

**BATAVIA
PUBLIC
SCHOOL**
DISTRICT 101

Batavia, Illinois

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2019

**Batavia Public School
District 101
Batavia, Illinois**

Comprehensive Annual Financial Report

For the fiscal year ended
June 30, 2019

BATAVIA PUBLIC SCHOOL DISTRICT 101

June 30, 2019

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Batavia Public School District 101

335 W Wilson St

Batavia, Illinois 60510

Comprehensive Annual Financial Report

for the Fiscal Year Ended June 30, 2019

Principal Officers and Officials

Board of Education

	<u>Term Expires</u>	
Cathy Dremel	President	2023
Jon Gaspar	Vice President	2021
Tina Bleakley	Member	2021
Erin Meitzler	Member	2023
Bob Baty-Barr	Member	2021
Susan Locke	Member	2021
Chris Lowe	Member	2023

Principal Officials

Dr. Lisa Hichens	Superintendent and Secretary
Anton Inglese	Chief Financial Officer and Treasurer
Dr. Brad Newkirk	Chief Academic Officer
Steve Pearce	Chief Human Resources Officer

Officials Issuing Report

Dr. Lisa Hichens

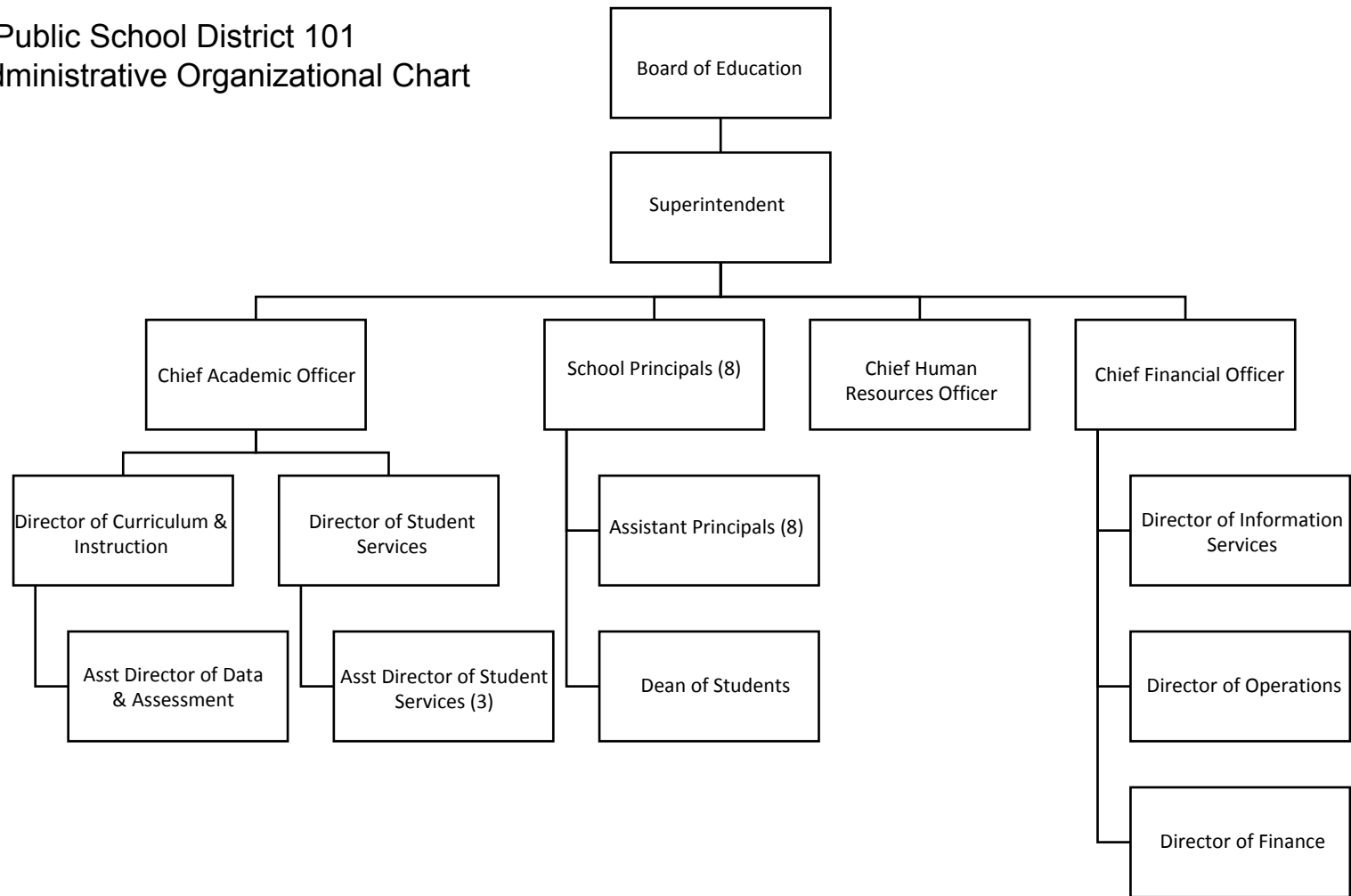
Anton Inglese

Lindsay Jannotta

Department Issuing Report

Business Office

Batavia Public School District 101
FY19 Administrative Organizational Chart



October 11, 2019

Dear President and Members of the Board of Education for,
Citizens and Community Members of
Batavia Public School District 101,
Batavia, Illinois:

The Illinois School Code requires that all school districts publish a complete set of audited financial statements for each fiscal year. This report fulfills that requirement for the fiscal year ended June 30, 2019.

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 (a) accurate in all material aspects, (b) presented in a manner designed to fairly set forth the financial activity of its various funds, and (c) that all disclosures necessary for public understanding of the District's financial status have been incorporated in the report.

Klein Hall Certified Public Accountants, LLC, have issued an unqualified ("clean") opinion on the District's financial statements for the fiscal year ended June 30, 2019. The independent auditor's report is located at the front of the financial section of this report.

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

ORGANIZATIONAL PROFILE

Batavia Public School District 101 was founded in 1911 and operates as a Unit District, serving the needs of children in grades pre-kindergarten to 12 and others as required by the Illinois School Code. The Board of Education, consisting of seven members, governs the District. The Board's powers and duties include the authority to adopt, enforce, and monitor all policies for the management and governance of the District's schools. The Board is empowered to levy a property tax on real property located within its boundaries.

The majority of the District is located within the City of Batavia in Kane County, Illinois, and includes small portions of the cities of Aurora, North Aurora, and Geneva. The District encompasses approximately 19 square miles of land, primarily within Batavia Township, and situated approximately 35 miles west of Chicago. The estimated population of the District was 28,150 in 2010.

The District's enrollment for the 2018-19 school year was officially 5,720 students. The District currently operates six elementary schools, one middle school, and one high school. Each of the elementary

schools were built in sister-pairs in 1955-57, 1978, and 2001. Batavia High School was erected in 1965 and Rotolo Middle School was built in 1992.

FINANCIAL STATEMENTS

The Comprehensive Annual Financial Report consists of three sections:

1. The *Introductory Section* includes this transmittal letter, the District's organizational chart, and a list of principal officers and officials.
2. The *Financial Section* includes the management's discussion and analysis, financial statements and notes, required supplementary information and notes, and the independent auditors' report.
3. The *Statistical Section* includes selected unaudited data depicting the financial history of the District, demographics, and other miscellaneous information.

The financial reporting entity of the District is to include the District, as a primary government agency, and therefore includes all funds that are controlled by or dependent on the Board of Education of the District. The District does not exercise oversight responsibility for 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.

The general governmental activities include all services provided by the District: included are the general, special revenue, debt service and capital project funds. As such, these activities include all instructional, maintenance, and administrative costs of the District.

Property taxes are the most significant revenue source of the District. Other revenue sources consist of local revenues, exclusive of property taxes, including transportation fees, tuition, student activity fees, and building rentals.

The District is required to undergo an annual, single audit in conformity with the provisions of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including the schedule of expenditures of federal awards and independent auditors' reports on the internal control structure and compliance with applicable laws and regulations, are included in a separate report.

LOCAL ECONOMY AND ECONOMIC OUTLOOK

Batavia is among the oldest communities in the Fox Valley, having been settled in 1833, a full year before the City of Chicago. Once considered on the fringe of the Chicago metro-area, Batavia has matured into one of the premier communities in the western suburbs. Batavia serves as headquarters for many corporations and is home to Fermilab, the nation's top high-energy particle physics laboratory. A major regional shopping center for the metropolitan area lies within the District's boundaries.

Median household income for Batavia is \$92,094, significantly higher than the county and state as a whole. The median home value within for Batavia is \$297,500, up 1.8% over the last year. Development of new residential properties has begun to rebound from the Great Recession; the Batavia City Council has recently approved several residential developments which are expected to bring hundreds of new residents to the community.

Due to its strong and healthy local economy and tax base, the District maintains a credit rating of Aa2 from Moody's Investor Service, which reflects the District's sizable tax base, affluent demographic profile, debt burden, and rapid bond repayment schedule. The District's tax base is diverse: it is comprised of 70% residential, 17% commercial, 12% industrial properties and its total equalized assessed value was \$1.28 billion in 2018, up 3.2% from the prior year.

LONG-TERM FINANCIAL PLANNING AND MAJOR INITIATIVES

The Board's finances have significantly improved over the last four years. The District's financial profile designation from the Illinois State Board of Education has risen from "early warning" status in 2015 to "recognition". Most notably, at fiscal year-end, operational fund balance to revenue ratio has increased to 35% and days cash on hand has increased to 160 from lows of 23% and 127, respectively, in 2014. For the first time in roughly thirty years, the Board did not have the need to issue tax anticipation warrants to manage cash flow deficits in this fiscal year.

The District continues to maintain a multi-year financial projection to facilitate the effective and efficient application of financial resources to enrollment trends, evolving instructional practices, and maintenance of capital assets. The District also maintains a five-year capital improvement plan which serves as its planning document to ensure that its facilities, equipment, and infrastructure are well maintained and operating at peak condition. For fiscal years 2020-2024, the Board anticipates to allocate at least \$2.0 million of the General Fund to capital projects annually.

Enrollment has declined in recent years as fewer kindergarten students have registered, correlated with receding birth rates in Kane County. The projections indicate that enrollment will continue to decline by approximately 2% annually over the next five years.

Over the course of this fiscal year, the District continued to make progress toward implementing its strategic plan through:

- Focusing development and implementation of learning ladders and lesson cycle process for core content areas.
- Improvement of processes for multi-tiered systems of support (MTSS).
- Development of a pedagogical tool box and instructional strategies for educators that incorporate high-quality and job-embedded learning.
- Offering instructional rounds for educators to study and reflect upon pedagogical practices.
- Training staff in the Adaptive Schools program, which include techniques to build leadership at all levels and support effective facilitation of learning for students and adults.

In particular, the District continued to make progress on the strategic goal of personalizing learning for students through:

- Development of a shared vision and common definition of personalized learning.
- Supporting individual educators who were ready to engage in the personalization process through peer coaching.
- Deepening clarity about learning expectations across the curriculum and high levels of collaboration around issues of teaching and learning.
- Highlighting and sharing the successes of educators working on personalization.

Additionally, the Board of Education approved a new collective bargaining agreement with the Batavia Education Association that:

- Eliminated the traditional salary schedule and created a new approach to teacher salaries that is tied to revenues, recognizes years of experience, and incentivizes professional learning and advancement.
- Created BPS University, an internal university for teachers to improve professional practice based on their needs and the learning needs of their students.
- Created a retirement incentive plan tied to pension eligibility.

RELEVANT FINANCIAL POLICIES

As a recipient of federal and state financial assistance, the District is required to implement an adequate internal control structure to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by the Administration.

In developing and evaluating the District's accounting system, consideration is given to the adequacy of the internal accounting controls. Such controls are designed to provide reasonable, but not absolute, assurance for the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The District's internal controls are designed to safeguard assets and provide reasonable assurance of the proper recording of financial data.

Budgetary control is maintained at line-item levels and built up into program and cost centers before being combined to create fund totals. Actual activity compared to budget is reported to the District's Administrative team and the Board of Education on a monthly basis. This monthly report compares account balances to the annual budget with accumulation to the cost center, fund, and total District levels. Full disclosures are made if extraordinary variances appear during the year.

The District has adopted a legal budget for all its Governmental Funds. The legal level of budgetary control is at the individual fund level. Therefore, actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act, expenditures may exceed the budget if additional resources are available to finance such expenditures.

AWARDS AND ACKNOWLEDGEMENTS

During the 2018-19 school year, the District was recognized for excellence in the following ways:

- Two of eight schools were rated by the Illinois State Board of Education as "excellent" on the Illinois School Report card; the remaining were rated as "commendable".
- The National Art Education Association named BHS teacher Dawn Zalkus as the 2019 Illinois Art Educator of the Year.
- For the fifth time, the NAMM Foundation named the District as one of the "Best Communities for Music Education".
- The Batavia High School varsity girls' volleyball team received the American Volleyball Coaches' Association Team Academic Award.
- The BHS track and field team won 3rd place at the state meet for the 4x800 relay.
- The Rotolo Middle School boys and girls cross country teams enjoyed undefeated seasons. In the class 3A IESA state cross country meet, the boys state team finished first and the girls state team finished third.
- Rotolo Middle School was recognized for excellence by the National Forum for the Advancement of Middle School Reform "Schools to Watch" program for its fifth designation.
- It was noted that over 75 alumni of Batavia High School are current employees of the District.

In addition, the Batavia High School Class of 2019 earned the following distinctions:

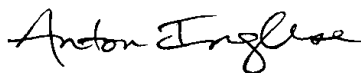
- A 93% graduation rate
- 88% of students reported that they were attending a college or university in the fall
- 92 were named Illinois State Scholars
- 27 students earned the Seal of Biliteracy
- Enrolled in 529 dual credit courses through Waubesa Community College
- 50% had a 3.78 or higher GPA

The citizens of Batavia have a long history of extraordinary support and high expectations for their schools. This Comprehensive Annual Financial Report is intended to provide them with a clear and concise understanding of the District's financial condition as of June 30, 2019.

Respectfully submitted,



Lisa Hichens
Superintendent



Anton Inglese
Chief Financial Officer



FINANCIAL SECTION



Independent Auditor's Report

Board of Education
Batavia Public School District 101
Batavia, IL

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 Batavia Public School District 101, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Batavia Public School District 101's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Batavia Public School District 101's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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 Batavia Public School District 101, as of June 30, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Batavia Public School District 101's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

We have also audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2018, which are not presented with the accompanying financial statements, and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The schedules of revenues, expenditures and changes in fund balances - budget and actual, related to the 2018 financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2018 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such

information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2018 schedules of revenues, expenditures and changes in fund balances - budget and actual are fairly stated in material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 11, 2019 on our consideration of Batavia Public School District 101'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 Batavia Public School District 101's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Klein Hall CPAs".

Klein Hall CPAs
Aurora, Illinois
October 11, 2019

BATAVIA PUBLIC SCHOOL DISTRICT 101

Management's Discussion & Analysis

June 30, 2019

The discussion and analysis of Batavia Public School District 101's (the District) financial performance provides review of the overall monetary health of the District and supplies a more in-depth analysis for the year ended June 30, 2019. Readers are encouraged to consider the information presented herein in conjunction with the transmittal letter found in the introductory section and all basic financial statements to enhance their understanding of the District's financial performance.

All amounts, unless otherwise indicated, are expressed in millions of dollars.

FINANCIAL HIGHLIGHTS

- Net position increased from regular activities by \$10.9 or 66.5 percent from 2018. Revenues and expenses increased from the prior year.
- General revenues accounted for \$82.4 in revenue, or 67 percent of all revenues. Program-specific revenues in the form of charges for services and fees and operating grants and contributions accounted for \$40.8, or 3 percent of total revenues of \$123.2.
- The District had \$112.3 in expenses related to government activities. However, only \$28.9 of these expenses were offset by program-specific charges and grants. The general revenues (primarily taxes) were adequate to provide for the cost of these programs.
- Governmental fund balances increased \$6.5, with overall revenues of \$111.5, overall expenditures of \$105.3, and other financing sources of \$0.3.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are 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 and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business-type activities; that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include instructional services (regular education, special education, and other), supporting services, operations 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 funds 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 funds balance sheet and the governmental funds 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 five individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund (includes the Educational, Operations and Maintenance and Working Cash), Transportation Fund, Municipal Retirement/Social Security Fund, Debt Service Fund, and Capital Projects Fund.

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 District. Fiduciary funds are not reflected in the government-wide financial statements 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.

Availability of fund resources

At June 30, 2019 no significant restrictions, commitments, or other limitations significantly affect the availability of fund resources for future use.

Notes to basic financial statements

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

Other information

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

This District's net position as of June 30, 2019 was \$27.2. This was an increase of \$10.9 or 66.9 percent from the prior year.

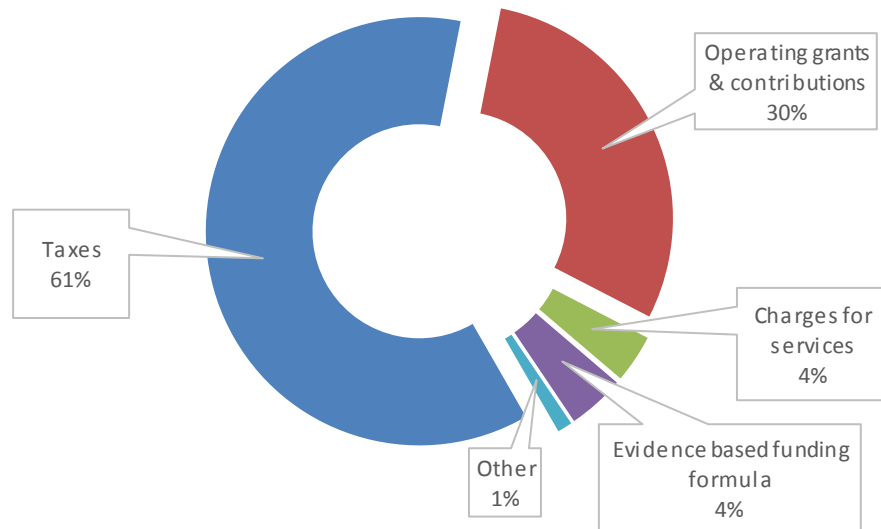
<i>Table 1</i>		
<i>Condensed Statements of Net Position</i>		
<i>(in millions of dollars)</i>		
	<u>2018</u>	<u>2019</u>
Assets:		
Current and other assets	\$ 76.5	\$ 82.9
Capital assets	107.0	105.6
Total assets	<u>183.5</u>	<u>188.5</u>
Deferred Outflows	<u>5.6</u>	<u>7.5</u>
Liabilities:		
Current liabilities	11.0	9.4
Long-term liabilities	115.7	108.9
Total liabilities	<u>126.7</u>	<u>118.3</u>
Deferred Inflows	<u>46.1</u>	<u>50.5</u>
Net position:		
Net investment in capital assets	46.3	51.9
Restricted	6.0	6.4
Unrestricted	(36.0)	(31.1)
Total net position	<u>\$ 16.3</u>	<u>\$ 27.2</u>

BATAVIA PUBLIC SCHOOL DISTRICT 101
Management's Discussion & Analysis (Continued)
June 30, 2019

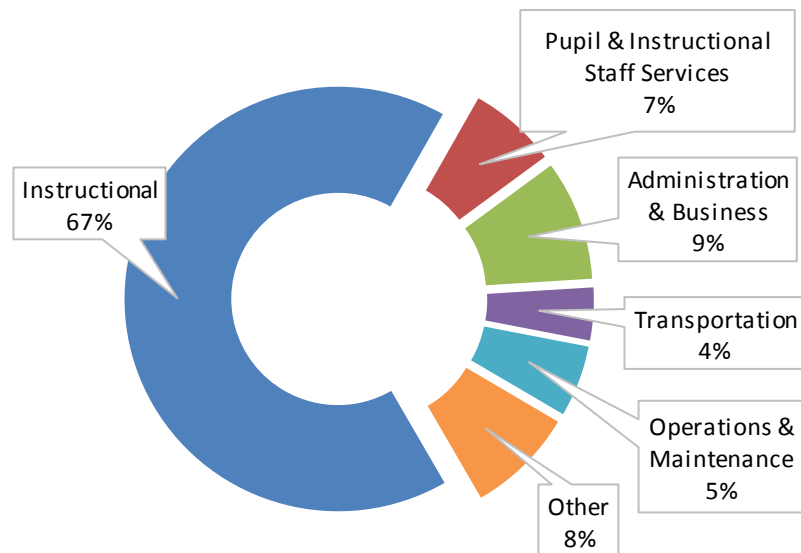
Total revenues were \$123.2 and exceeded expenses by \$10.9, with the total cost of all programs and services at \$112.3. The District's expenses were predominantly related to the instruction, care, and transportation of pupils (85%). The District's administrative and business expenses amounted to 10% of all costs.

