<u>20,541,403</u>	<u>20,137,133</u>	<u>19,527,057</u>	<u>19,219,509</u>	<u>18,874,522</u>
<b>State sources</b>	<u>11,489,986</u>	<u>9,105,890</u>	<u>7,395,292</u>	<u>6,308,296</u>	<u>5,719,910</u>
<b>Federal sources</b>	<u>1,241,267</u>	<u>1,221,614</u>	<u>1,000,001</u>	<u>972,035</u>	<u>1,166,740</u>
Total	<u>\$ 33,272,656</u>	<u>\$ 30,464,637</u>	<u>\$ 27,922,350</u>	<u>\$ 26,499,840</u>	<u>\$ 25,761,172</u>

2010	2009	2008	2007	2006
\$ 17,497,538	\$ 17,056,970	\$ 16,526,155	\$ 15,538,568	\$ 14,407,454
70,261	86,851	99,285	92,842	97,090
9,217	157,786	527,993	443,831	194,942
<u>1,539,141</u>	<u>871,143</u>	<u>845,385</u>	<u>893,550</u>	<u>861,964</u>
<u>19,116,157</u>	<u>18,172,750</u>	<u>17,998,818</u>	<u>16,968,791</u>	<u>15,561,450</u>
<u>5,812,168</u>	<u>4,648,215</u>	<u>4,667,996</u>	<u>4,055,363</u>	<u>4,021,016</u>
<u>1,897,948</u>	<u>945,164</u>	<u>481,702</u>	<u>437,364</u>	<u>393,294</u>
<u>\$ 26,826,273</u>	<u>\$ 23,766,129</u>	<u>\$ 23,148,516</u>	<u>\$ 21,461,518</u>	<u>\$ 19,975,760</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**

	2015	2014	2013	2012	2011
<b>Current:</b>					
Instruction					
Regular programs	\$ 7,311,318	\$ 7,494,704	\$ 7,141,514	\$ 7,005,663	\$ 6,684,744
Special programs	2,790,553	2,574,029	2,377,162	2,157,766	1,853,237
Other instructional programs	1,834,214	1,763,270	2,031,429	1,868,575	1,550,280
State retirement contributions	<u>5,530,945</u>	<u>3,919,469</u>	<u>3,083,892</u>	<u>2,635,403</u>	<u>2,277,948</u>
Total instruction	<u>17,467,030</u>	<u>15,751,472</u>	<u>14,633,997</u>	<u>13,667,407</u>	<u>12,366,209</u>
Supporting Services					
Pupils	377,715	356,725	348,357	344,076	404,725
Instructional staff	1,298,569	1,190,500	1,047,160	975,483	912,473
General administration	1,587,862	1,511,441	1,391,092	1,260,964	1,234,616
School administration	1,375,353	1,353,123	1,235,496	1,238,824	1,232,596
Business	1,599,593	1,394,481	1,267,077	1,137,412	808,973
Transportation	658,363	614,949	683,071	647,722	665,135
Operations and maintenance	7,439,921	4,252,017	3,225,316	2,831,770	2,554,247
Central	<u>61,712</u>	<u>68,607</u>	<u>95,200</u>	<u>93,024</u>	<u>81,922</u>
Total supporting services	<u>14,399,088</u>	<u>10,741,843</u>	<u>9,292,769</u>	<u>8,529,275</u>	<u>7,894,687</u>
Community services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Nonprogrammed charges	<u>3,061,889</u>	<u>2,501,425</u>	<u>2,451,698</u>	<u>1,786,199</u>	<u>1,504,744</u>
Total current	<u>34,928,007</u>	<u>28,994,740</u>	<u>26,378,464</u>	<u>23,982,881</u>	<u>21,765,640</u>
<b>Other:</b>					
Debt service:					
Principal	789,990	775,000	514,030	499,010	481,773
Interest	809,658	640,433	850,290	842,634	874,920
Capital outlay	<u>334,889</u>	<u>1,275,557</u>	<u>337,552</u>	<u>439,348</u>	<u>284,087</u>
Total Other	<u>1,934,537</u>	<u>2,690,990</u>	<u>1,701,872</u>	<u>1,780,992</u>	<u>1,640,780</u>
Total	<u>\$ 36,862,544</u>	<u>\$ 31,685,730</u>	<u>\$ 28,080,336</u>	<u>\$ 25,763,873</u>	<u>\$ 23,406,420</u>
<b>Debt service as a percentage of noncapital expenditures</b>	4.38%	4.65%	4.92%	5.30%	5.87%

