

**Geneva Community Unit School
District No. 304
Geneva, Illinois**

Comprehensive Annual Financial Report

For the fiscal year ended
June 30, 2018



**Geneva Community Unit School, District No. 304
Geneva, Illinois**

Comprehensive Annual Financial Report

For the fiscal year ended
June 30, 2018

OFFICIAL ISSUING REPORT:

Dr. Dean Romano

Assistant Superintendent for Business Services

Business Services Office

INTRODUCTORY SECTION

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**Community Unit
School District 304**

December 4, 2018

Citizens of Geneva Illinois
President and Members of the Board of Education
Geneva Community Unit School District 304
Geneva, Illinois 60134

The Comprehensive Annual Financial Report of Geneva Community Unit School District 304, Geneva, Illinois, for the fiscal year ended June 30, 2018, is hereby submitted. The report was prepared by the Business Services Office. The audit was completed on November 27, 2018 and the report was subsequently issued.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

BASIS OF ACCOUNTING AND REPORTING

The CAFR is presented in three sections: Introductory, Financial and Statistical. The Introductory section includes the transmittal letter, the District's organizational chart, and a list of principle officials. The Financial section includes a Management's Discussion and Analysis (MD&A), the basic financial statements and the combining and individual fund and account group financial statements and schedules, as well as the independent auditor's report on the financial statements and schedules. The MD&A is a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement and should be read in conjunction with the MD&A. The statistical section includes selected unaudited financial and demographic information, generally presented on a multi-year basis.

Geneva Community School District 304 is required to undergo an annual single audit in conformity with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principal, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including the schedule of Federal financial assistance, findings and recommendations, and independent auditor's report

on the internal control structure and compliance with applicable laws and regulations are included in a separate report.

GENERAL DISTRICT INFORMATION

Geneva is one of the premier communities of the western suburbs, well known for its historic downtown and Third Street shopping area. The first Geneva school started in 1836 in the Sterling Family's log cabin with only eleven students. The District continued to grow, and in 1858 Geneva was officially incorporated as a village. In 1873 an East Side and West Side School consolidated into District 2, with a population close to 1,000 residents. In 1952 the Community High School District consolidated with the surrounding Elementary School District to become Geneva Community Unit School District 304.

In 2018, the District student enrollment of 5,848 students was housed in nine separate buildings, with a certified staff of 475 full and part-time professionals. Harrison Street Elementary School built in 1928, Western Avenue Elementary School built in 1964, Mill Creek Elementary School built in 1995, Heartland Elementary School built in 2002, Fabyan Elementary School built in 2009, and Williamsburg Elementary School built in 2008 are the sites for kindergarten through fifth grades. Geneva Middle School North built in 2006 and Geneva Middle School South built in 1993 are the sites for sixth through eighth grade as well as Friendship Station Pre-School, at Geneva Middle School South. Geneva High School built in 1958 houses the ninth through twelfth grade students. The District has complete responsibility for the preparation and modification of its annual budget and is solely accountable for its fiscal matters, including surpluses and deficits, designation of management, and issuance of debt.

In 2017-18, Niche ranked Geneva Community Unit School District 304 as the 13th best school District in Illinois (out of 408). U.S. News & World Report ranked Geneva High School in the top 10% of public high schools in the nation for 'Best High Schools', receiving a silver medal award. Geneva School District was also one of only 16 Districts in Illinois awarded the ASBO International Meritorious Budget Award. In addition, the Illinois Association of School Boards recognized the District 304 Board of Education as one of only seventeen school boards in Illinois to earn and receive the Board Governance Award.

The enrollment for the 2017-18 school year based on the fall SIS (Student Information System) report was 5,848, a slight increase from the previous year's enrollment of 5,788 students. Enrollment has been trending between 5,800 and 6,000 students over the past five years and is expected to remain stable.