<i>Table 2</i>		
<i>Changes in Net Position</i>		
<i>(in millions of dollars)</i>		
	<u>2018</u>	<u>2019</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 4.4	\$ 4.5
Operating grants and contributions	24.9	36.3
<i>General revenues:</i>		
Taxes	76.2	75.7
Evidence based funding formula	5.0	5.3
Other	1.0	1.4
Total revenues	<u>111.5</u>	<u>123.2</u>
Expenses:		
Instruction	70.3	74.7
Pupil and instructional staff services	7.5	7.5
Administration and business	9.7	10.3
Transportation	4.3	4.5
Operations and maintenance	0.8	6.1
Other	10.8	9.2
Total expenses	<u>103.4</u>	<u>112.3</u>
Changes in net position	<u>8.1</u>	<u>10.9</u>
Net position, beginning, as originally reported	54.7	16.3
Prior period adjustment	<u>(46.5)</u>	<u>-</u>
Net position, beginning, as adjusted	<u>8.2</u>	<u>16.3</u>
Net position, end of year	<u>\$ 16.3</u>	<u>\$ 27.2</u>

DISTRICT-WIDE REVENUES BY SOURCE



DISTRICT-WIDE EXPENSES BY FUNCTION



FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

At the conclusion of the fiscal year, the District's governmental funds held a combined balance of \$34.2. Overall, the net balance increased \$6.5, from \$27.7 to \$34.2.

The General Fund experienced an operating surplus of \$6.0. The non-major governmental funds experienced a combined operating surplus of \$0.3, primarily due to transfers from the General Fund.

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund budget anticipated an operating surplus of \$0.9. State and local revenues, including on-behalf revenues were \$4.6 higher than anticipated while total expenditures were \$0.3 less than budgeted.

The most significant variance in the budget was due to special education programming, that included an unanticipated refund of prior year expenditures, underspent grant funds, and lower tuition costs for students placed in private facilities. Other variances included on-behalf contributions by the State of Illinois for the Teachers' Retirement System and

MAJOR FUND HIGHLIGHTS

Debt Service Fund

Revenues and expenditures totaled \$9.0 and \$9.3, respectively. The fund realized a surplus of \$0.2 with the net balance of other financing sources, with includes a transfer from the General Fund to pay for technology and facility leases.

CAPITAL ASSETS

By the end of 2019, the District had compiled a total investment of \$170.2 (\$105.6 net of accumulated depreciation) in a broad range of capital assets including land, land improvements, buildings, and equipment. Total depreciation expense for the year was \$3.6. More detailed information about capital assets can be found in Note 3 of the basic financial statements.

<i>Table 3</i> <i>Capital Assets (net of depreciation)</i> <i>(in millions of dollars)</i>		
	<i>2018</i>	<i>2019</i>
Land	\$ 1.2	\$ 1.2
Land improvements	3.6	3.5
Buildings	101.6	100.3
Equipment	0.6	0.6
Total	<u>\$ 107.0</u>	<u>\$ 105.6</u>

LONG-TERM DEBT OBLIGATIONS

The District retired \$6.8 in bonds in 2019. In accordance with Governmental Accounting Standards Board Statements Nos. 68 and 71, the District is required to record the net pension liability attributable to the District's proportionate share of the Teachers' Retirement System and the Illinois Municipal Retirement System, which totaled \$8.9. In addition, under Governmental Accounting Standards Board Statement 75, the District is required to record the net OPEB liability attributable to the District's proportionate share of the

Teachers' Health Insurance Security fund and the District's postretirement healthcare plan, which totaled \$43.5.

At year-end, the District held \$108.9 in long-term debt, which includes general obligation bonds, pension liabilities, other post-employment (OPEB) liabilities and other outstanding obligations. Other long-term liabilities for compensated absences held steady at \$0.1. The District's debt margin was \$80.3, or 44.2 percent of the legal maximum. More detailed information about long-term debt can be found in Note 4 of the basic financial statements.

<i>Table 4</i> <i>Outstanding Long-Term Debt</i> <i>(in millions of dollars)</i>		
	<u>2018</u>	<u>2019</u>
General Obligation bonds	\$ 62.8	\$ 55.4
Pension Liabilities and Capital Leases	8.6	9.8
Other Post Employment Benefits, Compensated Absences	<u>44.3</u>	<u>43.7</u>
Total	<u>\$ 115.7</u>	<u>\$ 108.9</u>

FACTORS BEARING ON THE DISTRICT'S FUTURE

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

- The District's primary source of revenue, local property taxes, is capped by law at the consumer price index of the prior year or 5%, whichever is less. Thus, CPI has a direct and profound impact on District's revenue growth.
- Further, the Illinois General Assembly has considered freezing local property taxes for many years. Given that the primary source of the District's new revenue each is derived from property taxes, such an action would likely have a profound impact on the District's financial health.
- The State of Illinois currently assumes a substantial portion of the "normal cost" of annual pension contributions for members of the Teachers' Retirement System. In the event that the General Assembly shifts portions of the annual pension contributions to school districts, the impact upon the District's finances is likely to be significant.
- District enrollment has declined for the last seven years and is projected to continue to decline due to lower birth rates in Kane County.

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:

Anton Inglese
Batavia Public School District 101
335 W Wilson St
Batavia, Illinois 60510

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

BATAVIA PUBLIC SCHOOL DISTRICT 101

Statement of Net Position

June 30, 2019

	Governmental Activities
Assets	
Cash and investments	\$ 37,075,175
Receivables	
Property taxes	44,441,003
Due from other governments	1,369,608
Capital assets	
Land	1,178,404
Other capital assets, net of depreciation	104,397,874
Total Assets	188,462,064
Deferred Outflows	
Deferred outflows related to pensions	4,455,210
Deferred outflows related to OPEB	392,128
Deferred amount on refunding	2,638,985
Total Deferred Outflows	7,486,323
Liabilities	
Accounts payable	1,902,748
Accrued salaries	7,371,966
Unearned Revenue	118,981
Noncurrent liabilities	
Due within one year	7,459,620
Due in more than one year	101,468,922
Total Liabilities	118,322,237
Deferred Inflows	
Deferred inflows related to pensions	3,986,741
Deferred inflows related to OPEB	7,739,769
Property taxes levied for subsequent year	38,747,416
Total Deferred Inflows	50,473,926
Net Position	
Net investment in capital assets	51,883,782
Restricted for	
Debt service	3,880,338
Capital projects	315,768
Student transportation	1,921,223
Employee retirement	321,677
Unrestricted	(31,170,564)
Total Net Position	\$ 27,152,224

See accompanying notes to basic financial statements

BATAVIA PUBLIC SCHOOL DISTRICT 101

Statement of Activities

Year Ended June 30, 2019

Functions	Program Revenues				Net (Expense)
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Governmental Activities					
Instructional services					
Regular programs	\$ 34,441,120	\$ 3,048,384	\$ 1,201,994	\$ -	\$ (30,190,742)
Special programs	11,027,306	-	3,158,063	-	(7,869,243)
State retirement contributions	29,261,714	-	29,261,714	-	-
Support services					
Pupils	4,860,487	-		-	(4,860,487)
Instructional staff	2,641,842	-	129,170	-	(2,512,672)
General administration	1,623,571	-	-	-	(1,623,571)
School administration	4,293,838	-	-	-	(4,293,838)
Business	4,343,137	1,011,963	340,666	-	(2,990,508)
Operation and maintenance of facilities	6,105,252	355,401	-	-	(5,749,851)
Transportation	4,510,399	65,564	2,120,499	-	(2,324,336)
Central	4,387,841	-	-	-	(4,387,841)
Other	451,299	-	126,458	-	(324,841)
Community services	178,924	-	-	-	(178,924)
Nonprogrammed charges	1,879,740	-	-	-	(1,879,740)
Interest on long-term liabilities	2,026,608	-	-	-	(2,026,608)
Unallocated depreciation **	277,645	-	-	-	(277,645)
Total school district	<u>\$ 112,310,723</u>	<u>\$ 4,481,312</u>	<u>\$ 36,338,564</u>	<u>\$ -</u>	<u>(71,490,847)</u>
General revenues					
Property taxes levied for					
General purposes					62,262,264
Transportation					2,678,018
Retirement					1,708,200
Debt service					9,001,448
State aid not restricted to specific purposes					5,291,751
Earnings on investments					616,891
Miscellaneous					777,301
Total general revenues					<u>82,335,873</u>
Change in net position					10,845,026
Net position - beginning					<u>16,307,198</u>
Net position - ending					\$ 27,152,224

** Excludes direct depreciation expense of the various programs

See accompanying notes to basic financial statements

FUND FINANCIAL STATEMENTS

BATAVIA PUBLIC SCHOOL DISTRICT 101

Balance Sheet

Governmental Funds

As of June 30, 2019

	General	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Assets				
Cash and investments	\$ 31,481,341	\$ 3,210,422	\$ 2,383,412	\$ 37,075,175
Receivables				
Property taxes	36,753,931	5,229,575	2,457,497	44,441,003
Due from other governments	844,363	-	525,245	1,369,608
TOTAL ASSETS	\$ 69,079,635	\$ 8,439,997	\$ 5,366,154	\$ 82,885,786
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 1,902,441	\$ -	\$ 307	\$ 1,902,748
Accrued salaries and related expenditures	7,233,002	-	138,964	7,371,966
Unearned revenue	118,981	-	-	118,981
Total Liabilities	9,254,424	-	139,271	9,393,695
Deferred Inflows				
Unavailable property tax revenues	32,044,787	4,559,659	2,142,970	38,747,416
Other unavailable revenue	198,289	-	525,245	723,534
Total Deferred Inflows	32,243,076	4,559,659	2,668,215	39,470,950
Fund Balances				
Restricted for				
Debt service	-	3,880,338	-	3,880,338
Capital projects	-	-	315,768	315,768
Student transportation	-	-	1,921,223	1,921,223
Employee retirement	-	-	321,677	321,677
Unassigned	27,582,135	-	-	27,582,135
Total Fund Balances	27,582,135	3,880,338	2,558,668	34,021,141
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 69,079,635	\$ 8,439,997	\$ 5,366,154	\$ 82,885,786

See accompanying notes to basic financial statements

BATAVIA PUBLIC SCHOOL DISTRICT 101

Reconciliation of the Balance Sheet of Governmental Funds

To the Statement of Net Position

June 30, 2019

Total fund balances - governmental funds	\$ 34,021,141
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Amounts reported for governmental activities in the statement of net position are different because

Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds. The cost of the assets is \$170,181,441 and the accumulated depreciation is \$64,605,163.	105,576,278
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Some of the District's governmental revenues will be collected after fiscal year end but are not available soon enough to pay for the current period's expenditures and therefore are not accrued in the governmental funds.	723,534
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Other deferred outflows of resources are long-term and, therefore, are not reported in the governmental funds	
Deferred amount on refunding	2,638,985

Deferred inflows and outflows of resources related to other post-employment benefits are not reported in governmental funds.	
Deferred outflows	392,128
Deferred inflows	(7,739,769)

Deferred inflows and outflows of resources related to pensions are not reported in governmental funds.	
Deferred outflows	4,455,210
Deferred inflows	(3,986,741)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
Bonds, premiums, and capital leases	(56,331,481)
Other post employment benefits	(43,548,406)
Net pension liability - TRS	(4,217,935)
Net pension liability - IMRF	(4,685,729)
Compensated absences	(144,991)

Net position of governmental activities	<u><u>\$ 27,152,224</u></u>
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See accompanying notes to basic financial statements

BATAVIA PUBLIC SCHOOL DISTRICT 101

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

Year Ended June 30, 2019

	General	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Local sources				
Property taxes	\$ 62,262,264	\$ 9,001,448	\$ 4,386,218	\$ 75,649,930
Personal property replacement tax	463,108	-	100,000	563,108
Charges for services	3,415,258	-	-	3,415,258
Miscellaneous	1,885,360	32,415	105,821	2,023,596
Total local sources	68,025,990	9,033,863	4,592,039	81,651,892
State sources	23,811,990	-	2,201,147	26,013,137
Federal sources	3,653,369	-	-	3,653,369
Total Revenues	95,491,349	9,033,863	6,793,186	111,318,398
EXPENDITURES				
Current operating				
Instruction	60,095,324	-	847,539	60,942,863
Support services	24,742,084	-	5,536,488	30,278,572
Community services	174,240	-	4,684	178,924
Non-programmed charges	1,815,125	-	-	1,815,125
Debt service				
Principal	-	7,309,614	-	7,309,614
Interest and other	-	2,037,669	-	2,037,669
Capital outlay	918,740	-	1,869,051	2,787,791
Total Expenditures	87,745,513	9,347,283	8,257,762	105,350,558
Excess (Deficiency) of revenues over expenditures	7,745,836	(313,420)	(1,464,576)	5,967,840
OTHER FINANCING SOURCES (USES)				
Transfers in	-	466,757	1,800,000	2,266,757
Transfers out	(2,266,757)	-	-	(2,266,757)
Capital lease proceeds	316,490	-	-	316,490
Total other financing sources (uses)	(1,950,267)	466,757	1,800,000	316,490
Net changes in fund balances	5,795,569	153,337	335,424	6,284,330
Fund balances at beginning of year	21,786,566	3,727,001	2,223,244	27,736,811
FUND BALANCES AT END OF YEAR	\$ 27,582,135	\$ 3,880,338	\$ 2,558,668	\$ 34,021,141

See accompanying notes to basic financial statements

BATAVIA PUBLIC SCHOOL DISTRICT 101

Reconciliation of the Statement of Revenues, Expenditures and
 Changes in Fund Balances of Governmental Funds to the Statement of Activities
 Year Ended June 30, 2019

Net change in fund balances - total governmental funds **\$ 6,284,330**

Amounts reported for governmental activities in the statement of activities are different because

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 are capitalized and the cost is allocated over their estimated lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded outlays in the current period.

Capital outlays	\$ 2,228,005	
Capital asset and depreciation adjustment	(32,460)	
Depreciation expense	<u>(3,634,097)</u>	(1,438,552)

Revenues that are not available resources in the current period are deferred outflows in the governmental funds but are recognized in the statement of activities. This represents the change in unavailable revenue.

State categorical revenues	(73,001)
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Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. These activities consist of:

Change in compensated absences	\$ (19,685)	
Change in net pension liability - TRS	1,883,626	
Change in net pension liability - IMRF	(3,261,081)	
Change in pension deferred inflows/outflows	2,241,988	
Change in other postemployment benefits - THIS	591,590	
Change in other postemployment benefits - District	12,494	
Change in other postemployment benefits deferred inflows/outflows	<u>(2,380,868)</u>	(931,936)

The governmental funds record bond and loan proceeds as other financing sources, while repayment of bond and loan principal is reported as an expenditure. Also, governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these differences in the treatment of bonds and loans and related items is as follows:

Repayment of bond and capital lease principal	\$ 7,309,614	
Principal on capital leases	(316,490)	
Premiums on bond amortization	574,135	
Deferred refunding cost amortization	<u>(563,074)</u>	7,004,185

Change in net position of governmental activities **\$ 10,845,026**

BATAVIA PUBLIC SCHOOL DISTRICT 101
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2019

Assets

Cash	\$ 102,473
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Liabilities

Due to organizations	\$ 102,473
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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Batavia Public School District 101 (the District) is governed by an elected Board of School Inspectors. The accounting policies of the District conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. A summary of the significant accounting policies, consistently applied in the preparation of the accompanying financial statements is described below.

a. The Reporting Entity

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include or exclude a potential component unit in reporting entity is made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The definition of a component unit is legally separate organization for which the District is financially accountable and other organizations for which nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The District is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the District. The District also may be financially accountable if an organization is fiscally dependent on the District, regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government or (3) a jointly appointed board. There are no component units, as defined by GASB, which are included in the District's reporting entity. Even though there are local government agencies within the geographic area served by the District, such as the municipality, library and park district, these agencies have been excluded from the report because they are legally separate and the District is not financially accountable for them. The District is not included as a component unit in any other governmental reporting entity, as defined by GASB pronouncements.

b. Fund Accounting

The accounts of the District are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. 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. The minimum number of funds is maintained consistent with legal and managerial requirements. The following summarizes the fund types used by the District:

GASB statement No. 54 refined the definitions of various governmental funds. These updated definitions are incorporated into the following fund descriptions.

Governmental funds include the following funds:

General Fund - The General Fund, which consists of the legally mandated Educational Account, Operations and Maintenance Account, and Working Cash Account, is used to account for the revenues and expenditures, which are used in providing education in the District. It is used to account for all financial resources except those accounted for in other funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Educational Account – These accounts are used for most of the instructional and administrative aspects of the District's operations, as well as providing school lunch services to students. The revenue consists primarily of local property taxes, state government aid and student registration fees and lunch receipts from the District food service program.

Operations and Maintenance Account – These accounts are used for expenditures made for operation, repair and maintenance of District property. Revenue consists primarily of local property taxes.

Working Cash Account – This fund accounts for financial resources held by the District to be used as loans for working capital requirements to any other fund for which taxes are levied. The Working Cash Account was established and has been used to respond to fluctuations in cash flow resulting from unpredictable property tax collections. The earnings of the fund are allowed to be transferred to another fund under the Illinois Compiled Statutes. The principal of the fund, accumulated from bond issues, can be used as a source from which the District borrows money to support temporary deficiencies in other funds, or may be partially or fully transferred to the General Fund's Educational Account, upon Board approval.

Special Revenue Funds – Special Revenue Funds account for the proceeds of specific revenue sources (other than Debt Service and Capital Projects Funds) that are legally restricted to expenditures for specified purposes. The District's Special Revenue Funds are the Transportation and Municipal Retirement/Social Security Funds.

Transportation Fund – This fund accounts for the revenue and expenditures relating to student transportation, both to and from school. Revenue is derived primarily from local property taxes and state reimbursement grants.

Municipal Retirement/Social Security Fund – This fund accounts for the District's portion of the pension contributions to the Illinois Municipal Retirement Fund for noncertified employees and social security contributions for applicable certified and noncertified employees. Revenue to finance the contributions is derived primarily from local property taxes.

Debt Service Funds – Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds.

Capital Projects Fund – Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fiduciary Fund Types:

Agency Funds - The Agency Funds (Activity Funds) account for assets held by the District in trustee capacity or as an agent for student organizations. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. In accordance with GASB 34, fiduciary funds are not included in the government-wide financial statements.

The District reports the following funds as major governmental funds:

General Fund
Debt Service Fund

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

The District has adopted a policy consistent with GASB Statement No. 34 to net the interfund receivables and payables for combined totals used to determine the major funds. Consequently, the interfund loan balances, which net to zero, are not utilized to determine major funds.

c. Basis of Presentation

Government-wide and fund 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. For the most part, the effect of interfund activity has been removed from these statements. All of the District's operating activities are considered "governmental activities", that is, activities that are 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 expense of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function 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.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the fiduciary fund statements. 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 as soon as all eligibility requirements imposed by the provider have been met.

Government fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities in the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Interest associated with the current fiscal period is considered to be susceptible to accrual and so has been recognized as a revenue of the current period. All other revenue items are considered to be measurable and available only when the District receives the cash.

Revenues – Exchange and nonexchange transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year-end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements that specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes, interest, grants, entitlements and student fees.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows

Deferred inflows arise when assets are recognized before revenue recognition criteria have been satisfied. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Property taxes for which there is an enforceable legal claim as of June 30, 2019, but which were levied to finance fiscal year 2020 operations, have been recorded as deferred inflows. Grants and entitlements received before the eligibility requirements are met are also recorded as unearned revenue.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Expenses / Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocation of costs, such as depreciation and amortization are not recognized in governmental funds.

d. Deposits and Investments

Under Illinois law, the District is restricted to investing funds in specific types of investment instruments. The following generally represents the types of instruments allowable by state law:

- Securities issued or guaranteed by the United States.
- Interest-bearing accounts of financial institutions insured by the Federal Deposit Insurance Corporation.
- Short-term obligations (less than 180 days) of U.S. corporations with assets over \$500,000,000 rated in the three highest classifications by at least two rating agencies.
- Insured accounts of an Illinois credit union chartered under United States or Illinois law.
- Money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same types of obligations.
- Illinois Funds. (A state sponsored investment pool.)
- Repurchase agreements which meet instrument transactions requirements of Illinois law.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**e. Capital Assets**

Capital assets, which include land, buildings and improvements, and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 for furniture, equipment, buildings and improvements and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of an asset are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized. Buildings, improvements and furniture and equipment of the District are depreciated using the straight-line method over the following estimated lives:

<u>Assets</u>	<u>Years</u>
Buildings and building improvements	20-50 years
Land improvements	20 years
Furniture, equipment and vehicles	3-10 years

f. Long-term obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as current period expenditures.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

g. Net Position**Government-Wide Statements**

Net position is classified and displayed in three components:

1. 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 improvements of those assets and adjusted for any deferred inflows and outflows of resources attributable to capital assets and related debt.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Restricted. Consists of restricted assets reduced by liabilities and deferred inflows or resources related to those assets, with restriction constraints placed on the use either by external groups, such as creditors, grantors, contributors, or laws and regulations of other governments, or law through constitutional provisions or enabling legislation.
3. Unrestricted. Net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

It is the District's policy to first use restricted net resources prior to the use of unrestricted net resources when an expense is incurred for purposes for which both restricted and unrestricted net resources are available.

h. Property Taxes

The District must file its tax levy ordinance by the last Tuesday in December of each year. The District's property tax is levied each year on all taxable real property located in the District. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year.