2010	2009	2008	2007	2006
\$ 7,512,826	\$ 7,119,590	\$ 7,431,159	\$ 7,479,275	\$ 7,416,507
1,943,711	1,617,991	1,556,115	1,451,048	1,543,871
1,512,256	1,649,906	1,113,381	631,913	593,641
<u>2,564,245</u>	<u>1,876,554</u>	<u>1,461,577</u>	<u>991,575</u>	<u>699,788</u>
<u>13,533,038</u>	<u>12,264,041</u>	<u>11,562,232</u>	<u>10,553,811</u>	<u>10,253,807</u>
388,130	371,823	342,452	324,955	323,017
1,072,094	1,095,895	1,075,706	1,028,157	1,066,916
1,248,437	1,211,885	1,163,735	1,043,685	988,220
1,280,788	1,429,538	1,239,813	1,224,275	1,234,859
778,503	640,673	558,546	508,663	632,083
604,172	599,387	502,942	431,795	421,965
2,503,424	2,841,905	2,894,184	2,781,242	1,883,773
<u>73,635</u>	<u>110,551</u>	<u>117,634</u>	<u>104,780</u>	<u>63,327</u>
<u>7,949,183</u>	<u>8,301,657</u>	<u>7,895,012</u>	<u>7,447,552</u>	<u>6,614,160</u>
<u>1,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,462,990</u>	<u>1,546,751</u>	<u>1,182,552</u>	<u>1,266,976</u>	<u>1,365,940</u>
<u>22,946,211</u>	<u>22,112,449</u>	<u>20,639,796</u>	<u>19,268,339</u>	<u>18,233,907</u>
532,704	601,086	575,091	896,431	1,102,754
867,525	864,132	873,899	941,433	557,747
<u>1,612,148</u>	<u>3,112,075</u>	<u>3,408,262</u>	<u>2,391,795</u>	<u>628,329</u>
<u>3,012,377</u>	<u>4,577,293</u>	<u>4,857,252</u>	<u>4,229,659</u>	<u>2,288,830</u>
<u>\$ 25,958,588</u>	<u>\$ 26,689,742</u>	<u>\$ 25,497,048</u>	<u>\$ 23,497,998</u>	<u>\$ 20,522,737</u>
5.75%	6.21%	6.56%	8.71%	8.35%

**QUEEN BEE SCHOOL DISTRICT 16**  
**OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCES**  
**LAST TEN FISCAL YEARS**

	2015	2014	2013	2012	2011
<b>Excess of revenues over (under) expenditures</b>	\$ (3,589,888)	\$ (1,221,093)	\$ (157,986)	\$ 735,967	\$ 2,354,752
<b>Other financing sources (uses)</b>					
Principal on bonds sold	-	-	7,033,396	-	-
Principal on refunding bonds sold	5,375,000	-	1,531,604	-	-
Premium on bonds sold	240,308	-	329,869	-	-
Payments to escrow agent	(5,508,981)	-	(1,531,604)	-	-
Capital lease proceeds	-	-	-	-	-
Transfers in	2,690,112	2,440,054	514,472	85,103	83,978
Transfers out	<u>(2,690,112)</u>	<u>(2,440,054)</u>	<u>(514,472)</u>	<u>(85,103)</u>	<u>(83,978)</u>
Total	<u>106,327</u>	<u>-</u>	<u>7,363,265</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>\$ (3,483,561)</u>	<u>\$ (1,221,093)</u>	<u>\$ 7,205,279</u>	<u>\$ 735,967</u>	<u>\$ 2,354,752</u>