ECONOMIC CONDITION AND OUTLOOK

Geneva Community School District 304 is located approximately 40 miles west of downtown Chicago, Illinois, and covers an area 23.41 square miles. The District provides for the education of children in pre-kindergarten through grade twelve. The City of Geneva, county seat of Kane County, is centrally located within the District. The Geneva Community Unit School District 304 property tax base is comprised of 74% residential property, with the balance being a mixture of commercial, industrial, farm, and railroad. Many of its residents commute to Chicago and the surrounding suburbs for employment. The population served is estimated at 21,800 which include both the City of Geneva and a portion of Batavia and Blackberry Townships. In general, the community is considered affluent and is located in an area that is ranked as one of the top in the country in terms of economic growth and development.

The City of Geneva had previously indicated that the community's population would double by the year 2025 and the values of property would continue to move upward at a very strong pace. The District prepared for this growth by adding an additional elementary school in the fall of 2009 and anticipated a seventh Elementary school in the future. The District also built a second Middle school in 2006, splitting the Middle school enrollment to accommodate growth. During the economic recession, housing and commercial property values had fallen as much as 16.15%. With the recovery of the economy, property values are slowly beginning to increase. Assessed values had a positive increase for the fourth year since the 2008 economic downturn. The values for 2018 increased at 2.98%.

In 1991, the State of Illinois' legislature imposed a cap on property taxes which limits the tax levy extension to 105% or the Consumer Price Index (whichever is the lesser) of the previous tax extension, excluding growth due to new construction. The legislation allows voters to override the tax cap by referendum. The economic condition of the Geneva area continues to improve; property tax revenue is steady, with new property at approximately \$14 million. Geneva has traditionally been very supportive of maintaining an excellent school system.

MAJOR INITIATIVES

For the Year. Fiscal Year 2018 was a stable year financially. District administration continues to be efficient with budgeting for expenses and maintains a continuous review of budgets to capture reductions when possible. It is the goal of the District to provide a high quality education to our students while maintaining appropriate class sizes through a managed staffing plan.

The District continues to monitor enrollment for projected growth as well as course changes, in anticipation of a high school expansion at some point in the next ten years. In 2017-2018, renovations to the existing buildings were completed to keep the building improvement cycle moving forward. They included secondary pumps, flooring, hot water heater replacement, dual-temperature chilled/hot water HVAC piping replacement, tennis court and fire lane resurfacing.

Geneva School District is committed to an ongoing community engagement process. Effective communication is a major component of this process. In 2017-18, the District continued to expand its social media presence through Twitter, Instagram and Facebook to enhance two-way communication with parents and community members. The District held an Innovation Forum that was open to the public to showcase innovation and student achievement, as well as a community forum on student drug and alcohol use. Two parents/community members were added to the District's Communication Task Force to help ensure that those voices were represented in the decision-making process. The Task Force also launched the Community Engagement Series as an outreach program to produce meaningful discussion and information about the District. Additional communication improvements include: website updates to maintain compliance with the American Disabilities Act; adding a Translate button to the website to accommodate our families' needs; and streamlining webpage navigation for a better parent-user experience. The District has enhanced internal communications with new tools, how-to-guides, access and branding.

The Department of Learning and Teaching continues to focus on a shared vision for empowering our students as learners in the 21st century while also focusing on our implementation of rigorous academic standards. At the elementary level, we are in various stages of implementation with new curricular tools in the areas of math, writing, and science

and have begun having more explicit conversations regarding assessments and data collection. At the middle school level, we began working toward our transition to a trimester-based schedule and the development of new, innovative exploratory courses. In the spring of the 2017-2018 academic year, our third through eighth grade students took the Partnership for the Assessment of Readiness for College and Careers (PARCC) exam for the final time as the state prepares the implementation of the new Illinois Assessment for Readiness (IAR) during the 2018-2019 school year. At the high school level, Professional Learning Community (PLC) teams continued their work in these areas by collaborating regarding common outcomes in the all content areas. Geneva high school students took the SAT exam for the second time which provided us with our first year-over-year data from this assessment district-wide.