The Kane County Assessor is responsible for the assessment of all taxable real property within Kane County except for certain railroad property which is assessed directly by the State.

The Property Tax Extension Limitation Law Act (PTELL) limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELL 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.

Property taxes are collected by the Kane County Treasurer who remits to the units their respective shares of the collections. Taxes levied in one year become due and payable in two installments on June 1 and September 1 during the following year. Substantial collections are received by the District in June and September.

The portion of the 2018 property tax levy billed but not received by June 30 is recorded as a receivable. The District considers that the first installment of the 2018 levy is to be used to finance operations in fiscal 2019. The District considers that the second installment of the 2018 levy is to be used to finance operations in fiscal 2020 and has deferred the corresponding receivable.

i. Personal Property Replacement Taxes

Personal property replacement tax revenues are first allocated to the extent required by Illinois law in the Municipal Retirement/Social Security Fund with the balance allocated to funds at the discretion of the District.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the Governmental Funds. All encumbrances are canceled at year end, and, if necessary, are reinstated at the beginning of the subsequent fiscal year.

k. Other receivables

The District records receivables for items such as special education costs, rent and other amounts due from individuals as "other receivables".

l. Vacation and Sick Leave

Employees who work a twelve month year are entitled to be compensated for vacation time. Vacation time is earned at varying rates according to job positions and years of service, as provided in the employment agreements. Although vacations are usually taken within the year, employees may carry over ½ times their annual vacation leave to the following fiscal year. As of June 30, 2019, the District has recognized a liability in the General Fund for that portion of accumulated unpaid vacation leave and salary related payments that are expected to be paid from current available resources. The accrued unpaid vacation leave at June 30, 2019 in the amount of \$144,991 is reflected as a liability in the Government-wide financial statements.

m. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF), together "the Plans," and additions to/deductions from the Plans' fiduciary net positions have been determined on the same basis as they are reported by the Plans. 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.

n. Use of Estimates

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

2. CASH AND INVESTMENTS

a. Deposits and Custodial Credit Risk

Investments held by the District which are short-term highly liquid investments having a remaining maturity of one year or less at the time of purchase are reported by the District at amortized cost. All other investments are reported at fair value. Gains or losses on the sale of investments are recognized upon realization. The District has adopted a formal written investment and cash management policy. The institutions in which investments are made must be approved by the Board of School Inspectors.

At June 30, 2019 the carrying amount of the District's deposits, which include both cash and certificates of deposit (including activity funds), totaled \$13,036,803 and the bank balances totaled \$14,153,117. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. At June 30, 2019, all of the District's deposits were insured or collateralized.

b. Investments

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

The District does not report any investments subject to fair value measurement as of June 30, 2019.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) and Illinois Funds are investment pools created and regulated by the Illinois General Assembly. The fair value of the District's investments in ISDLAF+ and Illinois Funds have been determined using the net asset value (NAV) per share (or its equivalent) of the investments. The NAV of the ISDLAF+ Liquid Class and MAX Class and Illinois Funds are determined as of the close of business on each Illinois banking day. The ISDLAF+ Multi-Class Series invests in high-quality short-term debt instruments (money market instruments), and shares may be redeemed on any Illinois banking day. The ISDLAF+ Term Series invest in high-quality debt instruments, which are generally money market instruments but may include instruments with a maturity over one year, and shares may be redeemed with seven days' advance notice. Illinois Funds invests in high-quality short-term debt instruments (U.S. Treasuries, U.S. agencies, and commercial paper), and shares may be redeemed on demand. There were no known restrictions on redemption of the District's investments as of June 30, 2019.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

2. CASH AND INVESTMENTS (Continued)

As of June 30, 2019, the District had the following investments and maturities.

Investment Type	Fair Value	Maturities (in years)	Agency Rating
		Less than 1	
ISDLAF+	\$ 19,775,319	\$ 19,775,319	AAAm
Illinois Funds	4,365,526	4,365,526	AAAm
Total	<u>\$ 24,140,845</u>	<u>\$ 24,140,845</u>	

Interest Rate Risk. The District has an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. The District's investments are rated, as shown above, by the applicable rating agency.

Concentration of Credit Risk. The District places no limit on the amount the District may invest in any one issuer. The above table indicates the percentage of each investment to the total investment of the District.

Foreign Currency Risk. The District held no foreign investments during the fiscal year.

The Illinois School District Liquid Asset Fund is an investment pool. The value of the position in this SEC registered investment pool is the same as the value of the pool shares.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

3. CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance June 30, 2018	Additions	Deletions	Balance June 30, 2019
Capital assets, not being depreciated:				
Land	\$ 1,178,404	\$ -	\$ -	\$ 1,178,404
Total capital assets not being depreciated	1,178,404	-	-	1,178,404
Capital assets, being depreciated:				
Buildings	153,183,661	1,711,655	32,821	154,862,495
Improvements other than buildings	8,474,272	207,761	7,077	8,674,956
Equipment	5,455,531	308,589	298,534	5,465,586
Total capital assets being depreciated	167,113,464	2,228,005	338,432	169,003,037
Accumulated depreciation for:				
Buildings	51,592,644	3,017,086	3,546	54,606,184
Improvements other than buildings	4,869,748	320,325	3,892	5,186,181
Equipment	4,814,646	296,686	298,534	4,812,798
Total accumulated depreciation	61,277,038	3,634,097	305,972	64,605,163
Total capital assets being depreciated, net	105,836,426	(1,406,092)	32,460	104,397,874
Total capital assets, net	\$ 107,014,830	\$ (1,406,092)	\$ 32,460	\$ 105,576,278

Depreciation expense was charged to functions of the District as follows:

<i>Instructional Services</i>	
Regular programs	\$ 2,528,968
Special programs	272,557
<i>Supporting Services</i>	
Instructional Staff	2,544
General administration	9,449
School administration	208,597
Business	4,724
Operations and maintenance of facilities	324,525
Central	2,544
Other	2,544
Unallocated depreciation	277,645
	<u>\$ 3,634,097</u>

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

4. LONG-TERM DEBT

The following is a summary of the components of long-term debt and related transactions of the District for the year ended June 30, 2019:

	June 30, 2018	Additions	Reductions	June 30, 2019	Amount due in one year
Series 2010 General Obligation Refunding Bonds	\$ 750,000	\$ -	\$ 750,000	\$ -	\$ -
Series 2012 General Obligation Refunding Bonds	9,355,000	-	115,000	9,240,000	115,000
Series 2013 General Obligation Refunding Bonds	9,370,000	-	125,000	9,245,000	125,000
Series 2014 General Obligation Refunding Bonds	26,370,000	-	5,230,000	21,140,000	6,280,000
Series 2015 General Obligation Refunding Bonds	9,620,000	-	100,000	9,520,000	100,000
Series 2016 General Obligation Refunding Bonds	4,345,000	-	525,000	3,820,000	535,000
Unamortized Premium	3,041,400	-	574,135	2,467,265	-
Total General Obligation Bonds	62,851,400	-	7,419,135	55,432,265	7,155,000
Net Pension Liability - TRS	6,101,561	-	1,883,626.00	4,217,935	-
Net Pension Liability - IMRF	1,424,648	3,261,081	-	4,685,729	-
Capital Lease	1,047,340	316,490	464,614	899,216	304,620
Compensated Absences (see Note 1L)	125,306	19,685	-	144,991	-
Other Post Employment Benefits	44,152,490	-	604,084	43,548,406	-
Total Long-Term Debt	\$ 115,702,745	\$ 3,597,256	\$ 10,371,459	\$ 108,928,542	\$ 7,459,620

a. General Obligation Bonds Payable

General Obligation School Building Bonds dated June 15, 2010 were issued in the amount of \$2,870,000. Principal payments are due January 1. Interest payments at rates from 2.4% to 3.1% are due on January 1 and July 1, through the fiscal year ending June 30, 2019.

General Obligation Refunding Bonds dated July 23, 2012 were issued in the amount of \$10,000,000. Principal payments are due January 1. Interest payments at rates from 2.00% to 3.00% are due on July 1 and January 1, through the fiscal year ending June 30, 2025.

General Obligation Refunding Bonds dated February 20, 2013 were issued in the amount of \$9,995,000. Principal payments are due January 1. Interest payments at rates from 2.00% to 2.25% are due on July 1 and January 1, through the fiscal year ending June 30, 2024.

General Obligation Refunding Bonds dated March 3, 2014 were issued in the amount of \$26,470,000. Principal payments are due January 1. Interest payments at rates from 3.00% to 5.00% are due on July 1 and January 1, through the fiscal year ending June 30, 2023.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

4. LONG-TERM DEBT (Continued)

General Obligation Refunding Bonds dated March 17, 2015 were issued in the amount of \$9,965,000. Principal payments are due January 1. Interest payments at rates from 2.00% to 2.55% are due on July 1 and January 1, through the fiscal year ending June 30, 2026.

General Obligation Refunding Bonds dated March 1, 2016 were issued in the amount of \$16,165,000. Principal payments are due January 1. Interest payments at rates from 2.00% to 4.00% are due on July 1 and January 1, through the fiscal year ending June 30, 2025.

At June 30, 2019 the annual cash flow requirements of all bonded debt to retirement were as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2020	\$ 7,155,000	\$ 1,759,035	\$ 8,914,035
2021	7,500,000	1,355,960	8,855,960
2022	7,855,000	987,110	8,842,110
2023	8,230,000	685,303	8,915,303
2024	8,455,000	465,432	8,920,432
2025	8,675,000	244,259	8,919,259
2026	5,095,000	64,961	5,159,961
Total	<u>\$ 52,965,000</u>	<u>\$ 5,562,060</u>	<u>\$ 58,527,060</u>

As of June 30, 2019, the outstanding debt considered defeased is \$39,000,000.

The District is subject to the Illinois Compiled Statutes which limits the amount of bond indebtedness, including the installment contracts, to 13.8% of the most recent available equalized assessed valuation of the District. As of June 30, 2019, the statutory debt limit for the District was \$181,757,327 providing a debt margin of \$131,773,449 after taking into account amounts available in the Debt Service Fund.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

4. LONG-TERM DEBT (Continued)**b. Capital Leases**

The District has entered into lease agreements as lessee for financing the acquisition of equipment with no down payment. These lease agreements qualify as capital leases for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. At June 30, 2019, \$1,945,365 of amounts included in capital assets were acquired through capital leases. The obligations for the capital leases will be repaid from the Debt Service Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2019 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2020	\$ 304,620	\$ 4,236	\$ 308,856
2021	207,298	-	207,298
2022	207,298	-	207,298
2023	144,000	-	144,000
2024	36,000	-	36,000
	<u>\$ 899,216</u>	<u>\$ 4,236</u>	<u>\$ 903,452</u>

5. EMPLOYEE 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.

a. Teachers' Retirement System of the State of Illinois (TRS)*Plan Description*

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

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2018>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier 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.

Public Act 100-0023, enacted in 2017, creates an optional Tier III hybrid retirement plan, but it has not yet gone into effect. The earliest possible implementation date is July 1, 2020. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2021. One program allows retiring Tier 1 members to receive a partial lump-sum in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs will begin in 2019 and will be funded by bonds issued by the state of Illinois.

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2018, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

5. EMPLOYEE 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, 2019, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$16,865,896 in pension contributions from the State of Illinois.

2.2 formula contributions. The District contributes 0.58% of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2019 were \$227,073, and are deferred because they were paid after the June 30, 2018 measurement date.

Federal and special trust fund contributions. When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2019.

For the year ended June 30, 2019, the employer pension contribution was 9.85% of salaries paid from federal and special trust funds. For the year ended June 30, 2019, salaries totaling \$327,853 were paid from the federal and special trust funds that required employer contributions of \$32,294. These contributions are deferred because they were paid after the June 30, 2018 measurement date.

Employer retirement cost contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The District is 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. Additionally, beginning with the year ended June 30, 2019, employers will make a similar contribution for salary increases over 3 percent if member are not exempted by current collective bargaining agreements or contracts.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2019, the employer paid \$15,164 to TRS for employer contributions due on salary increases in excess of 6 percent, \$5,925 for salary increases in excess of 3 percent and no payments for sick leave days granted in excess of the normal annual allotment.

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

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

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

District's proportionate share of the net pension liability	\$ 4,217,935
State's proportionate share of the net pension liability associated with the District	288,946,263
Total	<u>\$ 293,164,198</u>

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017 and rolled forward to June 30, 2018. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2018, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2018, the District's proportion was 0.00541%, which was a decrease of 0.00258% from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the District recognized pension expense of \$27,136,817 and revenue of \$27,136,817 for support provided by the state. At June 30, 2019, 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
Difference between expected and actual experience	\$ 84,772	\$ 920
Changes in assumptions	184,997	119,545
Net difference between projected and actual earnings on pension plan investments	-	12,915
Changes in proportion and differences between District contributions and proportionate share of contributions	154,512	2,209,083
District contributions subsequent to the measurement date	280,456	-
Total	<u>\$ 704,737</u>	<u>\$ 2,342,463</u>

\$280,456 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Year Ending June 30	Net Deferred Outflows of Resources
2019	\$ (519,085)
2020	(356,826)
2021	(517,496)
2022	(369,562)
2023	(155,213)
Thereafter	-
Total	<u>\$ (1,918,182)</u>

Actuarial Assumptions

The total pension liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	varies by amount of service credit
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

In the June 30, 2018 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for the TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2017 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

The long-term (20 year) 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:

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	15.0%	6.7%
U.S. equities small/mid cap	2.0%	7.9%
International equities developed	13.6%	7.0%
Emerging market equities	3.4%	9.4%
U.S. bonds core	8.0%	2.2%
U.S. bonds high yield	4.2%	4.4%
International debt developed	2.2%	1.3%
Emerging international debt	2.6%	4.5%
Real estate	16.0%	5.4%
Commodities (real return)	4.0%	1.8%
Hedge funds (absolute return)	14.0%	3.9%
Private Equity	15.0%	10.2%
	<u>100%</u>	

Discount rate

At June 30, 2018, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2017 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2018 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier 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. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 5,172,899	\$ 4,217,935	\$ 3,448,902

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

b. Illinois Municipal Retirement Fund (IMRF)*Plan Description and Benefits*

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. That report may be obtained online at www.imrf.org.

All employees (other than those covered by TRS) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Plan Membership

As of June 30, 2019, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	198
Inactive employees entitled to but not yet receiving benefits	210
Active employees	198
Total	<u>606</u>

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)*Contributions*

As set by statute, Regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's actual contribution rate for calendar years 2018 and 2019 were 10.96% and 9.51%, respectively, of covered payroll. The District 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

The District's net pension liability was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Total pension liability/(asset)	\$ 26,997,494
Plan fiduciary net position	(22,311,765)
Net pension liability/(asset)	<u>\$ 4,685,729</u>

Actuarial Assumptions

The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry Age Normal
Asset valuation method	Market Value of Assets
Price inflation	2.50%
Salary increases	3.39% to 14.25%, including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Other Information: There were no benefit changes during the year.

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 geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equities	37.0%	7.15%
International equities	18.0%	7.25%
Fixed income	28.0%	3.75%
Real estate	9.0%	6.25%
Alternatives	7.0%	3.20-8.50%
Cash equivalents	1.0%	2.50%
	<u>100.0%</u>	

Single Discount Rate

The Single Discount Rate used to measure the total pension liability for IMRF was 7.25%. The projection of cash flows used to determine the discount rate assumed that employee 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. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 3.71%, and the resulting single discount rate is 7.25%.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)*Changes in Net Pension Liability*

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2017	\$ 24,743,275	\$ 23,318,627	\$ 1,424,648
Changes for the year:			
Service Cost	607,996	-	607,996
Interest on the Total Pension Liability	1,832,453	-	1,832,453
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	300,111	-	300,111
Changes of Assumptions	742,797	-	742,797
Contributions - Employer	-	649,036	(649,036)
Contributions - Employees	-	278,327	(278,327)
Net Investment Income	-	(1,261,956)	1,261,956
Benefit Payments, including Refunds of Employee Contributions	(1,229,138)	(1,229,138)	-
Other (Net Transfer)	-	556,869	(556,869)
Net Changes	2,254,219	(1,006,862)	3,261,081
Balances at December 31, 2018	\$ 26,997,494	\$ 22,311,765	\$ 4,685,729

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.25%, 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 (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 8,049,460	\$ 4,685,729	\$ 1,928,683

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

For the year ended June 30, 2019, the District recognized pension expense of \$452,706. At June 30, 2019, 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
Difference between expected and actual experience	\$ 216,216	\$ 73,626
Changes in assumptions	503,786	303,997
Net difference between projected and actual earnings on pension plan investments	2,732,478	1,266,655
Total deferred amounts to be recognized in pension expense in future periods	3,452,480	1,644,278
Contributions subsequent to the measurement date	297,993	-
Total	\$ 3,750,473	\$ 1,644,278

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

Year Ending December 31	Net Deferred Outflows of Resources
2019	\$ 525,544
2020	460,534
2021	218,041
2022	604,083
2023	-
Thereafter	-
Total	\$ 1,808,202

6. OTHER POST-EMPLOYMENT BENEFITS

a. Teacher Health Insurance Security (THIS)

Plan Description

The District participates in the THIS. The THIS is a cost-sharing, multiple-employer defined benefit post-employment healthcare plan (OPEB) that was established by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. The THIS members are retirees of public schools who were certified educators or administrators. Eligibility is currently limited to former full-time employees, and others who were not full-time employees that meet certain requirements, and their dependents. The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.5) (SEGIA) establishes the eligibility and benefit provisions of the plan.

The THIS issues a publicly available financial report that can be obtained at the website of the Illinois Auditor General: <https://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The current reports are listed under "Central Management Services"; prior reports are available under "Healthcare and Family Services".

Benefits Provided

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

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.

Contributions

The SEGIA requires that all active contributors to the TRS, who are not employees of a department, make contributions to the plan at a rate of 1.24% of salary and for every employer of a teacher to contribute an amount equal to 0.92% of each teacher's salary. Additionally, the SEGIA requires the State to match the employees' contribution on-behalf of the employer. The Department determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. In addition, under the State Pension Funds Continuing Appropriations Act (40 ILCS 15/1.3), there is appropriated, on a continuing annual basis, from the General Revenue Fund, an account of the General Fund, to the State Comptroller for deposit in the THIS, an amount equal to the amount certified by the Board of Trustees of TRS as the estimated total amount of contributions to be paid under 5 ILCS 376/6.6(a) in that fiscal year.

The SEGIA requires that the Department's Director determine the rates and premiums of annuitants and dependent beneficiaries and establish the cost-sharing parameters, as well as funding. Member premiums are set by this statute, which provides for a subsidy of either 50% or 75%, depending upon member benefit choices. Dependents are eligible for coverage, at a rate of 100% of the cost of coverage.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)

On-behalf contributions to THIS. 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 that were 1.24% of pay during the year ended June 30, 2019. State of Illinois contributions were \$485,466, and the district recognized revenue and expenditures of this amount during the year.

Employer contributions to THIS Fund. The District also makes contributions to THIS Fund. The District THIS Fund contribution was 0.92% during the year ended June 30, 2019. For the year ended June 30, 2019, the District paid \$360,185 to the THIS Fund, which was 100 percent of the required contribution. These contributions are deferred because they were paid after the June 30, 2018 measurement date.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2019, the District reported a liability for its proportionate share of the net OPEB liability. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 43,095,881
State's proportionate share of the net OPEB liability associated with the District	57,868,349
Total	<u>\$ 100,964,230</u>

The net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2017 and rolled forward to June 30, 2018. The District's proportion of the net OPEB liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2018, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2018, the District's proportion was 0.163577%, which was a decrease of 0.004778% from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the District recognized pension expense of \$2,124,897 and revenue of \$2,124,897 for support provided by the state.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 154,629
Changes in assumptions	-	6,275,485
Net difference between projected and actual earnings on OPEB plan investments	-	1,323
Changes in proportion and differences between District contributions and proportionate share of contributions	67	1,243,266
Total deferred amounts to be recognized in OPEB expense in future periods	67	7,674,703
District contributions subsequent to the measurement date	360,185	-
Total	\$ 360,252	\$ 7,674,703

\$360,185 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30	Net Deferred Inflows of Resources
2018	\$ (1,178,970)
2019	(1,178,970)
2020	(1,178,970)
2021	(1,178,970)
2022	(1,178,793)
2023	(1,178,793)
Thereafter	(601,170)
Total	\$ (7,674,636)

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)*Actuarial Valuation Method*

The actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the member's attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

Actuarial Assumptions

The total OPEB liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary increases	Depends on service and ranges from 9.25% at 1 year of service to 3.25% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption,
Investment rate of return	0.00%, net of OPEB plan investment expense, including inflation.
Healthcare cost trend rates	Actual trend used for fiscal year 2018. For fiscal years on and after 2019, trend starts at 8.00% and 9.00% for non-Medicare costs and post-Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.36% is added to non-Medicare costs on and after 2022 to account for Excise Tax.