2010	2009	2008	2007	2006
\$ 867,685	\$ (2,923,613)	\$ (2,348,532)	\$ (2,036,480)	\$ (546,977)
1,139,888	-	-	-	8,490,185
125,112	-	-	-	-
9,513	-	-	-	-
(125,112)	-	-	-	-
-	-	73,095	361,843	-
184,774	256,985	-	-	-
(184,774)	(256,985)	-	-	-
1,149,401	-	73,095	361,843	8,490,185
<u>\$ 2,017,086</u>	<u>\$ (2,923,613)</u>	<u>\$ (2,275,437)</u>	<u>\$ (1,674,637)</u>	<u>\$ 7,943,208</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
**ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
 LAST TEN LEVY YEARS

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LEVY YEAR	ASSESSED VALUATION				
	RESIDENTIAL	FARMS	COMMERCIAL	INDUSTRIAL	RAILROAD
2014	\$ 227,193,880	\$ 4,670	\$ 19,872,790	\$ 46,039,810	\$ 116,017
2013	233,788,210	4,250	19,136,120	48,319,020	86,711
2012	255,481,785	3,860	19,138,060	52,167,160	79,581
2011	292,013,746	3,510	19,882,710	58,507,360	65,352
2010	344,893,541	3,200	19,027,100	59,674,700	71,951
2009	371,960,997	2,910	20,431,310	64,230,920	69,053
2008	374,747,016	2,640	20,486,530	66,663,520	56,432
2007	357,787,899	2,390	19,535,630	64,851,530	43,568
2006	333,221,813	2,636	17,658,620	66,373,810	31,171
2005	311,490,905	522	16,320,890	63,122,110	21,416

**Source:** DuPage 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.

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LESS: EXEMPTIONS		TOTAL ASSESSED VALUE	TOTAL DIRECT RATE	ESTIMATED ACTUAL VALUE
\$	-	\$ 293,227,167	\$6.5709	\$ 879,681,501
	-	301,334,311	6.2877	904,002,933
	-	326,870,446	5.6866	980,611,338
	-	370,472,678	4.8577	1,111,418,034
	-	423,670,492	4.2369	1,271,011,476
	-	456,695,190	3.8252	1,370,085,570
	-	461,956,138	3.7688	1,385,868,414
	-	442,221,017	3.7764	1,326,663,051
	-	417,288,050	3.8964	1,251,864,150
	-	390,955,843	3.8603	1,172,867,529



**QUEEN BEE SCHOOL DISTRICT 16**  
**PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN TAX LEVY YEARS**

	2014	2013	2012	2011	2010	2009	2008
<b>District direct rates</b>							
Educational	\$3.4531	\$3.5000	\$3.4864	\$3.5000	\$3.1379	\$2.8163	\$2.7900
Tort immunity	0.0908	0.0890	0.0773	0.0137	-	-	-
Operations and maintenance	0.5425	0.5500	0.5479	0.5500	0.5500	0.5314	0.5255
Special education	0.3944	0.4000	0.3983	0.0955	-	-	-
Bond and interest	0.4894	0.4609	0.4077	0.3370	0.2878	0.2603	0.2516
Transportation	1.1753	0.8528	0.3878	0.1364	0.1121	0.0905	0.0895
Life safety	0.0986	0.1000	0.0995	0.0137	-	-	-
Working cash	0.0463	0.0500	0.0498	0.0205	-	-	-
Illinois municipal retirement	0.1650	0.1676	0.1314	0.1091	0.0835	0.0692	0.0535
Social security	0.1155	0.1174	0.1005	0.0818	0.0656	0.0575	0.0587
Total direct	6.5709	6.2877	5.6866	4.8577	4.2369	3.8252	3.7688
<b>Representative (Direct and Overlapping) Tax Rates</b>							
County of DuPage	0.2057	0.2040	0.1929	0.1773	0.1659	0.1554	0.1557
Forest Preserve District	0.1691	0.1657	0.1542	0.1414	0.1321	0.1217	0.1206
Bloomington Township	0.1069	0.1060	0.0952	0.0846	0.0773	0.0695	0.0684
Village of Glendale Heights	1.3899	1.2675	1.1368	0.9918	0.8950	0.8637	0.8639
Bloomington Township Road District	0.1205	0.1147	0.1031	0.0886	0.0809	0.0727	0.0715
Glenside Fire Protection District	1.1904	1.0817	0.9722	0.8442	0.7297	0.6615	0.6841
Glenside Library District	0.6398	0.6070	0.4908	0.4183	0.3626	0.3281	0.3218
Township High School District No. 87	2.5824	2.4877	2.2868	2.0199	1.8378	1.6749	1.6507
DuPage Airport Authority	0.0196	0.0178	0.0168	0.0169	0.0158	0.0148	0.0160
Community College District No. 502	0.2975	0.2956	0.2681	0.2495	0.2349	0.2127	0.1858
Total Representative Tax Rate (Direct and Overlapping)	\$13.2927	\$12.6354	\$11.5365	\$10.0075	\$8.8663	\$8.0878	\$7.9944