It is important to note that the Department of Learning and Teaching has continued to make Professional Development a key focus for the educators in our school district. The Collaborative Teacher Project (CTP) initiative continues to grow, expand and support teachers as they work to change their teaching in an effort to support vision-focused learning. Additionally, a strong group of instructional coaches has increased the amount and variety of professional development opportunities available to faculty and staff at all levels.

District 304 staff finished the work of overhauling the teacher evaluation plan in order to comply with the Performance Evaluation Reform Act (PERA) of 2010. The District is in its sixth year implementing the new performance standards and our incorporation of student growth achievement data into teacher evaluation has gone exceptionally well in our first several years of implementation. Members of the Teacher Evaluation Committee, which is comprised of District teachers and administrators, have already seen that this increased analysis of local student assessment data and collaboration among teachers has contributed to improvement in both teaching and learning in District 304.

Geneva Community Unit School District 304 provides instruction aligned to the Illinois Social and Emotional Learning (SEL) Standards. The District is committed to developing skills in students so that they are:

- * Self-directed, life-long learners;
- * Effective communicators;
- * Complex, creative, and adaptive thinkers; and
- * Collaborative and productive citizens.

Geneva School District 304 institutes a variety of curricula and activities to support the Social and Emotional Learning standards. Some supports are provided to all students, while others are provided to students who have demonstrated a need for specific interventions due to social-emotional deficits. Additionally, the Geneva School District has combined efforts with the St. Charles School District, Batavia School District, Burlington Central School District, and Kaneland School District to collaborate with mental health providers in the surrounding area. On a monthly basis, staff from Geneva's Student Services Department has the opportunity to discuss positive steps that can be taken in response the mental health crisis at the state and national level. Additionally, Geneva has formed partnerships with community agencies to support students and families within the school setting. The District works closely with Tri-Cities Family Services, Suicide Prevention Services, Rosecrance, and Riverview Counseling on an ongoing basis.

Through collaboration with the Regional Office of Education, the District has implemented the Alternative Learning Opportunities Program (ALOP). Additionally, the District offers a continuum of services for students who qualify for special education services. Each program provides students in grades Pre-K through 12 who are at risk of academic failure with a broader range of academic, behavioral and social-emotional interventions needed to meet the Common Core State Standards and complete their education in a highly structured learning environment. Services are designed to address individual learning styles and social emotional needs to enable students to successfully complete their education.

In 2017-18, the Geneva CUSD 304 Technology Plan addressed several needs in the learning environment and infrastructure. The learning environment was supported in multiple ways. First, the plan sought to continue the growth of 1:1 student devices to support learning and teaching. During the school year, each student in grades 3 - 11 had access to a device in their classroom. Additionally, the plan included support to replace staff devices for nearly half of the District's certified staff, and to implement a new video distribution system to support live and on-demand video. The video system allowed several schools to begin live broadcasts of student news and other events to every classroom via any device. The infrastructure also received some much-needed updates during 2017-18. These updates included the addition of a new storage array to support the District's primary data center, a complete replacement of the phone system, and new projectors to replace aging devices. Each of these projects helped to improve the experience or expand access to technology for the District's learners, teachers, and staff.

During the 2017-2018 school year, the District has continued its focus and commitment to safety and security. As always, we started the school year conducting annual review meetings with first responders, sharing and discussing the District and building emergency operation plans, maps, and other important information. Trainings were conducted with each building's incident command structure team members including their emergency response team members. They participated in fire drills with first responder for feedback. In addition, each building held a faculty meeting to review roles at primary parent reunification site so that logistics of the facility and procedures for reunification could be reinforced. We continue to enhance drills by incorporating obstacles for staff to challenge, evaluate, and identify if gaps exist. Follow up meetings occur as part of continual safety improvement and preparation process. To further enhance the physical security of the buildings, the District installed additional security cameras, locks, and roof access panels to better secure areas and classrooms. The Geneva School District is committed to making our schools safe and secure for everyone. The seamless collaboration that we have with our first responders and our community partners is a key to our current and future success.