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

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2014.

Discount rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since the THIS is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates are 3.56% as of June 30, 2017, and 3.62% as of June 30, 2018. The increase in the single discount rate from 3.56% to 3.62% caused the total OPEB liability to decrease by approximately \$285 million from 2017 to 2018.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Sensitivity of the employer's proportionate share of the net OPEB liability to changes in the discount rate and healthcare cost trend rate

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 3.62%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.62%) or 1-percentage-point higher (4.62%) than the current rate:

	1% Decrease (2.62%)	Current Discount Rate (3.62%)	1% Increase (4.62%)
District's proportionate share of the net OPEB liability	\$ 51,817,838	\$ 43,095,881	\$ 36,210,613

The following presents the District's proportionate share of the net OPEB liability calculated using the healthcare cost trend rate, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates. The key trend rates are 8.00% in 2019 decreasing to an ultimate trend rate of 4.86% in 2026 for non-Medicare coverage, and 9.00% decreasing to an ultimate trend rate of 4.50% in 2028 for Medicare coverage:

	1% Decrease (a)	Healthcare Cost Trend Rate Assumptions	1% Increase (b)
District's proportionate share of the net OPEB liability	\$ 34,943,780	\$ 43,095,881	\$ 54,078,717

- (a) One percentage point decrease in healthcare trend rates are 7.00% in 2019 decreasing to an ultimate trend rate of 3.86% in 2026, for non-Medicare coverage, and 8.00% in 2019 decreasing to an ultimate trend rate of 3.50% in 2028 for Medicare coverage.
- (b) One percentage point increase in healthcare trend rates are 9.00% in 2019 decreasing to an ultimate trend rate of 5.86% in 2026, for non-Medicare coverage, and 10.00% in 2019 decreasing to an ultimate trend rate of 5.50% in 2028 for Medicare coverage.

b. Postemployment Healthcare Plan

The District administers a single-employer defined benefit healthcare plan, the "retiree Healthcare Benefit Program" or "the Plan". The plan provides healthcare insurance for eligible retirees and their dependents through the District's group health insurance plan, which covers both active and retired members. Benefit provisions are established by state law and through negotiations between the District and the unions representing District employees, which are renegotiated each bargaining period. As of June 30, 2019, all retirees are eligible for benefits pre and post-Medicare. The Plan does not issue a stand-alone financial report.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)*Funding Policy*

All plan funding is done on a pay-as-you go basis. Eligibility – IMRF employees hired prior to January 1, 2011 are eligible at the earliest of: 1. Age 55 with 8 years of service; or 2. Age 60 with 8 years of service. IMRF employees hired after January 1, 2011 are eligible at the earliest of: 1. Age 62 with 10 years of service; or 2. Age 67 with 10 years of service. Per contractual agreement, the District pays \$12,000 per year for retiree and spouse medical coverage for a retired former Superintendent; coverage ends upon attainment of age 65 by the retiree.

For the year ended June 30, 2019, the District's contributions and total retiree contributions were not determined.

Employees Covered by Benefit Terms

As of June 30, 2019, the following employees were covered by the benefit terms.

Active employees	109
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	4
Total	<u>113</u>

Net OPEB Liability

The District's net OPEB liability was measured as of June 30, 2019. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine the total OPEB liability at June 30, 2019:

Actuarial cost method	Entry Age Normal Level
Asset valuation method	N/A
Inflation	3.00%
Salary increases	4.00%
Investment rate of return	N/A
Retirement age	Based on IMRF (with 100% retirement at age 80) and IMRF actuarial valuation report for FYE December 31, 2017
Mortality	Based on IMRF Actuarial Valuation Report for FYE December 31, 2017 and TRS Actuarial Valuation Report for FYE June 30, 2017
Healthcare cost trend rates	Actual trend used for fiscal year 2018. For fiscal years on and after 2019, trend starts at 7.00%, and gradually decreases to an ultimate trend of 5.00%.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)*Discount Rate*

The District does not have a dedicated Trust to pay the benefits of the Plan. Per GASB 75, this discount rate is a yield or index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). The discount rate used is 2.98%, which is the S&P Municipal Bond 20 Year High-Grade Rate Index as of June 30, 2019.

Changes in Net OPEB Liability

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
balances at June 30, 2018	\$ 465,019	\$ -	\$ 465,019
Changes for the year:			
Service Cost	22,117	-	22,117
Interest on the Total OPEB Liability	13,223	-	13,223
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total OPEB Liability	-	-	-
Changes of Assumptions and Other Inputs	4,981	-	4,981
Contributions - Employer	-	-	-
Contributions - Employees	-	-	-
Net Investment Income	-	-	-
Benefit Payments, including Refunds of Employee Contributions	(42,597)	-	(42,597)
Other (Net Transfer)	(10,218)	-	(10,218)
Net Changes	(12,494)	-	(12,494)
balances at June 30, 2019	\$ 452,525	\$ -	\$ 452,525

Sensitivity of the employer's proportionate share of the net OPEB liability to changes in the discount rate and healthcare cost trend rate

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 2.98%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)

	1% Decrease (1.98%)	Current Discount Rate (2.98%)	1% Increase (3.98%)
Net OPEB liability (asset)	\$ 427,039	\$ 452,525	\$ 479,805

The following presents the District's proportionate share of the net OPEB liability calculated using the healthcare cost trend rate, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Health Care Cost Trend Rate (7.00%)	1% Increase (8.00%)
Net OPEB liability (asset)	\$ 416,351	\$ 452,525	\$ 494,044

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2019, the District recognized OPEB expense of \$30,027. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
ifference between expected and actual experience	\$ -	\$ 37,852
anges in assumptions	31,876	27,214
et difference between projected and actual		
earnings on OPEB plan investments	-	-
otal deferred amounts to be recognized in		
pension expense in future periods	31,876	65,066
ontributions subsequent to the measurement date	-	-
Total	\$ 31,876	\$ 65,066

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Plan will be recognized in OPEB expense as follows:

Year Ending June 30	Net Deferred Outflows of Resources
2020	\$ (5,312)
2021	(5,312)
2022	(5,312)
2023	(5,312)
2024	(5,312)
2025	(5,312)
2026	(1,188)
2027	(130)
Total	<u>\$ (33,190)</u>

7. RISK MANAGEMENT

The District has purchased insurance through risk pools (see Note 10) and private insurance companies. Risks covered include general liability, workers' compensation, and other. Premiums have been displayed as expenditures in appropriate funds. No material decreases in insurance coverages have occurred nor have any insurance claims in excess of insurance coverages been paid or reported in any of the past three years.

8. SELF-INSURANCE PLAN

The District maintains a self-insurance plan to provide medical insurance to its employees. An outside administrator administers claims for a fixed fee per enrolled employee. The District makes periodic payments to an escrow account established by the plan administrator. The administrator pays employee claims from this escrow account and requires the District to cover any deficiencies. The District liability is limited by private insurance which provides a \$130,000 specific stop loss and a minimum aggregate stop loss of \$12,061,267. A liability of \$1,158,658 has been recorded as estimated claims incurred but not yet reported. Claims incurred but not yet reported include known loss events that are expected to later be presented as claims, unknown loss events that are expected to become claims, and expected future development on claims already reported.

A summary of the changes in the Districts claim liability is as follows:

	Fiscal Year Ended June 30, 2019	Fiscal Year Ended June 30, 2018
Claims liability at July 1	\$ 1,377,925	\$ 1,397,297
Current year claims and changes in estimates	7,840,080	9,327,163
Claim payments	(8,059,347)	(9,346,535)
Claims liability at June 30	<u>\$ 1,158,658</u>	<u>\$ 1,377,925</u>

9. COLLECTIVE LIABILITY INSURANCE COOPERATIVE (CLIC)

The District is a member of CLIC, which has been formed to provide casualty, workman's compensation, property and liability protections and to administer some or all insurance coverages and protection other than health, life and accident coverages procured by the member districts. It is intended, by the creation of CLIC to allow a member District to equalize annual fluctuations in insurance costs by establishing a program whereby reserves may be created and temporary deficits of individual Districts covered and to ultimately equalize the risks and stabilize the costs of providing casualty, property and liability protections. If, during any fiscal year, the funds on hand in the account of CLIC are not sufficient to pay expenses of administration, the Board of Directors shall require supplementary payment from all members. Such payment shall be made in the same proportion as prior payments during that year to CLIC. Complete financial statements for CLIC can be obtained from its administrator, 1441 Lake Street, Libertyville, IL 60048.

10. FUND BALANCE REPORTING

According to Government Accounting Standards, fund balances are to be classified into five major classifications: nonspendable, restricted, committed, assigned, and unassigned.

A. Nonspendable Fund Balance

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

B. Restricted Fund Balance

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

1. Special Education

Revenues and the related expenditures of this restricted tax levy are accounted for in the Educational Account. Expenditures exceeded revenue for this purpose, resulting in no restricted fund balance.

2. State and Federal Grants

Proceeds from state and federal grants and the related expenditures have been included in the General Fund and various Special Revenue Funds. At June 30, 2019, expenditures exceeded revenue from state and federal grants, resulting in no restricted balances.

3. Capital Projects Fund

Expenditures and the related revenues are accounted for in the Capital Projects Fund. All equity within this fund is restricted for the associated capital expenditures within this fund.

10. FUND BALANCE REPORTING (Continued)

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the School Board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

D. Assigned Fund Balance

The assigned fund balance classification refers to page the amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Operating Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds. A negative unassigned fund balance may be reported in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

F. Expenditures of Fund Balance

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

11. JOINT AGREEMENTS

The District is a member of Mid-Valley Special Education Cooperative, a joint agreement that provides certain special education services to residents of many school districts and Fox Valley Career Center, an education and vocational cooperative designed to provide quality career and technical training programs to students. It is also a member of the risk management pool listed in Note 7. 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.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Notes to Financial Statements

June 30, 2019

12. INTERFUND TRANSFERS

The following interfund transfers were made during the year ended June 30, 2019:

Transfer From	Transfer To	Amount
Operations & Maintenance	Capital Projects	\$ 1,800,000
	Debt Service	144,000
	Total	<u>1,944,000</u>
Educational	Debt Service	322,757
	Total Transfers	<u>\$ 2,266,757</u>

The transfers to Capital Projects from Operations & Maintenance was made to provide working capital for future construction. The transfers from the Educational and Operations and Maintenance accounts to the Debt Service fund were made to fund payments on capital leases.

REQUIRED SUPPLEMENTARY INFORMATION

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Changes in the Employer's Net Pension Liability
And Related Ratios
Illinois Municipal Retirement Fund
Last Five Calendar Years

	2018	2017
TOTAL PENSION LIABILITY		
Service Cost	\$ 607,996	\$ 655,848
Interest	1,832,453	1,808,169
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	300,111	(188,058)
Changes of Assumptions	742,797	(746,449)
Benefit Payments, Including Refunds of Member Contributions	(1,229,138)	(1,134,474)
Net Change in Total Pension Liability	2,254,219	395,036
Total Pension Liability - Beginning	24,743,275	24,348,239
TOTAL PENSION LIABILITY - ENDING	\$ 26,997,494	\$ 24,743,275
PLAN FIDUCIARY NET POSITION		
Contributions - Employer	\$ 649,036	\$ 640,057
Contributions - Member	278,327	265,793
Net Investment Income	(1,261,956)	3,621,058
Benefit Payments, Including Refunds of Member Contributions	(1,229,138)	(1,134,474)
Administrative Expense	556,869	(641,974)
Net Change in Plan Fiduciary Net Position	(1,006,862)	2,750,460
Plan Net Position - Beginning	23,318,627	20,568,167
PLAN NET POSITION - ENDING	\$ 22,311,765	\$ 23,318,627
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 4,685,729	\$ 1,424,648
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.64%	94.24%
Covered-Employee Payroll	\$ 5,921,866	\$ 5,861,325
Employer's Net Pension Liability as a Percentage of Covered - Employee Payroll	79.13%	24.31%

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

2016	2015	2014
\$ 669,068	\$ 695,735	\$ 721,461
1,706,104	1,603,509	1,439,594
-	-	-
92,682	111,243	111,413
(86,014)	54,560	893,126
(1,076,945)	(964,992)	(912,322)
1,304,895	1,500,055	2,253,272
23,043,344	21,543,289	19,290,017
<u>\$24,348,239</u>	<u>\$23,043,344</u>	<u>\$21,543,289</u>
\$ 646,347	\$ 650,435	\$ 657,454
273,750	290,632	279,035
1,318,516	95,022	1,094,224
(1,076,945)	(964,992)	(912,322)
210,952	108,014	(27,963)
1,372,620	179,111	1,090,428
19,195,547	19,016,436	17,926,008
<u>\$20,568,167</u>	<u>\$19,195,547</u>	<u>\$19,016,436</u>
<u>\$ 3,780,072</u>	<u>\$ 3,847,797</u>	<u>\$ 2,526,853</u>
84.47%	83.30%	88.27%
\$ 5,946,148	\$ 6,050,562	\$ 6,113,722
63.57%	63.59%	41.33%

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Employer Contributions

Illinois Municipal Retirement Fund

Last Five Fiscal Years

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2019	\$ 624,762	\$ 624,762	-	\$ 6,114,937	10.22%
2018	637,306	637,306	-	5,825,365	10.94%
2017	640,836	640,836	-	5,881,765	10.90%
2016	650,435	650,435	-	6,050,562	10.75%
2015	653,557	657,454	(3,897)	6,113,722	10.75%

Notes to Schedule

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

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percent of pay, closed
Remaining amortization period	25 years
Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	3.50%
Inflation	2.75%
Salary increases	3.75% to 14.50%, including inflation
Investment rate of return	7.50%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011 - 2013.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 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 2012). The IMRF specific rates were developed from the RP-2017 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 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

The District implemented GASB Statement No. 68 in fiscal year 2015.

Information prior to fiscal year 2015 is not available.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of the District's Proportionate Share of the
Net Pension Liability
Teachers' Retirement System
Last Five Fiscal Years

	2019*	2018*
District's proportion of the net pension liability	0.00541%	0.79865%
District's proportionate share of the net pension liability	\$ 4,217,935	\$ 6,101,561
State's proportionate share of the net pension liability associated with the District	288,946,263	286,815,948
Total	\$ 293,164,198	\$ 292,917,509
District's covered-employee payroll	\$ 38,772,952	\$ 38,726,872
District's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	10.88%	15.76%
Plan fiduciary net position as a percentage of the total pension liability	40.00%	39.30%

Changes of assumptions

For the 2018, 2017 and 2016 measurement years, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit, but the rates of increase in the 2018 measurement year were slightly higher.

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

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

The District implemented GASB Statement No. 68 in fiscal year 2015.

Information prior to fiscal year 2015 is not available.

* The amounts presented have a measurement date of the previous fiscal year end.

2017*			2016*		
2015*					
0.00914%			0.00859%		
\$ 7,217,409			\$ 5,626,332		
			\$ 6,056,898		
311,144,989			253,519,135		
\$ 318,362,398			\$ 259,145,467		
			\$ 235,307,710		
\$ 39,243,679			\$ 39,130,765		
			\$ 37,991,034		
18.39%			14.38%		
36.40%			41.50%		
			43.00%		

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Employer Contributions

Teachers' Retirement System

Last Five Fiscal Years

Fiscal Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2019	\$ 280,456	\$ 280,456	\$ -	\$ 39,150,503	0.72%
2018	261,422	261,422	-	38,772,952	0.67%
2017	505,141	505,141	-	38,726,872	1.30%
2016	481,988	481,988	-	39,243,679	1.23%
2015	334,718	334,718	-	39,130,765	0.86%

The District implemented GASB Statement No. 68 in fiscal year 2015.

BATAVIA SCHOOL DISTRICT 101

Schedule of the District's Proportionate Share of the
Net OPEB Liability - Teachers' Health Insurance Security Fund
Last Two Fiscal Years

	2019*	2018*
District's proportion of the net pension liability	0.163577%	0.168355%
District's proportionate share of the net pension liability	\$ 43,095,881	\$ 43,687,471
State's proportionate share of the net pension liability associated with the District	57,868,349	57,372,506
Total	<u>\$ 100,964,230</u>	<u>\$ 101,059,977</u>
District's covered-employee payroll	\$ 38,772,952	\$ 38,726,872
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	111.15%	112.81%
Plan fiduciary net position as a percentage of the total pension liability	-0.07%	-0.17%

*The amounts presented have a measurement date of the previous fiscal year end.

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

BATAVIA SCHOOL DISTRICT 101
Schedule of Employer Contributions
Teachers' Health Insurance Security Fund
Last Two Fiscal Years

Fiscal Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2019	\$ 360,185	\$ 360,185	\$ -	\$ 39,150,503	0.92%
2018	341,202	341,202	-	38,772,952	0.88%

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

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Changes in the Employer's Net Other
Post-Employment (OPEB) Benefits
Postretirement Health Plan
Last Two Fiscal Years

	2019	2018
TOTAL OTHER POST-EMPLOYMENT BENEFIT (OPEB) LIABILITY		
Service Cost	\$ 22,117	\$ 23,883
Interest	13,223	12,887
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	-	(50,226)
Changes of Assumptions	4,981	(21,029)
Benefit Payments, Including Refunds of Member Contributions	(42,597)	(65,171)
Other Changes	(10,218)	33,315
Net Change in Total OPEB Liability	(12,494)	(66,341)
Total OPEB Liability - Beginning	465,019	531,360
TOTAL OPEB LIABILITY - ENDING	\$ 452,525	\$ 465,019
PLAN FIDUCIARY NET POSITION		
Contributions - Employer	\$ -	\$ -
Contributions - Active and Inactive Employees	-	-
Net Investment Income	-	-
Benefit Payments	-	-
Other Changes	-	-
Net Change in Plan Fiduciary Net Position	-	-
Plan Net Position - Beginning	-	-
PLAN NET POSITION - ENDING	\$ -	\$ -
EMPLOYER'S NET OPEB LIABILITY (ASSET)	\$ 452,525	\$ 465,019
District's covered-employee payroll	\$ 3,356,401	\$ 3,227,309
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	13.48%	14.41%
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%

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

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Employer Contributions

Postretirement Health Plan

Last Two Fiscal Years

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2019	\$ -	\$ -	\$ -	\$ 3,356,401	0.00%
2018	-	-	-	3,227,309	0.00%

Notes to Schedule

Methods and assumptions used to determine contribution rates:

Health Care Trend Rates:

Initial Health Care Cost Trend Rate 7.00%

Ultimate Health Care Cost Trend Rate 5.00%

Fiscal Year the Ultimate Rate is Reached Fiscal Year 2028

Additional Information:

Valuation Date July 1, 2017

Measurement Date June 30, 2019

Actuarial Cost Method Entry Age Normal

Discount Rate 2.98%

Inflation Rate 3.00%

Salary Rate Increase 4.00%

Funded Ratio (Fiduciary Net Position as a percentage of Total OPEB Liability) 0.00%

Covered Payroll \$ 3,276,372

Net OPEB Liability as a Percentage of Covered Payroll 13.81%

The District implemented GASB Statement No. 75 in fiscal year 2018.

Information prior to fiscal year 2018 is not available.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund

Balances - Budget and Actual - General Fund

Year Ended June 30, 2019

	General Fund			
	Original Budget	Final Budget	Actual	Variance Over/Under
REVENUES				
Local sources	\$ 65,699,581	\$ 66,049,084	\$ 68,025,990	\$ 2,326,409
State sources	21,755,170	21,237,839	23,811,990	2,056,820
Federal sources	3,220,891	3,741,730	3,653,369	432,478
Total Revenues	90,675,642	91,028,653	95,491,349	4,815,707
EXPENDITURES				
Current operating:				
Instruction	59,908,140	60,167,761	60,095,324	187,184
Support services	24,160,963	24,465,434	25,660,824	1,499,861
Community services	126,153	126,966	174,240	48,087
Non-programmed charges	2,692,900	2,658,806	1,815,125	(877,775)
Debt services	29,500	29,500	-	(29,500)
Provision for contingencies	536,782	509,963	-	(536,782)
Total Expenditures	87,454,438	87,958,430	87,745,513	291,075
Excess (deficiency) of revenues over expenditures	3,221,204	3,070,223	7,745,836	4,524,632
OTHER FINANCING SOURCES (USES)				
Capital lease proceeds	-	-	316,490	316,490
Transfers out	(2,203,458)	(2,203,458)	(2,266,757)	(63,299)
Total other financing sources (uses)	(2,203,458)	(2,203,458)	(1,950,267)	253,191
Net changes in fund balance	\$ 1,017,746	\$ 866,765	5,795,569	\$ 4,777,823
Fund Balances at beginning of year			21,786,566	
FUND BALANCES AT END OF YEAR			\$ 27,582,135	

Budgetary Data

Annual budgets for all Governmental Funds are adopted on the modified accrual basis, consistent with generally accepted accounting principles (GAAP) for local governments.