**Source:** DuPage County Clerk

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

**Note:** The District's ability to raise its direct rate is restricted by the tax rate ceiling and the PTELA limitation. 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.

2007	2006	2005
\$2.7630	\$2.8698	\$2.6719
-	-	0.0500
0.5252	0.5500	0.5500
-	-	0.0200
0.2518	0.2609	0.2574
0.0891	0.0928	0.0900
-	-	0.0210
-	-	-
0.0549	0.0533	0.0900
<u>0.0724</u>	<u>0.0696</u>	<u>0.1100</u>
<u>3.7564</u>	<u>3.8964</u>	<u>3.8603</u>
0.1651	0.1713	0.1797
0.1187	0.1303	0.1271
0.0685	0.0697	0.0713
0.8749	0.8768	0.8836
0.0719	0.0731	0.0747
0.6828	0.7143	0.7379
0.3219	0.3356	0.3440
1.6612	1.7210	1.7200
0.0170	0.0183	0.0198
<u>0.1888</u>	<u>0.1929</u>	<u>0.1874</u>
<u>\$8.0148</u>	<u>\$8.2918</u>	<u>\$8.3003</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
**PRINCIPAL PROPERTY TAXPAYERS IN THE DISTRICT**  
**CURRENT YEAR AND NINE YEARS AGO**

<u>TAXPAYER</u>	2014 EQUALIZED ASSESSED VALUATION	PERCENTAGE OF TOTAL 2014 EQUALIZED ASSESSED VALUATION
Thompson Pts	\$8,173,800	2.71%
Fordham Glen Apartments	6,862,880	2.28%
Crane & Norcross	6,424,830	2.13%
Amb Property Corp (Multiple Sites)	2,870,550	0.95%
Spraying Systems Co	2,841,120	0.94%
National Tax Search	2,463,920	0.82%
Cb Richard Ellis	2,164,280	0.72%
Ktr Chicago LLC	1,848,270	0.61%
Exeter 180 Exchange LLC	1,522,160	0.51%
Welsh Glendale LP	1,406,300	0.47%
	<u>\$ 28,404,310</u>	<u>12.14%</u>

<u>Taxpayer</u>	2005 EQUALIZED ASSESSED VALUATION	PERCENTAGE OF TOTAL 2005 EQUALIZED ASSESSED VALUATION
Crane and Norcross	\$ 11,021,730	2.82%
UBS Realty Investors LLC	6,054,330	1.55%
EQR Real Estate	6,014,680	1.54%
National Tax Service	4,464,220	1.14%
First American Properties	4,455,000	1.14%
Spraying Systems	4,012,800	1.03%
Estate of James Campbell	3,196,940	0.82%
NR Realty Associates	2,364,820	0.60%
Judy LLC	2,120,490	0.54%
Van Der Molen Properties	2,041,380	0.52%
Total	<u>\$ 45,746,390</u>	<u>11.70%</u>

Source: Offices of the DuPage County Clerk, Assessor and Bloomingdale Township Assessor.