For the Future. As the District continues to strive to enhance the educational experience for our students and prepare them for the 21st century, an ongoing review of operational efficiencies must be maintained. Funding for education in the State of Illinois remains a challenge, causing the District to continue to be cautious about anticipated resources and the impact of financial decision making on the educational environment. The District continues to maintain the "Tradition of Excellence" and to provide an education for our students to enable them to become self-directed, life-long learners; effective communicators; complex, creative, and adaptive thinkers; and collaborative workers/citizens. These economic challenges have created a strong bond within our District to be creative and focused throughout the budgeting process. The high quality educational experience provided to our students will still drive decision making while striving to maintain a balanced budget through fiscally responsible oversight.

FINANCIAL INFORMATION

Geneva Community Unit School District 304 conforms to generally accepted accounting principles as promulgated by the GASB and the United States of America (GAAP) as applicable to governmental units. The District reports on a modified accrual basis of accounting. The District's budget and accounting records are generally maintained on the basis of both cash receipts and disbursements. The notes to financial statements expand upon these and all other accounting policies. All the District's funds are presented in this report and have been audited by the District's Certified Public Accountants, Klein Hall CPAs. Their opinion is unmodified.

In developing and evaluating the District's accounting system, much consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding (1) the safeguarding of assets against fraud/loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely derived and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe the District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. The results of the evaluation for the fiscal year ended June 30, 2018, provide no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budget Control

The District maintains sound budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of all funds are included in the annual appropriated budget, and budgetary control is maintained at the fund level.

Monthly, variances with the budget at this level, as well as more detailed program and line item levels, are provided to the Board with the Treasurer's Report.

Activities of the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds are included in the annual appropriated budget. The level of budgetary control is established at the individual fund level.

The District also maintains an encumbrance accounting system as one process for accomplishing budgetary control. Encumbered amounts lapse at year-end, on June 30.

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

The Board of Education policy for investing allows the District to invest funds in a prudent, conservative, and secure manner. Cash temporarily idle during the year is invested in demand deposits, certificates of deposit, and/or an account with the Illinois School District Liquid Asset Fund Plus (ISDLAF+), timing investment maturities to actual cash need. Portions of the District's investments in ISDLAF+ are in the very highest grade of commercial paper and interest-bearing money market accounts.

OTHER INFORMATION

Long-Term Debt Restructuring

The District in 2017, through the Board of Education, refunded (refinanced) \$42,905,000 in bonds, which created saving with lower interest rates but also leveled Debt Service payments. Without the funding, the Debt Service payments would have increased from \$15 million per year to \$25 million per year. Since 2011, \$31 million has been abated to taxpayers keeping the Debt Service property rate flat. The final phase of the District's long term Debt Restructuring Plan occurred in the fall of 2017. As part of the refunding process, the District received an AA+ Rating from Standard and Poor.

Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit of the book of accounts, financial records, and transactions of all funds of the District. The audit was performed by the independent certified public accountants that are selected by the District's Board of Education. This requirement has been complied with, and the auditors' opinion has been included in this report.

Acknowledgements

In 2017, The District received its 29th Certificate of Excellence in Financial Reporting Award. The District is submitting the 2018 CAFR for review for the Certificate of Excellence Award for 2018.