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

1. The Superintendent 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 October 1 the budget is legally adopted through passage of a resolution. On or before the last Tuesday in December, a tax levy ordinance is filed with the County Clerk to obtain tax revenues.
4. The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund without Board of Education approval; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education following the public hearing process mandated by law. The original budget was adopted on September 18, 2018 and amended on December 18, 2018.
5. Formal budgetary integration is employed as a management control device during the year for all Governmental Funds.
6. The District has adopted a legal budget for all its Governmental Funds. The legal level of budgetary control is at the individual fund level, therefore, actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.
7. The budget lapses at the end of each fiscal year.

Excess of Expenditures over Budgets in Individual Funds

Expenditures exceeded the budgeted amount in the following Funds:

	Final Budget	Actual	(Excess)
Debt Service Fund	9,283,481	9,347,283	(63,802)
Transportation Fund	4,512,536	4,564,055	(51,519)
Municipal Retirement/ Social Security Fund	1,588,265	1,742,020	(153,755)
Total	\$ 15,384,282	\$ 15,653,358	\$ (269,076)

The General Fund does not budget for payments made by the State of Illinois on-behalf of the District for TRS. The expenditure variances were sufficiently absorbed by surpluses that existed at the beginning of the fiscal year and were approved by the Board of Education. Under the State Budget Act, expenditures may exceed the budget if additional resources are available to finance such expenditures.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

GENERAL FUND

To account for resources traditionally associated with government operations which are not accounted for in another fund, the District maintains the following legally mandated accounts within the General Fund:

Educational Account - To account for most of the instructional and administrative aspects of the District's operations.

Operations and Maintenance Account - To account for repair and maintenance of the District's property.

Working Cash Account - To account for financial resources held by the District to be used as loans for working capital requirements to any other fund for which taxes are levied.

BATAVIA PUBLIC SCHOOL DISTRICT 101
Combining Balance Sheet by Account
General Fund
June 30 ,2019

	Educational	Operations and Maintenance	Working Cash	Total General
ASSETS				
Cash and investments	\$ 23,352,327	\$ 5,156,938	\$ 2,972,076	\$ 31,481,341
Receivables				
Property taxes	31,895,556	4,858,375	-	36,753,931
Due from other governments	625,399	-	-	625,399
Other receivables	218,964	-	-	218,964
TOTAL ASSETS	\$ 56,092,246	\$ 10,015,313	\$ 2,972,076	\$ 69,079,635
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 1,881,117	\$ 21,324	\$ -	\$ 1,902,441
Accrued salaries and related expenditures	7,218,818	14,184	-	7,233,002
Unearned revenue	-	118,981	-	118,981
Total Liabilities	9,099,935	154,489	-	9,254,424
Deferred Inflows				
Unavailable property tax revenue	27,808,693	4,236,094	-	32,044,787
Other unavailable revenue	198,289	-	-	198,289
Total Deferred Inflows	28,006,982	4,236,094	-	32,243,076
Fund balances				
Unassigned	18,985,329	5,624,730	2,972,076	27,582,135
Total Fund Balances	18,985,329	5,624,730	2,972,076	27,582,135
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 56,092,246	\$ 10,015,313	\$ 2,972,076	\$ 69,079,635

BATAVIA PUBLIC SCHOOL DISTRICT 101

Combining Schedule of Revenues, Expenditures and Changes

In Fund Balances by Account

General Fund

Year Ended June 30, 2019

	Educational	Operations and Maintenance	Working Cash	Total General
REVENUES				
Local sources	\$ 59,265,041	\$ 8,700,949	\$ 60,000	\$ 68,025,990
State sources	23,811,990	-	-	23,811,990
Federal sources	3,653,369	-	-	3,653,369
Total Revenues	86,730,400	8,700,949	60,000	95,491,349
EXPENDITURES				
Current operating				
Instruction	60,095,324	-	-	60,095,324
Support services	19,505,295	5,236,789	-	24,742,084
Community services	174,240	-	-	174,240
Non-programmed charges	1,127,226	687,899	-	1,815,125
Debt services	-	-	-	-
Capital outlay	408,449	510,291	-	918,740
Total Expenditures	81,310,534	6,434,979	-	87,745,513
Excess of revenues over expenditures	5,419,866	2,265,970	60,000	7,745,836
OTHER FINANCING SOURCES (USES)				
Capital lease proceeds	316,490	-	-	316,490
Transfers out	(322,757)	(1,944,000)	-	(2,266,757)
Total other financing sources (uses)	(6,267)	(1,944,000)	-	(1,950,267)
Net changes in fund balance	5,413,599	321,970	60,000	5,795,569
Fund balances at beginning of year	13,571,730	5,302,760	2,912,076	21,786,566
FUND BALANCES AT END OF YEAR	\$ 18,985,329	\$ 5,624,730	\$ 2,972,076	\$ 27,582,135

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Educational Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
REVENUES					
Local sources					
Property taxes	\$ 54,427,060	\$ 54,141,097	\$ 54,207,440	\$ 66,343	\$ 54,763,105
Personal property replacement taxes	384,000	384,000	463,108	79,108	420,521
Tuition	3,000	3,000	13,552	10,552	8,412
Earnings on investments	319,166	319,166	519,555	200,389	251,968
Food services	1,010,478	1,010,478	1,011,963	1,485	902,023
Pupil activities and textbooks	1,175,200	1,175,200	2,186,068	1,010,868	2,562,087
Other	247,800	356,708	863,355	506,647	621,399
Total local sources	57,566,704	57,389,649	59,265,041	1,875,392	59,529,515
State sources					
Unrestricted					
Evidence based funding formula	5,118,280	5,118,280	5,291,751	173,471	4,980,716
Restricted					
Special education	1,516,570	999,239	1,051,574	52,335	1,697,679
Summer school	-	-	-	-	2,034
Bilingual education	-	-	-	-	23,535
Drivers education	32,960	32,960	32,805	(155)	35,033
CTE secondary program improvement	70,467	70,467	63,916	(6,551)	110,629
School lunch aid	2,835	2,835	5,998	3,163	5,089
On behalf payments - State of Illinois	15,000,000	15,000,000	17,351,362	2,351,362	32,622,747
Other grants-in-aid	14,058	14,058	14,584	526	8,028
Total state sources	21,755,170	21,237,839	23,811,990	2,574,151	39,485,490
Federal sources					
Restricted					
Title I	584,405	667,450	612,940	(54,510)	408,576
Education for handicapped	1,639,214	2,024,504	2,103,561	79,057	1,761,112
Special Milk	500	500	998	498	686
School lunch programs	339,883	339,883	331,735	(8,148)	354,587
Title II	125,562	147,623	129,170	(18,453)	78,871
Title III	48,327	70,880	55,244	(15,636)	11,924
Medicaid matching/administrative outreach	483,000	458,000	390,981	(67,019)	542,896
Other	-	32,890	28,740	(4,150)	14,242
Total federal sources	3,220,891	3,741,730	3,653,369	(88,361)	3,172,894
Total revenues	\$ 82,542,765	\$ 82,369,218	\$ 86,730,400	\$ 4,361,182	\$ 102,187,899

(Continued)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Educational Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
EXPENDITURES					
Current operating					
Instruction					
Regular programs					
Salaries	\$ 24,841,334	\$ 24,857,731	\$ 23,868,221	\$ (989,510)	\$ 24,721,439
Employee benefits	5,827,776	5,785,850	4,031,563	(1,754,287)	6,243,310
On behalf payments - State of Illinois	15,000,000	15,000,000	17,351,362	2,351,362	32,622,747
Purchased services	87,459	69,000	63,112	(5,888)	36,229
Supplies and materials	369,690	416,254	1,292,999	876,745	1,519,012
Capital outlay	-	-	25,044	25,044	-
Other	1,750	1,750	3,801	2,051	1,855
Non capitalized equipment	66,611	78,430	67,577	(10,853)	72,146
Termination benefits	5,000	5,000	-	(5,000)	-
Total	46,199,620	46,214,015	46,703,679	489,664	65,216,738
Special education programs					
Salaries	4,971,127	5,057,467	4,719,630	(337,837)	4,787,871
Employee benefits	1,424,070	1,391,233	1,069,985	(321,248)	1,200,487
Purchased services	545,218	408,000	422,993	14,993	406,289
Supplies and materials	69,550	104,550	147,887	43,337	123,426
Capital outlay	-	-	30,822	30,822	-
Other	2,700,000	2,968,755	3,018,750	49,995	2,875,524
Noncapitalized equipment	38,145	20,000	13,607	(6,393)	-
Total	9,748,110	9,950,005	9,423,674	(526,331)	9,393,597
Special education pre kindergarten programs					
Salaries	569,443	578,236	580,602	2,366	537,049
Employee benefits	136,452	137,541	114,742	(22,799)	81,571
Supplies and Materials	5,100	5,100	7,123	2,023	6,071
Total	710,995	720,877	702,467	(18,410)	624,691
Remedial pre kindergarten programs					
Salaries	195,534	195,534	197,303	1,769	160,697
Employee benefits	58,962	58,962	49,891	(9,071)	36,461
Supplies and Materials	500	500	-	(500)	-
Total	254,996	254,996	247,194	(7,802)	197,158
CTE programs					
Salaries	5,154	3,400	3,516	116	4,656
Employee benefits	50	24	222	198	195
Purchased services	30,203	30,203	23,067	(7,136)	25,272
Supplies and materials	31,963	31,963	31,366	(597)	26,400
Capital outlay	-	-	-	-	8,564
Non capitalized equipment	10,391	10,391	22,106	11,715	11,057
Total	\$ 77,761	\$ 75,981	\$ 80,277	\$ 4,296	\$ 76,144

(Continued)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Educational Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019				2018
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
Interscholastic programs					
Salaries	\$ 1,230,084	\$ 1,260,068	\$ 1,232,761	\$ (27,307)	\$ 1,146,698
Employee benefits	47,750	48,103	30,816	(17,287)	14,749
Purchased services	186,300	182,300	234,485	52,185	233,802
Supplies and materials	111,650	115,650	230,945	115,295	347,606
Capital outlay	10,000	10,000	7,014	(2,986)	1,500
Other	4,500	4,500	9,813	5,313	3,796
Total	1,590,284	1,620,621	1,745,834	125,213	1,748,151
Summer school					
Salaries	17,060	17,060	16,487	(573)	11,434
Employee benefits	1,026	1,026	(172)	(1,198)	1,172
Supplies and materials	-	-	983	983	-
Total	18,086	18,086	17,298	(788)	12,606
Gifted					
Salaries	275,526	275,526	269,436	(6,090)	270,337
Employee benefits	48,344	48,344	34,673	(13,671)	47,329
Purchased services	300	300	234	(66)	-
Supplies and materials	5,475	5,475	4,819	(656)	15,142
Total	329,645	329,645	309,162	(20,483)	332,808
Drivers education programs					
Salaries	102,567	102,567	105,662	3,095	137,772
Employee benefits	22,351	22,276	(16,451)	(38,727)	18,068
Purchased services	1,000	1,000	1,305	305	838
Supplies and materials	2,300	2,300	3,260	960	2,321
Total	128,218	128,143	93,776	(34,367)	158,999
Bilingual					
Salaries	659,399	659,399	641,225	(18,174)	696,277
Employee benefits	130,402	135,369	140,546	5,177	114,899
Purchased services	-	-	2,918	2,918	-
Supplies and materials	225	225	205	(20)	790
Total	\$ 790,026	\$ 794,993	\$ 784,894	\$ (10,099)	\$ 811,966

(Continued)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Educational Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019				2018
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
Truant alternative & optional programs					
Salaries	\$ 53,027	\$ 53,027	\$ 51,568	\$ (1,459)	\$ 51,872
Employee benefits	1,122	1,122	(1,619)	(2,741)	2,954
Total	54,149	54,149	49,949	(4,200)	54,826
Tuition - private					
Purchased services	6,250	6,250	-	(6,250)	-
Total instruction	59,908,140	60,167,761	60,158,204	(9,557)	78,627,684
Support services					
Pupils					
Attendance and social work					
Salaries	951,353	959,254	927,436	(31,818)	962,330
Employee benefits	265,207	266,006	220,830	(45,176)	214,539
Purchased services	706	706	673	(33)	698
Supplies and materials	400	400	422	22	585
Total	1,217,666	1,226,366	1,149,361	(77,005)	1,178,152
Guidance services					
Salaries	698,628	698,628	678,313	(20,315)	739,653
Employee benefits	201,913	201,913	162,199	(39,714)	175,546
Purchased services	47,600	47,600	56,762	9,162	110,287
Supplies and materials	750	750	935	185	1,118
Total	948,891	948,891	898,209	(50,682)	1,026,604
Health services					
Salaries	402,060	401,724	398,822	(2,902)	389,098
Employee benefits	119,535	119,534	107,008	(12,526)	107,967
Purchased services	172,700	191,785	237,601	45,816	152,234
Supplies and materials	5,000	5,000	4,674	(326)	5,098
Total	699,295	718,043	748,105	30,062	654,397
Psychological services					
Salaries	586,329	586,329	570,830	(15,499)	555,313
Employee benefits	110,700	135,446	107,696	(27,750)	128,963
Purchased services	18,256	63,907	15,096	(48,811)	11,435
Supplies and materials	325	325	249	(76)	-
Total	\$ 715,610	\$ 786,007	\$ 693,871	\$ (92,136)	\$ 695,711

(Continued)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Educational Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019				2018
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
Speech pathology and audiology services					
Salaries	\$ 1,076,840	\$ 1,076,840	\$ 1,048,686	\$ (28,154)	\$ 1,044,301
Employee benefits	224,351	224,470	174,841	(49,629)	215,319
Purchased services	60,000	60,000	28,617	(31,383)	65,746
Supplies and materials	300	300	425	125	336
Total	1,361,491	1,361,610	1,252,569	(109,041)	1,325,702
Other support services					
Other	-	-	1,186	1,186	50
Total	-	-	1,186	1,186	50
Total pupils	4,942,953	5,040,917	4,743,301	(297,616)	4,880,616
Instructional staff					
Improvement of instruction services					
Salaries	704,579	718,327	704,832	(13,495)	668,300
Employee benefits	92,010	93,021	99,896	6,875	99,315
Purchased services	371,752	410,207	390,582	(19,625)	392,271
Supplies and materials	33,000	38,900	33,920	(4,980)	18,781
Other	-	-	1,644	1,644	1,634
Total	1,201,341	1,260,455	1,230,874	(29,581)	1,180,301
Educational media services					
Salaries	906,313	900,414	888,326	(12,088)	842,856
Employee benefits	217,929	246,297	183,426	(62,871)	187,280
Supplies and materials	39,250	39,250	42,461	3,211	48,243
Termination benefits	-	-	-	-	-
Total	1,163,492	1,185,961	1,114,213	(71,748)	1,078,379
Assessment and testing					
Salaries	85,500	85,500	85,500	-	83,699
Employee benefits	31,838	31,838	31,837	(1)	29,349
Purchased services	105,000	120,000	114,842	(5,158)	101,120
Supplies and materials	-	-	1,520	1,520	-
Total	222,338	237,338	233,699	(3,639)	214,168
Total instructional staff	\$ 2,587,171	\$ 2,683,754	\$ 2,578,786	\$ (104,968)	\$ 2,472,848

(Continued)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Educational Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019				2018
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
General administration					
Board of education					
Purchased services	\$ 24,500	\$ 24,500	\$ 12,872	\$ (11,628)	\$ 567,005
Supplies and materials	9,000	9,000	5,238	(3,762)	8,476
Other	28,500	28,500	32,278	3,778	31,208
Total	62,000	62,000	50,388	(11,612)	606,689
Executive administration					
Salaries	255,910	255,910	257,285	1,375	250,923
Employee benefits	103,427	103,502	103,449	(53)	88,739
Purchased services	23,100	23,100	13,294	(9,806)	51,375
Supplies and materials	28,300	28,300	20,177	(8,123)	19,850
Other	11,500	11,500	8,864	(2,636)	5,889
Noncapitalized equipment	-	-	36,465	36,465	-
Total	422,237	422,312	439,534	17,222	416,776
Special area administration services					
Salaries	-	-	442,000	442,000	-
Employee benefits	-	-	178,472	178,472	-
Total	-	-	620,472	620,472	-
Tort immunity services					
Salaries	2,000	2,000	968	(1,032)	2,066
Employee benefits	-	-	15	15	23
Purchased services	466,850	473,904	483,445	9,541	14,931
Supplies and materials	-	-	167	167	27
Total	468,850	475,904	484,595	8,691	17,047
Total general administration	953,087	960,216	1,594,989	634,773	1,040,512
School administration					
Office of the principal					
Salaries	2,836,652	2,852,412	2,822,195	(30,217)	2,964,319
Employee benefits	1,099,150	1,118,772	1,089,822	(28,950)	1,098,251
Purchased services	-	-	-	-	-
Supplies and materials	15,550	15,550	18,283	2,733	30,111
Total	3,951,352	3,986,734	3,930,300	(56,434)	4,092,681
Total school administration	3,951,352	3,986,734	3,930,300	(56,434)	4,092,681
Business					
Direction of business services					
Salaries	150,400	150,400	150,400	-	147,021
Employee benefits	62,792	62,867	62,867	-	59,100
Purchased services	400	400	-	(400)	2,828
Total	\$ 213,592	\$ 213,667	\$ 213,267	\$ (400)	\$ 208,949

(Continued)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Educational Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019				2018
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
Fiscal services					
Salaries	\$ 290,830	\$ 290,830	\$ 290,831	\$ 1	\$ 278,820
Employee benefits	117,475	131,726	226,802	95,076	109,418
Purchased services	234,862	234,862	244,050	9,188	195,360
Other objects	-	-	3,843	3,843	715
Total	643,167	657,418	765,526	108,108	584,313
Operations and maintenance plant services					
Salaries	229,827	238,477	234,562	(3,915)	232,988
Employee benefits	110,060	110,129	105,461	(4,668)	107,258
Purchased services	121,000	121,000	177,604	56,604	95,174
Supplies and materials	-	-	134	134	2,414
Capital outlay	-	-	96,225	96,225	21,224
Total	460,887	469,606	613,986	144,380	459,058
Food services					
Salaries	124,170	121,693	97,377	(24,316)	91,707
Purchased services	1,119,570	1,119,570	1,075,106	(44,464)	1,023,691
Supplies and materials	12,375	12,375	14,522	2,147	7,560
Capital outlay	10,000	10,000	6,374	(3,626)	10,923
Other	1,100	1,100	750	(350)	6,228
Non capitalized equipment	-	-	-	-	10,295
Total	1,267,215	1,264,738	1,194,129	(70,609)	1,150,404
Total business	2,584,861	2,605,429	2,786,908	181,479	2,402,724
Central					
Information services					
Salaries	79,800	79,800	81,255	1,455	78,107
Employee benefits	13,774	13,774	13,775	1	22,281
Purchased services	26,000	26,000	31,156	5,156	23,016
Total	\$ 119,574	\$ 119,574	\$ 126,186	\$ 6,612	\$ 123,404

(Continued)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Educational Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
Staff services					
Salaries	\$ 251,610	\$ 251,610	\$ 308,449	\$ 56,839	\$ 244,812
Employee benefits	93,947	94,023	92,995	(1,028)	148,763
Purchased services	191,750	203,165	240,267	37,102	116,179
Supplies and materials	30,500	30,500	31,001	501	27,744
Other	-	-	2,581	2,581	7,146
Total	567,807	579,298	675,293	95,995	544,644
Data processing services					
Salaries	1,066,132	1,065,991	1,070,517	4,526	1,054,282
Employee benefits	297,276	297,276	287,723	(9,553)	274,356
Purchased services	504,300	504,300	951,775	447,475	1,265,207
Supplies and materials	76,600	76,600	55,314	(21,286)	98,415
Capital outlay	9,900	9,900	242,970	233,070	493,928
Other	-	-	-	-	-
Non capitalized equipment	941,000	941,000	796,683	(144,317)	1,010,201
Termination benefits	-	-	-	-	-
Total	2,895,208	2,895,067	3,404,982	509,915	4,196,389
Total central	3,582,589	3,593,939	4,206,461	612,522	4,864,437
Other support services					
Salaries	1,000	1,000	-	(1,000)	746
Employee benefits	-	-	-	-	8
Supplies and materials	-	-	10,119	10,119	9,712
Total	1,000	1,000	10,119	9,119	10,466
Total other	1,000	1,000	10,119	9,119	10,466
Total support services	18,603,013	18,871,989	19,850,864	978,875	19,764,284
Community Services					
Salaries	26,189	26,189	26,189	-	25,650
Employee benefits	29	29	29	-	25
Purchased services	99,735	100,748	79,453	(21,295)	57,645
Supplies and materials	200	-	68,569	68,569	15,221
Total community services	126,153	126,966	174,240	47,274	98,541
Non-programmed charges					
Tuition payments for regular programs	108,000	23,906	23,906	-	107,571
Tuition payments for special education programs	1,650,000	1,700,000	926,893	(773,107)	1,572,574
Tuition payments for CTE programs	247,900	247,900	176,427	(71,473)	242,849
Total non-programmed charges	\$ 2,005,900	\$ 1,971,806	\$ 1,127,226	\$ (844,580)	\$ 1,922,994