**QUEEN BEE SCHOOL DISTRICT 16**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
 LAST TEN LEVY YEARS

LEVY YEAR	TAXES LEVIED FOR THE LEVY YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
		AMOUNT	PERCENTAGE OF LEVY		AMOUNT	PERCENTAGE OF LEVY
2014	\$ 19,267,663	\$ 9,189,793	47.7%	\$ -	\$ 9,189,793	47.70%
2013	18,946,997	9,324,277	49.2%	9,596,268	18,920,545	99.86%
2012	18,587,815	8,975,930	48.3%	9,554,731	18,530,661	99.69%
2011	17,996,453	8,846,048	49.2%	9,064,509	17,910,557	99.52%
2010	17,950,495	8,875,033	49.4%	9,053,456	17,928,489	99.88%
2009	17,469,504	8,383,384	48.0%	9,071,007	17,454,391	99.91%
2008	17,410,203	8,220,024	47.2%	9,146,682	17,366,706	99.75%
2007	16,700,034	7,867,044	47.1%	8,800,077	16,667,121	99.80%
2006	16,259,211	7,775,615	47.8%	8,458,802	16,234,417	99.85%
2005	15,092,068	7,292,596	48.3%	7,778,320	15,070,916	99.86%

Source of information : DuPage County Levy, Rate, and Extension Reports for 2005-2015

# QUEEN BEE SCHOOL DISTRICT 16

## RATIO OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

YEAR	GENERAL OBLIGATION BONDS	CAPITAL LEASES	INSTALLMENT AGREEMENTS	TOTAL	PERCENTAGE OF PERSONAL INCOME	OUTSTANDING DEBT PER CAPITA
2015	\$ 17,163,792	\$ -	\$ 1,060,000	\$ 18,223,792	2.10%	\$ 528
2014	17,416,112	-	1,130,000	18,546,112	2.13%	537
2013	17,806,483	-	1,200,000	19,006,483	2.27%	549
2012	10,307,312	12,182	1,265,000	11,584,494	1.61%	336
2011	10,726,703	26,801	1,330,000	12,083,504	1.70%	353
2010	11,133,857	41,420	1,390,000	12,565,277	1.77%	367
2009	11,532,485	85,496	330,000	11,947,981	1.68%	368
2008	11,903,451	215,616	430,000	12,549,067	1.76%	368
2007	12,815,360	253,486	525,000	13,593,846	1.91%	432
2006	13,404,219	-	615,000	14,019,219	1.97%	223

**Note:** General obligation bonds do not include accretion related to capital appreciation bonds.

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

**QUEEN BEE SCHOOL DISTRICT 16**  
**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
2015	\$ 17,163,792	\$ 591,164	\$ 16,572,628	1.88%	\$ 479.95
2014	17,416,112	510,760	16,905,352	1.87%	488.31
2013	17,806,483	232,960	17,573,523	1.94%	507.61
2012	10,307,312	388,973	9,918,339	1.01%	287.45
2011	10,726,703	412,560	10,314,143	0.93%	301.51
2010	11,133,857	433,586	10,700,271	0.84%	312.80
2009	11,532,485	407,316	11,125,169	0.81%	342.68
2008	11,903,451	362,994	11,540,457	0.83%	355.47
2007	12,272,577	319,050	11,953,527	0.90%	368.20
2006	13,404,219	642,628	12,761,591	1.02%	393.09