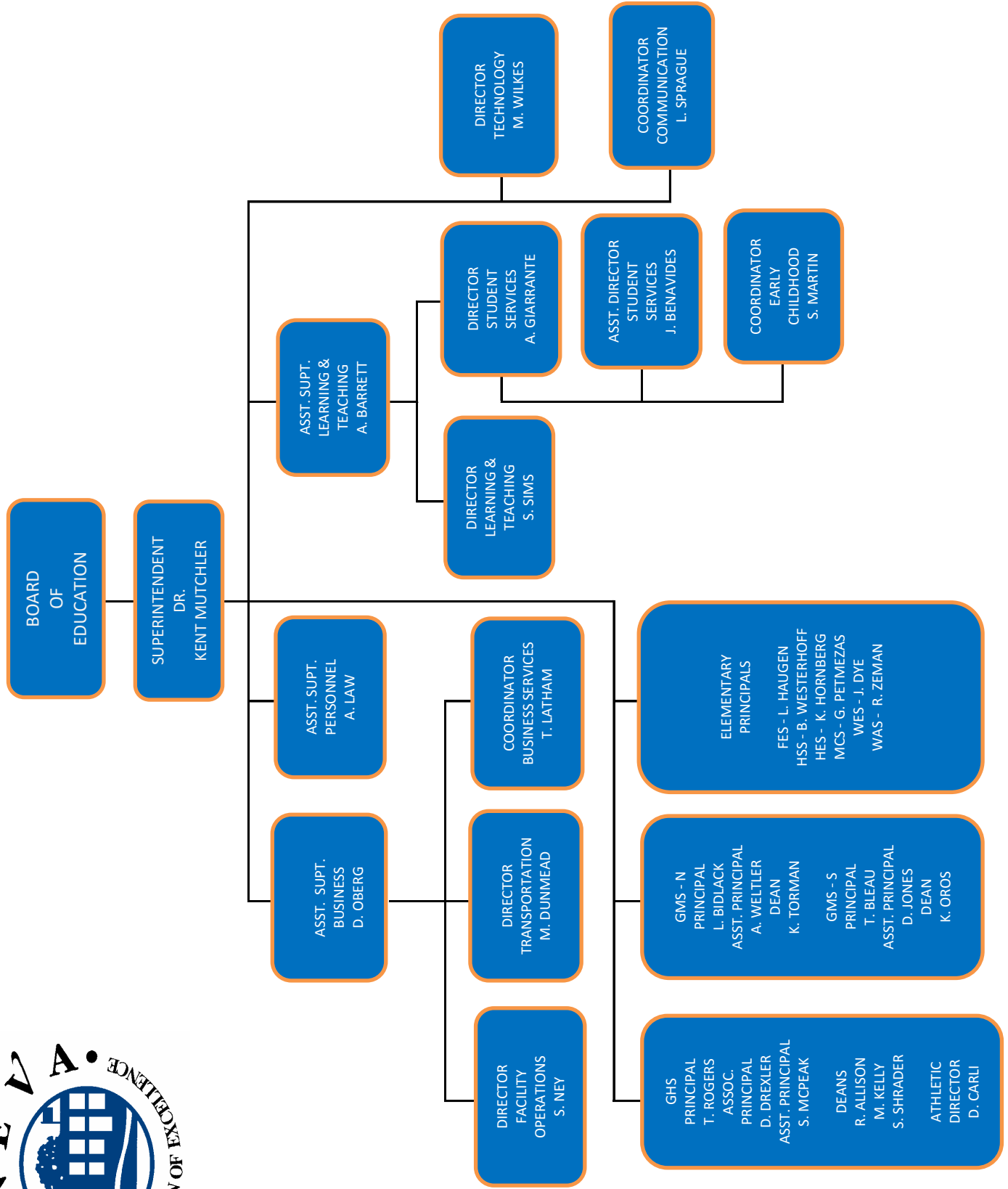
We wish to thank the members of the Board of Education for their interest and support in planning and conducting the financial operations of Geneva Community Unit School District 304 in both a highly responsible and effective manner.