(Continued)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Educational Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019				2018
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
Debt services					
Interest and fees on short-term debt	\$ 29,500	\$ 29,500	\$ -	\$ (29,500)	\$ 36,953
Total debt services	29,500	29,500	-	(29,500)	36,953
Provisions for Contingencies	414,859	388,040	-	(388,040)	-
Total provisions	414,859	388,040	-	(388,040)	-
Total expenditures	81,087,565	81,556,062	81,310,534	(245,528)	100,450,456
Excess (deficiency) of revenues over expenditures	1,455,200	813,156	5,419,866	4,606,710	1,737,443
OTHER FINANCING SOURCES (USES)					
Capital lease proceeds	-	-	316,490	316,490	296,939
Transfers out	(259,458)	(259,458)	(322,757)	(63,299)	(199,916)
Total other financing sources (uses)	(259,458)	(259,458)	(6,267)	253,191	97,023
Net changes in fund balance	<u>\$ 1,195,742</u>	<u>\$ 553,698</u>	5,413,599	<u>\$ 4,859,901</u>	1,834,466
Fund balance at beginning of year			<u>13,571,730</u>		<u>11,737,264</u>
FUND BALANCE AT END OF YEAR			<u>\$ 18,985,329</u>		<u>\$ 13,571,730</u>

(Concluded)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Operations And Maintenance Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019				2018
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
REVENUES					
Local sources					
Property taxes	\$ 7,548,427	\$ 8,044,985	\$ 8,054,824	\$ 9,839	\$ 7,612,422
Earnings on investments	32,000	32,000	41,149	9,149	25,389
Pupil activities	220,000	220,000	203,675	(16,325)	231,113
Rentals	270,950	300,950	355,401	54,451	389,045
Other	1,500	1,500	45,900	44,400	1,594
Total local sources	8,072,877	8,599,435	8,700,949	101,514	8,259,563
Total revenues	8,072,877	8,599,435	8,700,949	101,514	8,259,563
EXPENDITURES					
Current operating					
Support services					
Direction of business support services					
Purchased services	-	-	-	-	10,804
Total	-	-	-	-	10,804
Operations and maintenance of plant services					
Salaries	1,241,674	1,309,534	1,296,581	(12,953)	1,189,325
Employee benefits	372,608	369,143	333,348	(35,795)	285,394
Purchased services	1,478,750	1,442,750	1,590,329	147,579	1,472,003
Supplies and materials	1,525,800	1,525,800	1,546,530	20,730	1,511,965
Capital outlay	495,000	495,000	510,291	15,291	638,650
Non capitalized equipment	20,000	20,000	51,532	31,532	15,127
Termination benefits	-	-	713	713	2,540
Total	5,133,832	5,162,227	5,329,324	167,097	5,115,004
Other support services					
Salaries	106,800	106,800	128,461	21,661	101,874
Employee benefits	14,218	14,218	14,226	8	22,716
Purchased services	269,200	274,200	228,697	(45,503)	276,194
Supplies and materials	16,900	19,000	16,425	(2,575)	19,021
Non capitalized equipment	17,000	17,000	29,947	12,947	18,664
Total	424,118	431,218	417,756	(13,462)	438,469
Total support services	\$ 5,557,950	\$ 5,593,445	\$ 5,747,080	\$ 153,635	\$ 5,564,277

(Continued)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Operations and Maintenance Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
Non-programmed charges					
Other payments to in-state governmental units	\$ 687,000	\$ 687,000	\$ 687,899	\$ 899	\$ 588,277
Total non-programmed charges	687,000	687,000	687,899	899	588,277
Provisions for Contingencies	121,923	121,923	-	(121,923)	-
Total provisions	121,923	121,923	-	(121,923)	-
Total expenditures	6,366,873	6,402,368	6,434,979	32,611	6,152,554
Excess (deficiency) of revenues over expenditures	1,706,004	2,197,067	2,265,970	68,903	2,107,009
OTHER FINANCING SOURCES (USES)					
Proceeds from debt issuance	-	-	-	-	-
Transfers out	(1,944,000)	(1,944,000)	(1,944,000)	-	(1,744,000)
Total other financing sources (uses)	(1,944,000)	(1,944,000)	(1,944,000)	-	(1,744,000)
Net changes in fund balance	\$ (237,996)	\$ 253,067	321,970	\$ 68,903	363,009
Fund balance at beginning of year			5,302,760		4,939,751
FUND BALANCE AT END OF YEAR			\$ 5,624,730		\$ 5,302,760

(Concluded)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Working Cash Account

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
REVENUES					
Local sources					
Contributions from private sources	\$ 60,000	\$ 60,000	\$ 60,000	\$ -	\$ 59,999
Total local sources	60,000	60,000	60,000	-	59,999
Total revenues	60,000	60,000	60,000	-	59,999
Net change in fund balance	\$ 60,000	\$ 60,000	60,000	\$ -	59,999
Fund balance at beginning of year			2,912,076		2,852,077
FUND BALANCE AT END OF YEAR			\$ 2,972,076		\$ 2,912,076

MAJOR DEBT SERVICE FUND

Debt Service Fund - To account for the accumulation of, resources for, and the payment of, general long-term debt principal, interest and related costs.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Major Debt Service Fund

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
REVENUES					
Local sources					
Property taxes	\$ 8,981,651	\$ 8,992,418	\$ 9,001,448	\$ 9,030	\$ 9,287,586
Earnings on investments	23,000	23,000	32,415	9,415	18,704
Total local sources	9,004,651	9,015,418	9,033,863	18,445	9,306,290
Total revenues	9,004,651	9,015,418	9,033,863	18,445	9,306,290
EXPENDITURES					
Debt service					
Principal payments	6,845,000	6,845,000	7,309,614	464,614	7,039,177
Interest on debt	2,028,823	2,032,322	2,034,719	2,397	2,259,524
Service charges	406,159	406,159	2,950	(403,209)	2,699
Total expenditures	9,279,982	9,283,481	9,347,283	63,802	9,301,400
Excess (deficiency) of revenues over expenditures	(275,331)	(268,063)	(313,420)	(45,357)	4,890
OTHER FINANCING SOURCES					
Transfers in	403,458	403,458	466,757	63,299	343,916
Total other financing sources	403,458	403,458	466,757	63,299	343,916
Net changes in fund balance	\$ 128,127	\$ 135,395	153,337	\$ 17,942	348,806
Fund balance at beginning of year			3,727,001		3,378,195
FUND BALANCE AT END OF YEAR			\$ 3,880,338		\$ 3,727,001

BATAVIA PUBLIC SCHOOL DISTRICT 101

Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2019

	Transportation	Municipal Retirement/ Social Security	Capital Projects	Total Nonmajor Governmental Funds
ASSETS				
Assets				
Cash and investments	\$ 1,759,292	\$ 308,352	\$ 315,768	\$ 2,383,412
Receivables				
Property taxes	1,429,003	1,028,494	-	2,457,497
Due from other governments	525,245	-	-	525,245
TOTAL ASSETS	\$ 3,713,540	\$ 1,336,846	\$ 315,768	\$ 5,366,154
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
Liabilities				
Accounts payable	\$ -	\$ 307	\$ -	\$ 307
Accrued salaries and related expenditures	21,160	117,804	-	138,964
Total Liabilities	21,160	118,111	-	139,271
Deferred Inflows				
Unavailable property tax revenues	1,245,912	897,058	-	2,142,970
Other deferred revenue	525,245	-	-	525,245
Total Deferred Inflows	1,771,157	897,058	-	2,668,215
Fund Balances				
Restricted	1,921,223	321,677	315,768	2,558,668
Total Fund Balances	1,921,223	321,677	315,768	2,558,668
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	\$ 3,713,540	\$ 1,336,846	\$ 315,768	\$ 5,366,154

BATAVIA PUBLIC SCHOOL DISTRICT 101

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

Year Ended June 30, 2019

	Transportation	Municipal Retirement/ Social Security	Capital Projects	Total Nonmajor Governmental Funds
REVENUES				
Local sources	\$ 2,758,104	\$ 1,817,737	\$ 16,198	\$ 4,592,039
State sources	2,201,147	-	-	2,201,147
Total Revenues	4,959,251	1,817,737	16,198	6,793,186
EXPENDITURES				
Current operating:				
Instruction	-	847,539	-	847,539
Support services	4,564,055	889,797	82,636	5,536,488
Community services	-	4,684	-	4,684
Capital outlay	-	-	1,869,051	1,869,051
Total Expenditures	4,564,055	1,742,020	1,951,687	8,257,762
Excess (deficiency) of revenues over expenditures	395,196	75,717	(1,935,489)	(1,464,576)
OTHER FINANCING SOURCES				
Transfers in	-	-	1,800,000	1,800,000
Total other financing sources	-	-	1,800,000	1,800,000
Net changes in fund balances	395,196	75,717	(135,489)	335,424
Fund balances at beginning of year	1,526,027	245,960	451,257	2,223,244
FUND BALANCES AT END OF YEAR	\$ 1,921,223	\$ 321,677	\$ 315,768	\$ 2,558,668

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

To account for proceeds from specific revenue sources which are designated to finance expenditures for specific purposes, the District maintains the following Special Revenue Funds:

Transportation Fund - To account for activity relating to student transportation to and from school.

Municipal Retirement/Social Security Fund - To account for the District's portion of pension contributions to the Illinois Municipal Retirement Fund and Social Security for noncertified employees.

CAPITAL PROJECTS FUNDS

Capital Projects Fund - To account for financial resources to be used for the acquisition or construction of major capital facilities.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

Transportation Fund

Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
REVENUES					
Local sources					
Property taxes	\$ 3,008,174	\$ 2,675,053	\$ 2,678,018	\$ 2,965	\$ 3,019,126
Earnings on investments	3,041	3,041	14,235	11,194	2,434
Other	51,200	51,200	65,851	14,651	51,480
Total local sources	3,062,415	2,729,294	2,758,104	28,810	3,073,040
State sources					
Restricted					
Transportation aid	2,325,000	2,325,000	2,201,147	(123,853)	2,224,644
Total state sources	2,325,000	2,325,000	2,201,147	(123,853)	2,224,644
Total revenues	5,387,415	5,054,294	4,959,251	(95,043)	5,297,684
EXPENDITURES					
Current operating					
Support services					
Other support services - pupils					
Other objects	-	-	5,384	5,384	-
Pupil transportation services					
Salaries	94,141	94,141	94,440	299	90,945
Employee benefits	36,340	36,340	36,341	1	33,731
Purchased services	4,308,555	4,308,555	4,353,953	45,398	4,187,315
Supplies and materials	8,500	8,500	9,322	822	8,661
Other objects	-	-	-	-	118
Total support services	4,447,536	4,447,536	4,499,440	51,904	4,320,770
Payments to other districts and government units					
Payments for regular programs					
Purchased services	30,000	30,000	64,615	34,615	34,466
Total other support services	30,000	30,000	64,615	34,615	34,466
Provisions for Contingencies	35,000	35,000	-	(35,000)	-
Total provisions	35,000	35,000	-	(35,000)	-
Total expenditures	4,512,536	4,512,536	4,564,055	51,519	4,355,236
Net changes in fund balance	\$ 874,879	\$ 541,758	395,196	\$ (146,562)	942,448
Fund balance at beginning of year			1,526,027		583,579
FUND BALANCE AT END OF YEAR			\$ 1,921,223		\$ 1,526,027

BATAVIA PUBLIC SCHOOL DISTRICT 101
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Municipal Retirement/Social Security Fund
Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
REVENUES					
Local sources					
Property taxes	\$ 701,893	\$ 707,046	\$ 707,781	\$ 735	\$ 704,363
Social security/medicare only levy	844,752	999,408	1,000,419	1,011	856,002
Corporate personal property replacement taxes	100,000	100,000	100,000	-	100,000
Earnings on investments	7,277	7,277	9,537	2,260	5,833
Total local sources	1,653,922	1,813,731	1,817,737	4,006	1,666,198
Total revenues	1,653,922	1,813,731	1,817,737	4,006	1,666,198
EXPENDITURES					
Current operating					
Instruction					
Regular programs	231,652	242,202	403,764	161,562	350,204
Pre-kindergarten program	108,017	108,307	-	(108,307)	-
Special education programs	286,775	298,642	353,853	55,211	319,594
Special education pre kindergarten programs	38,675	38,764	24,320	(14,444)	20,834
Remedial and supplemental programs	2,692	2,692	3,241	549	2,312
CTE programs	48	23	51	28	66
Interscholastic programs	37,319	42,476	44,285	1,809	43,530
Summer school program	-	-	312	312	164
Gifted program	3,846	3,847	4,498	651	3,760
Drivers ed program	1,153	1,082	1,794	712	1,991
Bilingual programs	9,095	9,079	10,527	1,448	9,689
Truant alternative and optional programs	770	770	894	124	752
Total instruction	720,042	747,884	847,539	99,655	752,896
Support services					
Pupils					
Attendance & social work services	12,952	12,956	15,120	2,164	13,120
Guidance services	9,291	9,295	10,989	1,694	10,004
Health services	51,409	51,355	59,306	7,951	55,967
Psychological services	8,064	7,975	9,213	1,238	7,565
Speech pathology services	14,798	14,799	17,174	2,375	14,396
Total pupils	96,514	96,380	111,802	15,422	101,052
Instructional staff					
Improvement of instruction services	14,872	15,769	19,306	3,537	18,136
Education media services	36,839	35,831	39,998	4,167	34,726
Assessment and training	1,208	1,208	1,208	-	1,185
Total instructional staff	\$ 52,919	\$ 52,808	\$ 60,512	\$ 7,704	\$ 54,047

BATAVIA PUBLIC SCHOOL DISTRICT 101
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Municipal Retirement/Social Security Fund
Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
General administration					
Executive administration services	\$ 12,355	\$ 12,356	\$ 12,896	\$ 540	\$ 12,862
Special area administrative services	-	-	6,224	6,224	-
Educational, inspectional and supervisory services related to loss prevention or reduction	-	-	13	13	33
Total general administration	12,355	12,356	19,133	6,777	12,895
School administration					
Office of the principal services	147,557	149,372	154,941	5,569	156,307
Total school administration	147,557	149,372	154,941	5,569	156,307
Business					
Direction of business	2,135	2,135	2,135	-	2,084
Fiscal services	49,374	49,076	50,454	1,378	49,409
Operation and maintenance of plant services	244,103	259,671	267,312	7,641	257,516
Pupil transportation services	16,290	16,290	16,343	53	16,386
Food services	8,760	8,707	7,449	(1,258)	7,077
Total business	320,662	335,879	343,693	7,814	332,472
Central					
Information services	13,972	13,972	14,222	250	14,059
Staff services	19,326	19,326	20,091	765	19,391
Data processing services	139,639	139,626	144,523	4,897	145,809
Other	15,962	15,978	20,880	4,902	17,910
Total central	188,899	188,902	199,716	10,814	197,169
Total support	818,906	835,697	889,797	54,100	853,942
Community Services					
Employee benefits	4,684	4,684	4,684	-	4,768
Total community services	4,684	4,684	4,684	-	4,768
Total expenditures	1,543,632	1,588,265	1,742,020	153,755	1,611,606
Excess (deficiency) of revenues over expenditures	\$ 110,290	\$ 225,466	75,717	\$ (149,749)	54,592
Fund balance at beginning of year			245,960		191,368
FUND BALANCE AT END OF YEAR			\$ 321,677		\$ 245,960

BATAVIA PUBLIC SCHOOL DISTRICT 101
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Capital Projects Fund
Year ended June 30, 2019 with Comparative Actual Totals for 2018

	2019			2018	
	Original Budget	Final Budget	Actual	Variance Over/Under	Actual
REVENUES					
Local sources					
Donations	\$ 6,000	\$ 6,000	\$ 16,198	\$ 10,198	\$ 10,076
Total local sources	6,000	6,000	16,198	10,198	10,076
Total revenues	6,000	6,000	16,198	10,198	10,076
EXPENDITURES					
Current operating					
Support services					
Facilities acquisition and construction					
Purchased services	-	-	-	-	59,806
Capital outlay	1,880,400	1,880,400	1,869,051	(11,349)	1,997,172
Noncapitalized equipment	-	100,000	82,636	(17,364)	-
Total support services	1,880,400	1,980,400	1,951,687	(28,713)	2,056,978
Provisions for Contingencies	7,000	7,000	-	(7,000)	-
Total provisions	7,000	7,000	-	(7,000)	-
Total expenditures	1,887,400	1,987,400	1,951,687	(35,713)	2,056,978
Excess (deficiency) of revenues over expenditures	(1,881,400)	(1,981,400)	(1,935,489)	45,911	(2,046,902)
OTHER FINANCING USES					
Transfers in	1,800,000	1,800,000	1,800,000	-	1,600,000
Net change in fund balance	\$ (81,400)	\$ (181,400)	(135,489)	\$ 45,911	(446,902)
Fund balance at beginning of year			451,257		898,159
FUND BALANCE AT END OF YEAR			\$ 315,768		\$ 451,257

AGENCY FUND

Student Activity Funds - To account for assets held by the District in a trustee capacity as an agent for student organizations and employees.

BATAVIA PUBLIC SCHOOL DISTRICT 101
Schedule of Changes in Assets and Liabilities
Fiduciary Fund - Agency Funds - Activity Funds
Year Ended June 30, 2019

	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
Assets				
Cash	\$ 98,551	\$ 762,398	\$ 758,476	\$ 102,473
Liabilities				
Due to organizations				
Elementary and Middle School	\$ 17,622	\$ 171,619	\$ 167,395	\$ 21,846
High School	80,929	590,779	591,081	80,627
	\$ 98,551	\$ 762,398	\$ 758,476	\$ 102,473

STATISTICAL SECTION (UNAUDITED)

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Net Position by Component

Last Ten Fiscal Years

	2019	2018	2017	2016
Governmental activities				
Net investment in capital assets	\$ 51,883,782	\$ 46,318,149	\$ 38,046,098	\$ 30,325,464
Restricted	6,439,006	5,950,245	5,051,301	5,630,353
Unrestricted	(31,170,564)	(35,961,196)	11,635,880	12,367,573
Total governmental activities net position	<u>\$ 27,152,224</u>	<u>\$ 16,307,198</u>	<u>\$ 54,733,279</u>	<u>\$ 48,323,390</u>

Source of information: District records.

2015	2014	2013	2012	2011	2010
\$ 28,717,554	\$ 25,807,877	\$ (7,160,915)	\$ (3,498,896)	\$ 4,457,651	\$ 14,305,101
4,756,624	5,363,738	4,227,202	4,756,660	3,224,515	3,911,012
7,969,152	7,548,562	15,589,874	17,292,333	18,040,845	17,985,168
<hr/>					
\$ 41,443,330	\$ 38,720,177	\$ 12,656,161	\$ 18,550,097	\$ 25,723,011	\$ 36,201,281

BATAVIA PUBLIC SCHOOL DISTRICT 101

Changes in Net Position

Last Ten Fiscal Years

	2019	2018	2017	2016
Expenses				
Instruction				
Regular programs	\$ 34,476,124	\$ 41,867,549	\$ 38,654,686	\$ 37,362,204
Special programs	11,027,306	10,895,465	10,732,806	9,766,712
Other instructional programs				
State retirement contributions	29,261,714	17,592,747	15,253,709	14,435,889
Support services				
Pupils	4,860,487	4,981,668	4,796,913	4,543,892
Instructional staff	2,641,842	2,530,043	2,323,714	2,346,240
General administration	1,623,571	1,065,099	1,001,256	3,185,925
School administration	4,293,838	4,507,119	4,014,088	3,861,246
Business	4,343,137	4,075,864	3,315,027	2,511,434
Transportation	4,510,399	4,337,156	4,477,326	4,061,436
Operations and maintenance	6,072,792	831,202	5,898,602	4,549,460
Central	4,387,841	5,046,844	3,479,852	4,002,984
Other supporting services	448,755	466,845	448,654	285,649
Community services	178,924	103,309	114,930	65,259
Nonprogrammed charges - excluding				
special education	1,879,740	2,545,737	1,651,778	1,905,045
Interest and fees	2,026,608	2,288,114	1,239,356	2,557,135
Unallocated depreciation	277,645	343,575	407,070	301,034
Total expenses	112,310,723	103,478,336	97,809,767	95,741,544
Program revenues				
Charges for services				
Instruction				
Regular programs	3,048,384	3,057,313	2,380,298	2,468,675
Other instructional programs	-	-	-	-
Support services				
Business	1,011,963	902,023	820,849	707,962
Transportation	65,564	38,426	51,464	152,544
Operations and maintenance	355,401	389,045	367,612	62,654
Capital grants and contributions	-	-	-	-
Operating grants and contributions	36,338,564	24,904,853	23,841,402	22,941,986
Total program revenues	40,819,876	29,291,660	27,461,625	26,333,821
Net revenue (expense)	(71,490,847)	(74,186,676)	(70,348,142)	(69,407,723)
General revenues				
Taxes				
Real estate taxes,				
levied for general purposes	62,262,264	62,375,527	59,975,822	59,460,878
Real estate taxes,				
levied for specific purposes	4,386,218	4,579,491	3,582,654	3,307,318
Real estate taxes,				
levied for debt service	9,001,448	9,287,586	9,326,885	9,773,477
State aid-formula grants	5,291,751	4,980,716	3,098,194	2,803,921
Investment earnings	616,891	304,328	123,618	29,129
Miscellaneous	777,301	685,532	650,858	913,060
Total general revenues	82,335,873	82,213,180	76,758,031	76,287,783
Change in net position	\$ 10,845,026	\$ 8,026,504	\$ 6,409,889	\$ 6,880,060

Source of information: District records.