**QUEEN BEE SCHOOL DISTRICT 16**  
**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**  
AS OF JUNE 30, 2015

GOVERNMENTAL JURISDICTION	GENERAL OBLIGATION BONDED DEBT OUTSTANDING	OVERLAPPING PERCENT	NET DIRECT AND OVERLAPPING DEBT
<b>Overlapping debt:</b>			
<b>County</b>			
DuPage County	\$43,590,000 (1)(3)	0.903%	\$ 393,493
DuPage County Forest Preserve	159,330,395 (1)(2)	0.903%	1,438,299
<b>School Districts</b>			
High School District #87	25,855,000 (1)(3)	6.303%	1,629,715
College of DuPage #502*	208,870,000 (1)	0.934%	1,951,338
<b>Fire Protection Districts:</b>			
Bloomington Fire Protection District	1,365,000	2.772%	37,840
Glenside Fire Protection District	750,000 (3)	61.505%	461,285
<b>Library District:</b>			
Glenside Library District	- (1)	49.884%	-
<b>Municipalities</b>			
Village of Glendale Heights	40,770,000	48.327%	<u>19,702,725</u>
Total overlapping debt			25,614,695
<b>Direct debt:</b>			
School District #16	17,163,791 (2)	100.000%	<u>17,163,791</u>
Total Direct and Overlapping Debt			<u>\$ 42,778,486</u>

- (1) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation.
- (2) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.
- (3) Excludes Certificates of Indebtedness and/or notes.

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.

# QUEEN BEE SCHOOL DISTRICT 16

## LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

### Legal Debt Margin Calculation for Fiscal Year 2015

Assessed Valuation	\$ 293,227,167	
Debt Limit - 6.9% of Assessed Valuation	20,232,675	\$ 20,232,675
Total Debt Outstanding	18,223,792	
Less: Exempted Debt	-	
Net Subject to 6.9% Limit		<u>\$ 18,223,792</u>
Total Debt Margin		<u>\$ 2,008,883</u>

	2015	2014	2013	2012
Debt Limit	\$ 20,232,675	\$ 20,792,067	\$ 22,554,061	\$ 25,562,615
Total Net Debt Applicable to Limit	<u>18,223,792</u>	<u>18,546,112</u>	<u>19,006,483</u>	<u>11,584,494</u>
Legal Debt Margin	<u>\$ 2,008,883</u>	<u>\$ 2,245,955</u>	<u>\$ 3,547,578</u>	<u>\$ 13,978,121</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	90.07%	89.20%	84.27%	41.33%



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Fiscal Year					
2011	2010	2009	2008	2007	2006
\$ 29,233,264	\$ 31,511,968	\$ 31,874,974	\$ 30,513,250	\$ 28,792,875	\$ 26,975,953
<u>12,083,504</u>	<u>12,565,277</u>	<u>11,947,981</u>	<u>12,549,067</u>	<u>18,301,063</u>	<u>13,376,591</u>
<u>\$ 17,149,760</u>	<u>\$ 18,946,691</u>	<u>\$ 19,926,993</u>	<u>\$ 17,964,183</u>	<u>\$ 10,491,812</u>	<u>\$ 13,599,362</u>
41.33%	39.87%	37.48%	41.13%	63.56%	49.59%

**QUEEN BEE SCHOOL DISTRICT 16**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
 LAST TEN YEARS

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YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME*	UNEMPLOYMENT RATE
2014*	34,530	\$ 869,292,750	\$ 25,175	6.5%
2013	34,620	836,384,580	24,159	8.5%
2012	34,504	717,510,680	20,795	8.2%
2011	34,208	711,340,615	20,795	8.6%
2010	34,208	711,340,615	20,795	8.3%
2009	32,465	711,340,615	21,911	10.3%
2008	32,465	711,340,615	21,911	6.0%
2007	32,465	711,340,615	21,911	4.8%
2006	32,465	711,340,615	21,911	4.3%
2005	32,465	711,340,615	21,911	5.5%

**SOURCE OF INFORMATION:**

2014 Information obtained from US Census Bureau, Quickfacts and Illinois Department of Employment Security .Information is for the Village of Glendale Heights, Illinois in which the District is located.

\*Per Capita Income in past 12 months (2013 dollars) 2009-2013

Population: 2004 is based on the 2000 U.S. Census, 2005 - 2009 is based on the census estimates and 2010- 2012 is based on the 2010 U.S. Census.