Respectfully submitted,

Dr. Kent Mutchler
Superintendent of Schools

Dr. Dean Romano
Assistant Superintendent for Business Services

GENEVA COMMUNITY UNIT SCHOOL DISTRICT 304
Administrative Organizational Chart



**GENEVA COMMUNITY UNIT SCHOOL DISTRICT 304
227 North Fourth Street
Geneva, IL 60134**

COMPREHENSIVE ANNUAL FINACIAL REPORT

For the Fiscal Year Ended June 30, 2018

Board of Education

		<u>Term Expires</u>
Mark Grosso	President	2021
Kelly Nowak	Vice President	2019
Taylor Egan	Member	2021
Leslie Juby	Member	2021
David Lamb	Member	2021
Michael McCormick	Member	2019
Mary Stith	Member	2019

District Administration

Dr. Kent Mutchler
Superintendent of Schools

Donna V. Oberg
Asst. Superintendent for Business Services

Dr. Andrew Barrett
Asst. Superintendent for Learning and Teaching

Dr. Adam Law
Asst. Superintendent for Human Resources

Official Issuing Report

Dr. Dean Romano
Asst. Superintendent for Business Services



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Geneva Community Unit School District 304

for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2017.

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



A handwritten signature in black ink, reading 'Charles E. Peterson, Jr.' The signature is written in a cursive style and is positioned above a horizontal line.

Charles E. Peterson, Jr., SFO, RSBA, MBA
President

A handwritten signature in black ink, reading 'John D. Musso'. The signature is written in a cursive style and is positioned above a horizontal line.

John D. Musso, CAE
Executive Director

FINANCIAL SECTION



Independent Auditor's Report

Board of Education
Geneva Community Unit School District No. 304
Geneva, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Geneva Community Unit School District No. 304 (the District) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 the Geneva Community Unit School District No. 304 as of June 30, 2018, 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.

Emphasis of Matter

The District adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, during the year ended June 30, 2018. Statement No. 75 expands disclosures related to postemployment benefits other than pensions and requires the District to report the net other postemployment benefit liability in the statement of net position. The adoption of this statement had no effect on any of the District's fund balances but reduced the District's governmental activities net position by \$42,987,068 as of July 1, 2017 as disclosed in Note 13. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical sections as listed in the table of contents, 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 were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2018, on our consideration of Geneva Community Unit School District No. 304'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 the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Klein Hall CPAs". The signature is written in a cursive, flowing style.

Klein Hall CPAs
Aurora, Illinois
November 27, 2018

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
For the Year Ended 2018

The discussion and analysis of Geneva Community Unit School District 304's (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2018. Management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior year is required to be presented in the Management's Discussion and Analysis (the "MD&A"), however not in the initial year of implementation.

Financial Highlights

- As of June 30, 2018, the District fund balance totaled \$52,335,764. Of this amount, \$41,088,093 may be used to meet the District's general ongoing future obligations in the operating funds.
- As of June 30, 2018, the District's total fund balance decreased by \$2,214,408 from the previous fiscal year.
- As of June 30, 2018, the District's operating funds showed a fund balance of \$47,355,992 or 49.2% of the operating fund expenditures.

Overview of the Financial Statements

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

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the 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 plus deferred outflows and liabilities plus deferred inflows, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported as the underlying event giving rise to the change occurring, regardless of the timing of related cash flows. Thus, revenues and

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
For the Year Ended 2018

expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

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

Fund financial statements

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

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

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

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the District's major funds. The District considers the General Fund (Educational, Operations and Maintenance, Working Cash and Tort Immunity Accounts) and Debt Service Funds to be the Major Funds. Detail of the District's non-major funds (Transportation and Municipal Retirement/Social Security) can be found in the "Combining and Individual Fund Financial Statements and Schedules" portion of the report.

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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
 For the Year Ended 2018

Fiduciary Funds

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

Notes to the 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.