2015	2014	2013	2012	2011	2010
\$ 39,364,382	\$ 37,737,024	\$ 39,451,077	\$ 40,304,032	\$ 38,033,430	\$ 35,502,465
12,864,094	9,783,787	12,110,450	11,177,820	10,584,166	10,903,045
	-	-	-	1,982,671	2,266,012
18,799,394	13,390,079	10,187,749	8,850,551	8,437,667	8,189,154
4,352,687	4,046,273	3,778,150	3,513,809	3,579,345	3,462,700
2,460,404	2,313,706	2,007,878	1,581,549	1,332,084	933,060
1,214,848	1,029,435	1,487,913	1,221,086	1,113,753	1,271,293
3,771,834	3,603,893	3,786,441	3,570,920	3,437,730	3,003,290
2,547,387	2,016,617	2,043,137	1,600,202	4,072,179	1,845,272
4,183,637	4,035,686	4,422,846	3,639,755	3,389,704	3,246,337
6,342,838	7,850,476	7,336,201	6,596,796	5,638,659	5,563,010
3,528,548	3,713,540	3,014,189	2,856,545	2,669,350	1,991,223
397,168	35,085	19,892	184,097	237,851	271,724
-	-	-	-	-	128,243
-	-	-	-	256,092	290,162
3,154,462	3,959,979	4,719,260	4,855,516	3,839,905	5,134,590
315,791	587,743	864,364	862,417	848,869	601,987
103,297,474	94,103,323	95,229,547	90,815,095	89,453,455	84,603,567
2,562,037	2,204,303	2,698,470	1,712,561	1,587,467	1,185,978
-	-	-	-	35,960	39,380
634,854	782,668	729,021	832,074	769,938	737,298
39,870	76,715	37,902	19,376	33,369	40,013
318,552	226,747	141,528	167,997	15,619	9,732
-	71,253	8,320	50,000	-	-
25,964,177	21,210,588	16,754,592	16,082,075	15,602,002	17,004,587
29,519,490	24,572,274	20,369,833	18,864,083	18,044,355	19,016,988
(73,777,984)	(69,531,049)	(74,859,714)	(71,951,012)	(71,409,100)	(65,586,579)
58,699,183	54,629,090	50,766,746	49,567,543	42,979,018	41,623,714
3,594,103	3,944,598	3,623,212	3,417,896	8,886,732	9,100,114
10,107,380	10,208,471	10,838,942	8,570,780	6,263,833	7,124,098
3,004,703	2,705,848	2,599,683	2,665,059	2,765,707	2,910,755
15,421	13,943	19,443	(389,364)	427,835	961,898
1,080,347	628,666	1,117,752	2,186,930	1,052,650	1,381,388
76,501,137	72,130,616	68,965,778	66,018,844	62,375,775	63,101,967
\$ 2,723,153	\$ 2,599,567	\$ (5,893,936)	\$ (5,932,168)	\$ (9,033,325)	\$ (2,484,612)

BATAVIA PUBLIC SCHOOL DISTRICT 101

Fund Balances, Governmental Funds

Last Ten Fiscal Years

	2019	2018	2017	2016
General Fund				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Restricted	-	-	-	-
Unassigned	27,582,135	21,786,566	19,529,092	16,393,415
Total general fund	<u>\$ 27,582,135</u>	<u>\$ 21,786,566</u>	<u>\$ 19,529,092</u>	<u>\$ 16,393,415</u>
All other Governmental Funds				
Restricted, reported in:				
Special revenue funds	\$ 2,242,900	\$ 1,771,987	\$ 774,947	\$ 1,325,419
Debt service funds	3,880,338	3,727,001	3,378,195	3,667,751
Capital project funds	315,768	451,257	898,159	637,183
Total all other governmental funds	<u>\$ 6,439,006</u>	<u>\$ 5,950,245</u>	<u>\$ 5,051,301</u>	<u>\$ 5,630,353</u>

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

For comparison purposes, the General Fund includes the Educational Fund and the Operations and Maintenance Fund. Beginning with 2010, the Working Cash Fund is also included. Special revenue funds include the Transportation Fund, the Municipal Retirement/Social Security Fund, and the Working Cash Fund until 2010 when it moved to the General Fund

Source of information: District records.

2015	2014	2013	2012	2011	2010
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
16,298,984	15,883,760	15,979,129	17,678,651	2,797,780	2,127,953
15,368,976	15,765,947				
\$ 16,298,984	\$ 15,883,760	\$ 15,979,129	\$ 17,678,651	\$ 18,166,756	\$ 17,893,900
\$ 1,400,800	\$ 2,045,822	\$ 1,253,860	\$ 1,674,106	\$ 1,735,856	\$ 1,515,228
3,355,824	3,317,916	2,973,342	3,082,554	390,562	1,141,297
15,749	17,360	215,617	409,080	6,102,843	19,188,376
\$ 4,772,373	\$ 5,381,098	\$ 4,442,819	\$ 5,165,740	\$ 8,229,261	\$ 21,844,901

BATAVIA PUBLIC SCHOOL DISTRICT 101

Governmental Funds Revenues

Last Ten Fiscal Years

	2019	2018	2017	2016
Local sources				
Property taxes	\$ 75,649,930	\$ 76,242,604	\$ 72,885,361	\$ 72,541,673
Replacement taxes	563,108	520,521	622,074	560,007
Tuition	13,552	8,412	2,826,379	9,177
Earnings on investments	616,891	304,328	123,618	29,129
Other local sources	4,808,411	4,828,816	954,175	4,041,694
Total local sources	81,651,892	81,904,681	77,411,607	77,181,680
State sources				
Evidence based funding formula (General State Aid prior to 2018)	5,291,751	4,980,716	3,098,194	2,803,921
Other state aid	20,721,386	21,699,418	19,865,627	20,011,551
Total state sources	26,013,137	26,680,134	22,963,821	22,815,472
Federal sources	3,653,369	3,172,894	2,794,824	2,624,452
Total	\$ 111,318,398	\$ 111,757,709	\$ 103,170,252	\$ 102,621,604

Source of information: District records.

	2015	2014	2013	2012	2011	2010
\$	72,400,666	\$ 68,782,159	\$ 65,228,900	\$ 61,556,219	\$ 58,129,583	\$ 57,847,926
	608,291	581,160	454,085	550,690	598,624	461,608
	29,608	34,249	31,630	37,465	35,960	39,380
	15,421	13,943	19,443	(389,364)	232,089	658,711
	4,072,427	3,374,943	4,252,058	4,428,736	2,856,649	3,150,707
	77,126,413	72,786,454	69,986,116	66,183,746	61,852,905	62,158,332
	3,004,703	2,705,848	2,599,683	2,665,059	2,765,707	2,412,722
	22,994,025	18,568,240	14,671,794	13,250,854	12,694,531	13,618,575
	25,998,728	21,274,088	17,271,477	15,915,913	15,460,238	16,031,297
	2,965,126	2,642,348	2,078,018	2,783,268	2,911,241	3,887,817
\$	106,090,267	\$ 96,702,890	\$ 89,335,611	\$ 84,882,927	\$ 80,224,384	\$ 82,077,446

BATAVIA PUBLIC SCHOOL DISTRICT 101

Governmental Funds Expenditures and Debt Service Ratio

Last Ten Fiscal Years

	2019	2018	2017	2016
Current				
Instruction				
Regular programs	\$ 29,731,037	\$ 32,944,195	\$ 34,358,266	\$ 34,595,982
Special programs	10,473,492	10,361,028	10,333,195	9,471,195
Other instructional programs	3,386,972	3,442,546	-	-
State retirement contributions	17,351,362	17,592,747	15,253,709	14,435,889
Total instruction	60,942,863	64,340,516	59,945,170	58,503,066
Supporting services				
Pupils	4,855,103	4,981,668	4,796,913	4,543,892
Instructional staff	2,639,298	2,526,895	2,319,984	2,343,482
General administration	1,614,122	1,053,407	987,403	3,175,680
School administration	4,085,241	4,248,988	3,708,253	3,635,077
Business	2,826,983	2,713,853	3,308,100	1,550,588
Transportation	4,580,398	4,320,770	4,477,326	4,056,395
Operations and maintenance	5,086,345	4,733,329	4,103,178	4,240,325
Central	4,163,207	4,370,509	3,476,122	4,000,226
Other supporting services	427,875	448,935	444,924	282,891
Total supporting services	30,278,572	29,398,354	27,622,203	27,828,556
Community services	178,924	103,309	114,930	65,259
Nonprogrammed charges	1,815,125	2,545,737	1,651,778	1,905,045
Total current	93,215,484	96,387,916	89,334,081	88,301,926
Other				
Debt service				
Principal	7,309,614	7,039,177	7,502,193	7,211,099
Interest	2,037,669	2,299,176	2,426,409	2,981,742
Capital outlay	2,787,791	3,171,961	2,682,880	3,374,456
Total other	12,135,074	12,510,314	12,611,482	13,567,297
Total	\$ 105,350,558	\$ 108,898,230	\$ 101,945,563	\$ 101,869,223
Debt service as a percentage of noncapital expenditures	9.11%	8.83%	10.00%	10.35%

Source of information: District records.

	2015	2014	2013	2012	2011	2010
\$	36,493,323	\$ 32,917,622	\$ 29,676,239	\$ 30,645,088	\$ 30,222,082	\$ 29,913,939
	10,586,824	9,469,678	10,787,214	9,852,643	6,834,733	7,211,983
	-	-	-	-	2,334,575	2,759,826
	13,312,809	13,390,079	10,187,749	8,850,551	8,437,667	8,189,154
	60,392,956	55,777,379	50,651,202	49,348,282	47,829,057	48,074,902
	4,352,687	4,046,273	3,700,952	3,480,772	3,571,977	3,462,700
	2,457,511	2,310,774	1,947,991	1,540,497	1,332,084	927,835
	1,204,101	1,018,546	1,445,917	1,174,552	1,084,272	1,250,386
	3,534,578	3,363,495	2,981,665	2,801,159	2,796,705	2,548,699
	2,542,014	2,191,950	2,179,375	2,023,540	3,275,055	4,894,814
	4,183,637	4,035,686	4,418,357	3,635,673	3,389,704	3,246,337
	4,303,800	7,276,155	6,483,839	5,799,493	5,423,270	4,697,043
	3,525,655	3,710,608	3,270,161	2,878,327	2,522,283	1,985,998
	305,563	-	983,022	1,258,837	230,483	266,499
	26,409,546	27,953,487	27,411,279	24,592,850	23,625,833	23,280,311
	88,712	32,153	61	-	-	128,243
	1,967,266	2,013,994	2,373,433	2,422,106	2,757,082	2,892,713
	88,858,480	85,777,013	80,435,975	76,363,238	74,211,972	74,376,169
	7,199,391	6,195,000	6,550,000	4,395,000	2,198,313	5,071,577
	3,584,314	3,959,979	4,798,936	5,051,262	5,228,325	5,449,052
	2,376,099	200,322	347,829	2,625,053	11,928,558	20,615,430
	13,159,804	10,355,301	11,696,765	12,071,315	19,355,196	31,136,059
\$	102,018,284	\$ 96,132,314	\$ 92,132,740	\$ 88,434,553	\$ 93,567,168	\$ 105,512,228
	10.82%	10.59%	12.36%	11.01%	9.10%	12.39%

BATAVIA PUBLIC SCHOOL DISTRICT 101

Other Financing Sources And Uses and Net Changes in Fund Balances

Last Ten Fiscal Years

	2019	2018	2017	2016
Excess of revenues over (under) expenditures	\$ 5,967,840	\$ 2,859,479	\$ 1,224,689	\$ 752,381
Other financing sources (uses)				
Principal on bonds sold	-	-	-	16,165,000
Premium on bonds sold	-	-	-	733,225
Deposits to escrow agent	-	-	-	(16,698,195)
Proceeds from debt issuance	-	-	1,044,000	-
Capital lease proceeds	316,490	296,939	287,936	-
Transfers in	2,266,757	1,943,916	1,887,226	1,493,544
Transfers out	(2,266,757)	(1,943,916)	(1,887,226)	(1,493,544)
Total other financing sources	316,490	296,939	1,331,936	200,030
Net change in fund balances	<u>\$ 6,284,330</u>	<u>\$ 3,156,418</u>	<u>\$ 2,556,625</u>	<u>\$ 952,411</u>

Source of information: District records.

2015	2014	2013	2012	2011	2010
\$ 4,071,983	\$ 570,576	\$ (2,797,129)	\$ (3,551,626)	\$ (13,342,784)	\$ (23,434,782)
9,965,000	26,470,000	19,995,000	-	-	2,870,000
12,063	4,329,706	69,953	-	-	23,099
(9,816,287)	(30,527,372)	(19,690,267)	-	-	(2,832,942)
-	-	-	-	-	-
1,060,325	-	-	-	-	-
531,412	-	-	3,567,225	411,084	(816,849)
(531,412)	-	-	(3,567,225)	(411,084)	816,849
1,221,101	272,334	374,686	-	-	60,157
\$ 5,293,084	\$ 842,910	\$ (2,422,443)	\$ (3,551,626)	\$ (13,342,784)	\$ (23,374,625)

BATAVIA PUBLIC SCHOOL DISTRICT 101
 Equalized Assessed Valuation And
 Estimated Actual Value of Taxable Property
 Last Ten Tax Levy Years

Tax Levy Year	Assessed Valuation				
	Residential	Farms	Commercial	Industrial	Railroad
2018	\$ 895,564,507	\$ 9,113,573	\$ 218,135,371	\$ 154,996,772	\$ 698,034
2017	870,034,629	8,871,566	208,259,090	150,101,724	649,640
2016	839,979,612	9,169,155	200,380,036	148,265,135	583,450
2015	809,225,755	9,086,835	187,595,150	137,839,256	514,337
2014	779,177,094	9,360,906	180,764,915	136,264,945	491,868
2013	797,483,485	9,697,652	181,765,549	137,023,287	485,282
2012	832,513,508	10,030,450	136,673,259	102,833,055	445,631
2011	875,019,055	10,172,972	139,872,705	99,710,235	416,484
2010	922,476,494	10,047,339	152,512,658	105,304,393	349,236
2009	964,512,588	9,122,309	153,291,644	105,832,183	318,206

Source: Kane 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 multiplying assessed value by that percentage. Tax rates are per \$100 of assessed value.

	Total Assessed Value	Total Direct Rate		Actual Estimated Value
\$	1,278,508,257	6.061347	\$	3,839,364,135
	1,237,916,649	6.119842		3,717,467,414
	1,198,377,388	6.172804		3,598,730,895
	1,144,261,333	6.404197		3,436,220,219
	1,106,059,728	6.570553		3,321,500,685
	1,126,455,255	6.372536		3,382,748,514
	1,082,495,903	6.085956		3,250,738,447
	1,125,191,451	5.783324		3,378,953,306
	1,190,690,120	4.903350		3,575,646,006
	1,233,076,930	4.698640		3,702,933,724

BATAVIA PUBLIC SCHOOL DISTRICT 101

Property Tax Rates - Direct and Overlapping Governments

Last Ten Tax Levy Years

	2018	2017	2016	2015
District direct rates				
Educational	3.8200	3.8474	3.8891	3.9764
Operations and maintenance	0.6627	0.6333	0.5926	0.6737
Transportation	0.1949	0.2375	0.2503	0.1573
Illinois municipal retirement	0.0585	0.0554	0.0584	0.0350
Tort immunity	-	-	-	-
Special education	0.5301	0.5304	0.5633	0.6554
Social security	0.0819	0.0792	0.0584	0.0568
Lease/purchase	-	-	-	-
Working cash	-	-	-	-
Bond and interest	0.7133	0.7366	0.7607	0.8496
Total direct rate	6.0613	6.1198	6.1728	6.4042
Overlapping rates				
Batavia Public Library	0.440060	0.370060	0.368874	0.385370
Batavia Public Library 98 Bond District	0.000000	0.070449	0.072687	0.076443
Batavia Public Library 99 Bond District	0.000000	0.000000	0.000000	0.000000
Batavia Park District	0.556421	0.555991	0.554019	0.570712
Batavia Township	0.094980	0.095038	0.095234	0.098751
Batavia Township Road District	0.046430	0.047580	0.047516	0.049505
City of Batavia	0.733595	0.742796	0.697011	0.695527
Batavia Fire District	0.305230	0.308020	0.312600	0.320355
Community College District #516 - Waubensee	0.541425	0.553304	0.560691	0.587468
Fox Metro Water Reclamation District	0.000000	0.000000	0.000000	0.000000
Kane County	0.387659	0.402498	0.420062	0.447884
Kane County Forest Preserve District	0.160702	0.165841	0.225322	0.294354
Total overlapping rate	3.2665	3.3116	3.3540	3.5264
Total direct and overlapping rate	9.3278	9.4314	9.5268	9.9306

Source: Kane Country Clerk.

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

2014	2013	2012	2011	2010	2009
3.9528	3.9061	3.6952	3.8791	3.6575	3.3596
0.6329	0.6125	0.5344	0.4977	0.4535	0.4967
0.1808	0.1437	0.1940	0.1822	0.1579	0.1300
0.0687	0.0657	0.0508	0.0578	0.0504	0.0487
-	-	-	-	-	-
0.7414	0.6481	0.5545	0.0693	0.0378	0.0467
0.0949	0.0888	0.0924	0.0755	0.0693	0.0608
-	-	-	-	-	-
-	-	-	-	-	-
0.8991	0.9078	0.9647	1.0218	0.4769	0.5561
6.5706	6.3725	6.0860	5.7833	4.9033	4.6986
0.392650	0.3762	0.3530	0.3289	0.3069	0.2882
0.076910	0.0754	0.0026	0.0137	0.0089	0.0125
0.000000	0.0000	0.0488	0.0459	0.0421	0.0498
0.576525	0.5528	0.5092	0.4875	0.4529	0.4521
0.102366	0.2517	0.0961	0.0886	0.0828	0.0782
0.051317	0.0494	0.0473	0.0447	0.0418	0.0393
0.715334	0.7319	0.6959	0.6720	0.5925	0.5595
0.306170	0.3129	0.3235	0.3075	0.2929	0.2801
0.595432	0.5807	0.5312	0.5810	0.4070	0.4043
0.000000	0.0000	0.0000	0.0000	0.0000	0.0249
0.468360	0.4623	0.4336	0.3990	0.3730	0.3398
0.312630	0.3039	0.2710	0.2609	0.2201	0.1997
3.5977	3.6972	3.3121	3.2297	2.8209	2.7284
10.1682	10.0697	9.3981	9.0130	7.7242	7.4270

BATAVIA PUBLIC SCHOOL DISTRICT 101

Principal Taxpayers in the District

Current Tax Year and Nine Years Ago

Rank	Name	Type of Business or Property	2018	Percent of District's Total EAV
			Equalized Assessed Valuation	
1	Simon/Chelsea Chicago Development LLC	Shopping Center - Premium Outlet Mall	\$ 72,481,374	5.67%
2	Liberty Illinois LP	Industrial Properties	31,079,983	2.43%
3	Chicago Premium Outlets Expansion LLC	Commercial	21,654,069	1.75%
4	Kirkland Crossing LLC	Apartment Complex	10,699,084	0.86%
5	DPIF IL 2 Batavia LLC	Industrial Properties	9,326,080	0.78%
6	Aldi, Inc.	Industrial Building and Store	7,173,017	0.56%
7	KIR Batavia 051 LLC	Shopping Center	6,590,572	0.52%
8	Kirk Road LLC	Industrial Properties	6,382,739	0.50%
9	Windmill Place Station LLC	Shopping Center	6,244,833	0.49%
10	Western A Midwest IL LLC		4,983,614	0.39%
Total			<u>\$ 176,615,365</u>	<u>13.95%</u>

Rank	Name	Type of Business or Property	2009	Percent of District's Total EAV
			Equalized Assessed Valuation	
1	Liberty Illinois LP Liberty Property Limited Partnership	Industrial Properties	\$ 49,300,393	0.96%
2	Simon/Chelsea Chicago Development, LLC	Shopping Center - Premium Outlet Mall	39,909,367	0.85%
3	KIR Batavia 051, LLC	Shopping Center	11,782,091	0.62%
4	Wal-Mart Real Estate Business Trust	Shopping Center	8,019,064	0.59%
5	PartyLite Worldwide Inc.	Industrial Properties	5,732,265	0.48%
6	Aldi, Inc.	Industrial Building and Store	5,178,817	0.45%
7	The Holmstad	Retirement Village and Health Center	4,932,068	0.42%
8	MB Fabyan Randall Plaza	Shopping Center	4,660,760	0.39%
9	Batavia Acquisition Corporation	Industrial properties and vacant lands	4,616,318	0.38%
10	Sam's Real Estate Business Trust	Sam's Warehouse Club	4,499,550	0.34%
Total			<u>\$ 138,630,693</u>	<u>5.48%</u>

Source of information: Offices of the Kane County Clerk, Assessor, and Batavia and Geneva Township Assessors.