Per capita income and Personal Income: 1999 Economic Census and U.S. Census Bureau Quick Facts

Unemployment rate: Illinois Department of Employment Security, Village of Glendale Heights. Local Area Unemployment Statistics (LAUS).

**QUEEN BEE SCHOOL DISTRICT 16**  
**PRINCIPAL EMPLOYERS**  
CURRENT YEAR AND NINE YEARS AGO

<b>2015</b>		
EMPLOYER	EMPLOYEES	PERCENTAGE OF TOTAL EMPLOYMENT(5)
Spraying Systems Inc.	1,000	5.48%
IMI Cornelius, Inc. (Cornelius IMI, Inc.)	450	2.47%
Kronos Foods Inc	400	2.19%
Village of Glendale Heights	322 *	1.76%
Adventist Glen Oaks Hospital	300	1.64%
Super Target	207 *	1.13%
Chicago Blower Corp.	200	1.10%
Menards	200	1.10%
Jewel/Osco	200 *	1.10%
KKSP Precision Machining	200	1.10%
Home Depot	180 *	0.99%
Eaton Corp Electrical	160	0.88%
Nestle DSD, Div. of Dreyer's Grand Ice Cream, Inc.	150	0.82%
Graybar Electric	150	<u>0.82%</u>
	<u>4,119</u>	<u>22.56%</u>

\*Includes Full and Part-time and/or seasonal

**SOURCE OF INFORMATION:**

- (1) 2015 Illinois Manufacturers' News Directory
- (2) 2015 Illinois Services Directory
- (3) 2014 Harris Illinois Industrial Directory
- (4) Reference USA, August 2015
- (5) Illinois Department of Employment Security for Village of Glendale Heights 2014; 18,254.

Note: The tables reflect the major employers in the immediate area surrounding the District.

<b>2006</b>		
EMPLOYER	EMPLOYEES	PERCENTAGE OF TOTAL EMPLOYMENT
American Medical Response, Inc.	300	1.64%
REMCOR Products Co.	250	1.37%
Rykoff-Sexton, Inc.	246	1.35%
Chicago Blower Corp.	200	1.10%
Sunrise Chevrolet, Inc.	165	0.90%
Warner Elektra Atlantic Corp.	160	0.88%
ETS Lendgren	150	0.82%
Champion Business Forms, Inc.	126	0.69%
Pella Windows & Doors, Inc.	125	0.68%
Graybar Electric Co.	122	0.67%
Coin Mechanisms	120	0.66%
	<u>1,964</u>	<u>10.76%</u>

# QUEEN BEE SCHOOL DISTRICT 16

## NUMBER OF EMPLOYEES BY TYPE

LAST TEN FISCAL YEARS

	2014- 2015	2013- 2014	2012- 2013	2011- 2012	2010- 2011
<b>Administration:</b>					
Superintendent	1	1	1	1	1
Assistant Superintendent	2	3	2	1	1
District Administrators	2	1	2	3	3
Principals and assistants	8	8	8	8	8
Total administration	<u>13</u>	<u>13</u>	<u>13</u>	<u>13</u>	<u>13</u>
<b>Teachers:</b>					
Elementary	57	53	49	47	51
Middle school	36	38	39	34	34
Instrumental music	2	2	2	2	2
Special education and bilingual	32	33	36	35	30
Psychologists	-	-	-	-	1
Social workers and counselors	2	2	2	2	2
Learning center	2	1	1	1	1
Total teachers	<u>131</u>	<u>129</u>	<u>129</u>	<u>121</u>	<u>121</u>
<b>Other supporting staff:</b>					
Learning center assistants	4	4	4	4	4
Clerical 10/12 Month	16	16	16	16	15
Teacher assistants	37	37	36	32	28
Maintenance, custodians and warehouse	25	25	24	24	23
Nurses	4	3	4	4	4
Total support staff	<u>86</u>	<u>85</u>	<u>84</u>	<u>80</u>	<u>74</u>
Total staff	<u>230</u>	<u>227</u>	<u>226</u>	<u>214</u>	<u>208</u>

Source: District administrative records.