District-Wide Financial Analysis

Table 1				
Condensed Statement of Net Position				
(in millions of dollars)				
	2018	2017	% Increase (Decrease)	
Current and other assets	\$ 98.7	\$ 101.3	-2.6%	
Capital assets	116.7	120.5	-3.2%	
Total assets	215.4	221.8	-2.9%	
Deferred amount on refunding	9.0	6.2	45.2%	
Deferred outflows related to pensions/OPEB	5.2	4.0	30.0%	
Total deferred outflows	14.2	10.2	39.2%	
Long-term debt outstanding	205.9	152.1	35.4%	
Other liabilities	6.7	7.1	-5.6%	
Total liabilities	212.6	159.2	33.5%	
Property taxes levied for subsequent year	38.7	38.6	0.3%	
Deferred inflows related to pensions/OPEB	9.2	1.4	557.1%	
Total deferred inflows	47.9	40.0	19.8%	
Net position:				
Net investment in capital assets	(29.1)	(14.0)	107.9%	
Restricted	11.0	17.5	-37.1%	
Unrestricted	(12.8)	29.3	-143.7%	
Total net position	(30.9)	32.8	-194.2%	

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
For the Year Ended 2018

The District's improved financial position reflects the District's commitment to controlling costs in all areas, while maintaining and improving education, within the constraints of the property tax caps.

Table 2				
Changes in Net Position				
(in millions of dollars)				
	2018	Percentage of Total	2017	Percentage of Total
Revenues:				
Program revenues:				
Charges for services	\$ 3.8	3.3%	\$ 3.6	3.3%
Operating grants & contributions	21.8	18.7%	20.2	18.2%
General revenues:				
Property taxes	85.0	73.0%	83.3	75.2%
Evidence based funding	4.2	3.6%	2.4	2.2%
Other	1.6	1.4%	1.2	1.1%
Total revenues	116.4	100.0%	110.7	100.0%
Expenses:				
Instruction	67.1	60.7%	60.1	53.2%
Pupil & instructional services	7.9	7.1%	7.7	6.8%
Administration & business	9.1	8.2%	9.4	8.3%
Transportation	5.0	4.5%	7.3	6.5%
Operations and maintenance	11.0	9.9%	12.6	11.2%
Other	10.6	9.6%	15.9	14.1%
Total expenses	110.7	100.0%	\$ 113.0	100.0%
Increase (Decrease) in net position	5.7		(2.3)	
Net position - beginning of year	32.8		35.1	
Restatement	(69.4)		-	
Net position - beginning of year, as restated	(36.6)		35.1	
Net position - end of year	\$ (30.9)		\$ 32.8	

The total cost of all programs and services was \$110.7 million. The District's expenses primarily related to instruction, instructional support, and transporting students (72.3%) (See Table 2). The District also incurred expenses for maintaining its capital assets in operations and maintenance (9.9%) and for administration (8.2%) and other expenses (9.6%), which include debt service.

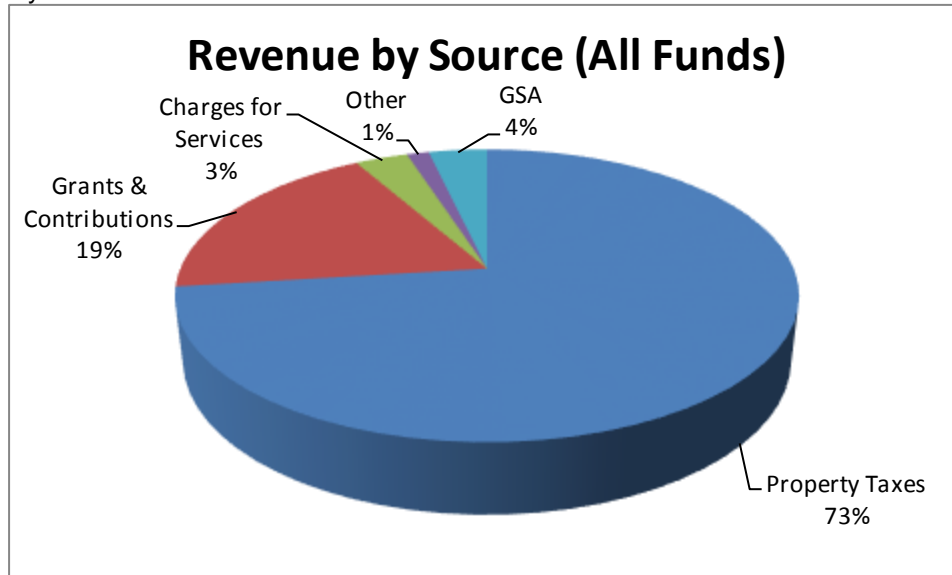
Total revenues exceeded expenses, increasing net position by \$5.7 million over last year, before a restatement of net position of (\$69.4) million due to the implementation of Governmental Accounting Standards Statement No. 75.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
For the Year Ended 2018