Note: Since a taxpayer may own numerous parcels in the District, such a taxpayer may be overlooked. Thus the valuations presented herewith are noted as approximations.

BATAVIA PUBLIC SCHOOL DISTRICT 101
Schedule of Property Tax Rates and Collections
Last Ten Tax Levy Years

Tax Levy Year	Taxes Extended For the Levy Year	Current Year Collections	Percentage of Levy Collected	Subsequent Collections	Total Collections	Total Percentage of Extensions Collected
2018	\$ 77,494,822	\$ 33,053,819	42.7%	\$ 7,685,691	\$ 40,739,510	52.57%
2017	75,758,543	37,879,272	50.0%	36,879,691	74,758,963	98.68%
2016	73,973,487	36,328,948	49.1%	37,444,942	73,773,890	99.73%
2015	73,280,750	36,632,724	50.0%	36,556,413	73,189,137	99.87%
2014	72,674,241	36,676,862	50.5%	35,908,874	72,585,736	99.88%
2013	71,783,767	35,917,173	50.0%	35,723,804	71,640,977	99.80%
2012	65,880,224	33,132,546	50.3%	33,131,995	66,264,541	100.58%
2011	65,073,467	32,365,262	49.7%	32,458,865	64,824,127	99.62%
2010	58,383,704	29,150,816	49.9%	29,019,486	58,170,302	99.63%
2009	57,937,846	24,670,721	42.6%	33,232,769	57,903,490	99.94%

Source: Kane County Clerk.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Ratio of Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Obligation Bonds	Capital Leases	Total	Estimated Population	Percentage of Personal Income	Outstanding Debt Per Capita
2019	\$ 52,965,000	\$ 899,216	\$ 53,864,216	26,499	4.48%	2,033
2018	59,810,000	1,047,340	60,857,340	26,413	5.47%	2,304
2017	66,510,000	1,089,578	67,599,578	26,391	6.05%	2,561
2016	73,725,000	44,835	73,769,835	26,495	6.70%	2,784
2015	80,995,000	535,934	81,530,934	26,424	7.80%	3,085
2014	86,935,000	-	86,935,000	26,394	8.54%	3,294
2013	94,240,000	-	94,240,000	26,074	12.54%	3,614
2012	98,200,000	-	98,200,000	26,089	9.83%	3,764
2011	102,595,000	-	102,595,000	26,298	10.97%	3,901
2010	104,590,000	338,756	104,928,756	26,042	10.99%	4,029

Source: District Financial Statements, City of Batavia

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

Percentage of personal income is based on Kane County figures for personal income.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Ratio of General Bonded Debt to Equalized Assessed Valuation

And Net Bonded Debt Per Capita

Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Bonded Debt	Amounts Available to Repay Principal	Net General Bonded Debt	Percentage of Net General Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
2019	\$ 52,965,000	\$ 3,880,338	\$ 49,084,662	1.28%	\$ 1,852
2018	59,810,000	3,727,001	56,082,999	1.51%	2,123
2017	66,510,000	3,378,195	63,131,805	1.75%	2,392
2016	73,725,000	3,667,751	70,057,249	2.04%	2,644
2015	80,995,000	3,355,824	77,639,176	2.34%	2,938
2014	86,935,000	3,317,916	83,617,084	2.47%	3,168
2013	94,240,000	3,082,554	91,157,446	2.80%	3,496
2012	102,595,000	390,562	102,204,438	2.83%	3,608
2011	102,595,000	390,562	102,204,438	2.83%	3,608
2010	104,590,000	1,141,297	103,448,703	2.79%	3,675

Source of information: Annual Financial Statements 2009 to 2018.

BATAVIA PUBLIC SCHOOL DISTRICT 101
Computation of Direct and Overlapping Bonded Debt
As of June 30, 2019

Jurisdiction Overlapping	Bonded Indebtedness*	Overlapping Percent **	Net Direct and Overlapping Debt
Kane County Forest Preserve District	\$ 139,615,000	8.92%	\$ 12,453,658
City of Aurora (includes Library)	131,630,000	6.35%	8,358,505
City of Batavia	34,815,000	89.22%	31,061,943
Village of North Aurora	900,000	0.59%	5,310
Fox Valley Park District	28,700,000	3.96%	1,136,520
Geneva Park District	1,598,775	8.04%	128,542
Geneva Public Library District	20,800,000	8.21%	1,707,680
Waubensee Community College District No. 516	52,510,000	13.13%	6,894,563
Total overlapping bonded debt			61,746,721
Direct Debt			
Batavia Public School District 101	52,965,000	100.000%	52,965,000
Total direct and overlapping bonded debt			<u>\$ 114,711,721</u>

* Does not include alternate revenue bonds. Under the Local Government Debt Reform Act of the State of Illinois, alternate revenue bonds are not included in the computation of indebtedness of the overlapping taxing bodies unless the taxes levied to pay the principal of and interest on such alternate revenue bonds are extended for collection by the county clerk.

** Overlapping percent calculated based on Equalized Assessed Valuation

Source: Office of the County Clerk of Kane County.

BATAVIA PUBLIC SCHOOL DISTRICT 101
Legal Debt Margin Information
Last Ten Fiscal Years

	2019	2018	2017	2016
Debt limit	\$ 181,757,327	\$ 175,827,487	\$ 165,376,080	\$ 157,908,064
Total net debt applicable to limit	49,983,878	60,171,739	64,221,383	70,057,249
Legal debt margin	<u>\$ 131,773,449</u>	<u>\$ 115,655,748</u>	<u>\$ 101,154,697</u>	<u>\$ 87,850,815</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>28%</u>	<u>34%</u>	<u>39%</u>	<u>44%</u>

Legal debt margin calculation for fiscal year June 30, 2019

Assessed valuation of taxable properties for the tax year 2018	1,317,082,078
Rate	<u>13.8%</u>
Bonded debt limit	<u>181,757,327</u>
Debt subject to limitation:	<u>53,864,216</u>
Total debt subject to limitation	53,864,216
Less debt service fund balance	<u>3,880,338</u>
Net debt outstanding subject to limitation	<u>49,983,878</u>
Legal bonded debt margin at June 30, 2019	<u><u>\$ 131,773,449</u></u>

Source of information: District records.
Assessed valuation obtained from Kane County tax reports.

2015	2014	2013	2012	2011	2010
\$ 152,636,242	\$ 155,450,825	\$ 149,384,435	\$ 155,276,420	\$ 164,315,237	\$ 170,164,616
77,639,176	83,617,084	91,266,658	95,117,446	102,204,438	103,787,459
\$ 74,997,066	\$ 71,833,741	\$ 58,117,777	\$ 60,158,974	\$ 62,110,799	\$ 66,377,157
<hr/>					
51%	54%	61%	61%	62%	61%
<hr/>					

BATAVIA PUBLIC SCHOOL DISTRICT 101

Demographic and Miscellaneous Statistics

Last Ten Calendar Years

Calendar Year	Population (1)	Personal Income (<i>thousands of dollars</i>)	Per Capita Personal Income	Unemployment Rate
2018	26,499	1,202,922	45,395	4.4%
2017	26,413	1,112,251	42,110	3.5%
2016	26,495	1,101,476	41,573	5.0%
2015	26,424	1,044,831	39,541	6.1%
2014	26,394	1,017,884	38,565	8.7%
2013	26,074	751,478	28,821	8.7%
2012	26,089	999,304	38,304	8.7%
2011	26,298	925,358	35,187	9.5%
2010	26,042	954,918	36,668	9.5%
2009	27,700	802,746	28,980	9.6%

Source:

City of Batavia website.

US Bureau of Labor and Statistics

Illinois Department of Labor Security

Data USA

(1) Information for 2009 uses the population from the City of Batavia but Per Capita income from Kane County. Fiscal years 2010 - 2015 (Calendar years 2010 - 2014) are specific to the city of Batavia.

BATAVIA PUBLIC SCHOOL DISTRICT 101

Principal Employers

Current Year and Nine Years Ago

		2019	
		Percentage of Total City	
Employer		Employees	Employment
Fermi Research Alliance LLC	Physics Research Laboratory	1,800	8.86%
Suncast Corp	Plastic Lawn & Garden Products	780	3.84%
Batavia School District	School District	654	3.22%
Agco Corporation	Wholesale Tractors	500	2.46%
Parksite Inc	Building Materials Supplier	391	1.93%
First Student Charter	School Bus Service	230	1.13%
Batavia Park District	Recreation	200	0.98%
Flinn Scientific	Scientific Equipment	200	0.98%
Aldi, Inc	Grocery Warehouse and Corporate Offices	175	0.86%
DS Containers Inc	Packaging Materials	160	0.79%
Power Packaging Inc	Contract Packaging & Assembly	150	0.74%
Dukane Contract Services	Janitorial Services	130	0.64%
Millard Refrigerated Svc	Logistics	130	0.64%
Total		5,500	27.09%
		2010	
		Percentage of Total City	
Employer		Employees	Employment
Fermi National Accelerator Lab	Physics Research	2,000	12.27%
Batavia Public School District 101	School District	634	3.89%
Suncast Corporation	Plastic Lawn & Garden Products	450	2.76%
Agco Corporation	Wholesale Tractors	425	2.61%
Power Packaging, Inc.	Contract Packaging & Assembly	250	1.53%
Sealy Mattress Company	Bedding	250	1.53%
VWR International, Inc.	Scientific Supplies & Equipment Distribution	225	1.38%
Aldi, Inc.	Grocery Warehouse and Corporate Offices	200	1.23%
Waste Management, Inc.	Garbage Disposal Service	200	1.23%
Dukane Contract Services	Janitorial Services	160	0.98%
Flinn Scientific	Scientific Equipment	150	0.92%
Proex, Inc.	Thermoformed plastic products	150	0.92%
Total		5,094	31.25%

Source: Batavia Chamber of Commerce

The estimated total number of persons employed in 2019 is 20,306

BATAVIA PUBLIC SCHOOL DISTRICT 101

Full-Time Equivalent Employees by Type
Last Ten Fiscal Years

	2019	2018	2017	2016
Teachers				
Teacher - Core	205.7	207.5	206.3	211.4
Teacher - Special Ed	53.9	53.5	53.2	54.5
Teacher - Elective	79.9	81.3	80.8	82.8
Teacher - Related services	41.0	40.6	40.4	41.4
Teacher Instructional support	31.8	26.8	26.6	27.3
Teacher - Other	9.4	9.4	9.3	9.6
Total teachers	421.7	419.1	416.6	427.0
Support Staff				
Paraprofessionals	93.0	86.8	84.0	90.0
Secretaries	26.2	26.2	24.5	27.2
Maintenance / custodians	25.0	25.0	23.0	24.0
Campus monitors	10.0	10.0	9.0	9.0
Total Support Staff	154.2	148.0	140.5	150.2
Exempt Support Staff				
Administrators	33.0	35.0	36.0	38.0
Therapists (occupational and physical)	2.0	2.0	3.0	3.0
Clerical *	10.5	11.5	11.5	12.0
Nurse / health assistants	10.0	10.0	9.0	8.0
Technologists	10.4	10.4	10.4	9.8
Lunchroom aide *	8.0	8.0	7.3	7.1
Manager / coordinator	4.5	4.5	4.5	4.5
Total Exempt Support Staff	78.4	81.4	81.7	82.4
Total staff†	654.3	648.5	638.8	659.6

Source: District Personnel Records

Note: Years 2019-2015 are shown in full time equivalency (FTE) to improve reporting accuracy; prior years show employee head count. Proportion of teacher types estimated for all years prior to 2018 to align with implementation of position control. See prior CAFRs for more accurate historical details.

* Not reported in prior years.

2015	2014	2013	2012	2011	2010
209.3	214	208	203	212	209
54.0	55	54	52	55	54
82.0	84	82	80	83	82
41.0	42	41	40	41	41
27.0	28	27	26	27	27
9.5	10	9	9	10	9
422.8	433	421	410	428	422
105.5	113	105	99	90	92
28.1	42	42	44	45	45
25.6	31	29	23	25	28
8.0	9	9	6	6	0
167.2	195	185	172	166	165
39.0	39	37	27	27	23
2.0	0	0	0	0	0
11.0	0	0	0	0	0
7.0	9	8	8	8	9
10.4	15	14	13	9	6
6.8	0	0	0	0	0
4.0	3	0	0	0	0
80.2	66	59	48	44	38
670.2	694	665	630	638	625

BATAVIA PUBLIC SCHOOL DISTRICT 101

Operating Indicators
Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Net Operating Expenditures
2019	5,608	\$ 73,471,494	\$ 14,728	5.79%	\$ 64,421,480
2018	5,898	76,580,457	13,922	4.62%	69,820,310
2017	5,968	74,030,299	13,308	-0.01%	68,754,359
2016	6,008	74,546,616	13,309	-0.94%	67,502,788
2015	6,152	76,365,431	13,435	14.83%	70,558,560
2014	6,205	72,600,266	11,700	3.92%	82,742,235
2013	6,227	70,109,238	11,259	4.86%	81,445,818
2012	6,306	67,708,667	10,737	-7.97%	89,453,454
2011	6,182	72,122,486	11,667	-1.49%	89,453,455
2010	6,292	74,521,545	11,844	-4.22%	84,603,567

N/A = not available

Source: Fall housing report and District personnel records.

Note: Cost per pupil is based on enrollment of the District. Operating Expenditures and Net Operating Expenditures are computed on the Illinois Annual Financial Report

	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil- Teaching Ratio	Percentage of Students Receiving Free or Reduced Price-Meal
\$	12,914	1.74%	422	13.3	15.96%
	12,693	2.71%	419	14.1	17.30%
	12,359	2.55%	372	16.0	15.68%
	12,052	-2.92%	434	13.8	19.61%
	12,414	-6.91%	446	13.8	18.91%
	13,335	1.96%	432	14.4	13.60%
	13,079	-7.80%	420	14.8	11.52%
	14,185	-1.97%	413	15.3	10.49%
	14,470	7.62%	397	15.6	10.49%
	13,446	2.52%	393	16.0	6.97%

BATAVIA PUBLIC SCHOOL DISTRICT 101

School Building Information

Last Ten Fiscal Years

	2019	2018	2017	2016
Alice Gustafson School (1957)				
Square feet	83,067	83,067	83,067	83,067
Capacity (students)	775	775	775	775
Enrollment	449	442	433	487
Acres on site	14.4	14.4	14.4	14.4
Grace McWayne School (2001)*				
Square feet	59,018	59,018	59,018	59,018
Capacity (students)	600	600	600	600
Enrollment	313	349	364	373
Acres on site	17.5	17.5	17.5	17.5
J.B. Nelson School (1955)				
Square feet	54,000	54,000	54,000	54,000
Capacity (students)	600	600	600	600
Enrollment	435	450	486	465
Acres on site	10.1	10.1	10.1	10.1
Louise White School (1978)				
Square feet	57,200	57,200	57,200	57,200
Capacity (students)	600	600	600	600
Enrollment	383	392	435	386
Acres on site	9.4	9.4	9.4	9.4
H.C. Storm School (1978)				
Square feet	57,245	57,245	57,245	57,245
Capacity (students)	600	600	600	600
Enrollment	427	416	394	406
Acres on site	11.0	11.0	11.0	11.0
Hoover Wood School (2001)				
Square feet	59,018	59,018	59,018	59,018
Capacity (students)	625	625	625	625
Enrollment	357	383	355	371
Acres on site	7.6	7.6	7.6	7.6
Rotolo Middle School (1992)				
Square feet	188,491	188,491	188,491	188,491
Capacity (students)	1,500	1,500	1,500	1,500
Enrollment	1,308	1,516	1,515	1,450
Acres on site	24.3	24.3	24.3	24.3
Batavia High School (1965)**				
Square feet	527,687	527,687	527,687	527,687
Capacity (students)	2,000	2,000	2,000	2,000
Enrollment	1,936	1,950	1,986	1,932
Acres on site	50.0	50.0	50.0	50.0

*Original school closed in 2001 and a new school was built to replace it.

**In 2009-2010, construction of the addition to Batavia High School was ongoing. Additional square footage as of June 30, 2010 is estimated.

Source: Fall Housing Report and District Architects.

2015	2014	2013	2012	2011	2010
83,067	83,067	83,067	83,067	83,067	82,154
775	775	775	775	775	775
505	520	486	469	504	506
14.4	14.4	14.4	14.4	14.4	14.4
59,018	59,018	59,018	59,018	59,018	59,018
600	600	600	600	600	600
409	440	495	523	490	481
17.5	17.5	17.5	17.5	17.5	17.5
54,000	54,000	54,000	54,000	54,000	54,000
600	600	600	600	600	600
500	492	460	474	455	463
10.1	10.1	10.1	10.1	10.1	10.1
57,200	57,200	57,200	57,200	57,200	55,860
600	600	600	600	600	600
398	429	431	517	484	487
9.4	9.4	9.4	9.4	9.4	9.4
57,245	57,245	57,245	57,245	57,245	55,860
600	600	600	600	600	600
453	459	470	462	464	485
11.0	11.0	11.0	11.0	11.0	11.0
59,018	59,018	59,018	59,018	59,018	58,072
625	625	625	625	625	625
399	416	439	467	459	476
7.6	7.6	7.6	7.6	7.6	7.6
188,491	188,491	188,491	188,491	188,491	195,291
1,500	1,500	1,500	1,500	1,500	1,500
1,429	1,476	1,482	1,480	1,490	1,521
24.3	24.3	24.3	24.3	24.3	24.3
527,687	527,687	527,687	527,687	527,687	250,000
2,000	2,000	2,000	2,000	2,000	2,000
1,990	1,973	1,964	1,914	1,836	1,873
50.0	50.0	50.0	50.0	50.0	50.0

BATAVIA PUBLIC SCHOOL DISTRICT 101

Miscellaneous Statistics

June 30, 2019

Location	Batavia is located 35 miles due west of Chicago
Geographic Area	Batavia is situated along the banks of the Fox River
Date of Organization	1911
Estimated Population*	26,499
Number of Schools	8
Median Home Value**	\$297,500
Median Household Income*	\$92,094
Student Enrollment	5,608
Licensed Teaching Staff (FTE)	421.7
Faculty Holding Master's Degree or Higher	71.0%
Teacher/Pupil Ratio	1 to 13

*Source: US Census Bureau

**Source: Zillow.com

BATAVIA PUBLIC SCHOOL DISTRICT 101

Operating Costs and Tuition Charge

June 30, 2019 and 2018

	2019	2018
Operating costs per pupil		
Average daily attendance (ADA)	4,989	5,501
Operating costs		
Educational	\$ 63,474,577	\$ 67,827,709
Operations and maintenance	6,434,979	6,152,554
Debt service	9,347,283	9,301,400
Transportation	4,564,055	4,355,236
Municipal retirement/social security	1,742,020	1,611,606
Subtotal	85,562,914	89,248,505
Less revenues/expenditures of nonregular programs		
Transportation fees from other districts	42,088	9,251
Tuition	726,787	645,525
Summer school	17,610	12,770
Community service	178,924	103,309
Bond principal retired	7,309,614	7,039,177
Non-capitalized equipment	1,017,917	1,137,490
Capital outlay	918,740	1,174,789
Payments to the districts and governmental units	1,879,740	2,545,737
Subtotal	12,091,420	12,668,048
Operating costs	73,471,494	76,580,457
Operating costs per pupil - based on ADA	\$ 14,728	\$ 13,922
Tuition charge		
Operating costs	73,471,494	76,580,457
Less - revenues from specific programs, such as special education or lunch programs	12,794,166	11,370,948
Net operating costs	60,677,328	65,209,509
Depreciation allowance	3,744,152	4,610,801
Allowance tuition costs	64,421,480	69,820,310
Tuition charge per pupil - based on ADA	\$ 12,914	\$ 12,693

Source: Illinois State Board of Education (Annual Financial Report Form)