2009- 2010	2008- 2009	2007- 2008	2006 - 2007	2005 - 2006
1	1	1	1	1
1	1	1	1	1
3	3	1	2	2
8	9	8	8	8
<u>13</u>	<u>14</u>	<u>12</u>	<u>12</u>	<u>12</u>
67	63	70	71	79
42	44	44	45	44
2	2	2	2	2
26	31	23	23	22
1	1	1	1	1
2	2	2	2	2
4	4	4	4	4
<u>144</u>	<u>147</u>	<u>146</u>	<u>148</u>	<u>154</u>
4	4	4	4	4
14	16	16	16	15
29	28	23	21	21
24	28	29	29	27
4	4	4	4	4
<u>75</u>	<u>80</u>	<u>76</u>	<u>74</u>	<u>71</u>
<u>232</u>	<u>241</u>	<u>234</u>	<u>234</u>	<u>237</u>

**QUEEN BEE SCHOOL DISTRICT 16**  
**OPERATING INDICATORS BY FUNCTION**  
 LAST TEN FISCAL YEARS

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FISCAL YEAR	AVERAGE DAILY ATTENDANCE	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	ALLOWABLE TUITION COSTS	PER CAPITA TUITION CHARGE
2015	1,826	\$ 22,286,452	\$ 12,206	6.34%	\$ 20,198,850	\$ 11,062
2014	1,859	21,340,491	11,478	1.80%	19,166,197	10,318
2013	1,759	20,558,395	11,688	-3.01%	18,430,260	10,478
2012	1,767	20,050,612	11,346	-8.82%	17,934,922	10,149
2011	1,777	18,521,995	10,426	-1.23%	16,480,768	9,277
2010	1,860	19,156,005	10,299	-0.13%	16,585,967	8,918
2009	1,867	19,206,326	10,286	-4.07%	17,843,609	9,556
2008	1,868	18,463,965	9,884	-6.26%	17,078,537	9,143
2007	1,882	17,506,709	9,302	-3.39%	16,311,347	8,667
2006	1,821	16,384,279	8,997	-10.95%	15,157,235	8,324

Source: District annual financial reports.

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PERCENTAGE CHANGE	TEACHING STAFF	PUPIL - TEACHER RATIO
7.21%	131	13.9
1.53%	129	14.4
-3.24%	131	13.4
-9.40%	129	13.7
-4.03%	121	14.7
6.68%	144	12.9
-4.52%	147	12.7
-5.49%	146	12.8
-4.12%	148	12.7
-11.79%	154	11.8

**QUEEN BEE SCHOOL DISTRICT 16**  
**SCHOOL BUILDING INFORMATION**  
**LAST TEN FISCAL YEARS**

	2015	2014	2013	2012	2011
Glenside Middle School					
Square Feet	84,501	84,501	84,501	84,501	84,501
Capacity (Students)	926	926	926	926	926
Enrollment	687	685	636	645	664
Americana Elementary School					
Square Feet	39,129	39,129	39,129	39,129	39,129
Capacity (Students)	498	498	498	498	498
Enrollment	418	425	466	469	474
Glen Hill Elementary School					
Square Feet	40,784	40,784	40,784	40,784	40,784
Capacity (Students)	544	544	544	544	544
Enrollment	471	466	450	522	559
Pheasant Ridge Elementary School					
Square Feet	44,875	44,875	44,875	44,875	44,875
Capacity (Students)	598	598	598	598	598
Enrollment	426	426	431	459	496

Source: District administrative records.



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2010	2009	2008	2007	2006
84,501	84,501	84,501	84,501	84,501
926	926	926	926	926
726	712	734	705	685
39,129	39,129	39,129	39,129	39,129
498	498	498	498	498
424	441	450	479	460
40,784	40,784	40,784	40,784	40,784
544	544	544	544	544
554	480	470	470	468
44,875	44,875	44,875	44,875	44,875
598	598	598	598	598
492	488	483	491	481