Financial Analysis of the District's Funds

The District's governmental funds have a combined fund balance of \$52,335,764, a decrease of 4.1% over the prior year.



Revenues for the District's General Fund's Educational Account, excluding state "on-behalf" revenues, can be broken down by source, and can be shown in relation to the prior year's receipts:

Educational Account Revenues

	2017-2018 Actual Revenues	2016-2017 Actual Revenues	Revenue Increase (Decrease)
Local sources	\$ 59,983,131	\$ 57,484,189	4.3%
State sources	4,457,909	3,867,282	15.3%
Federal sources	1,669,009	1,642,519	1.6%
Total	\$ 66,110,049	\$ 62,993,990	4.9%

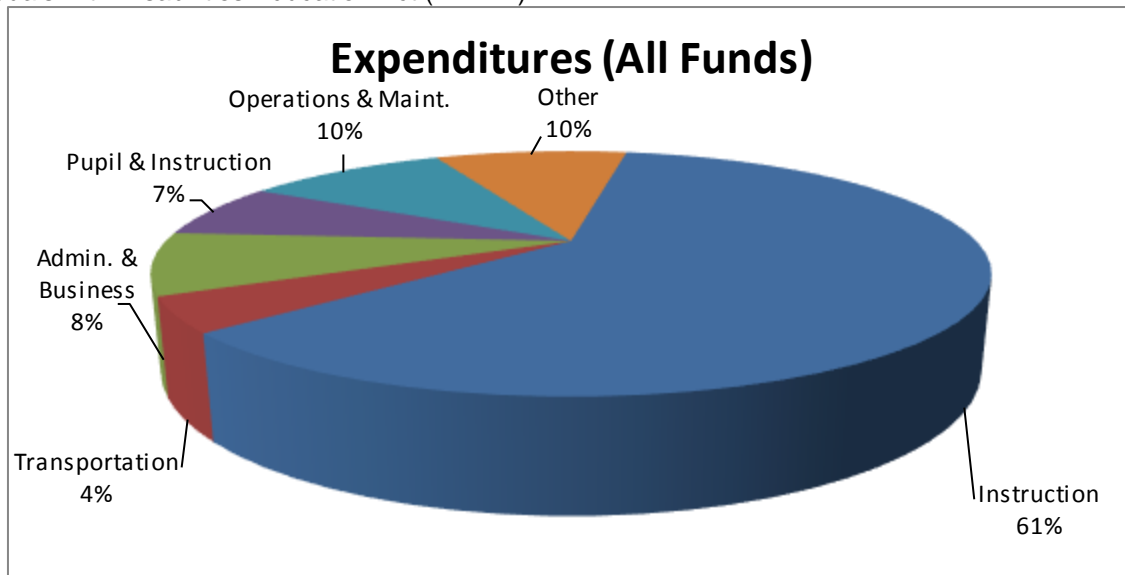
GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
For the Year Ended 2018

Local revenues include ad valorem property tax revenues, investment income, student fee collections, tuition payments, and corporate personal property replacement taxes (CPPRT).

State revenues include unrestricted grants such as Evidence Based Funding, and restricted categorical grants for special education, school lunch aid, driver education, vocational education, and library resources. The State did not disburse all payments vouchered by the State for fourth quarter private facility and transportation. Payments was deferred to fiscal year 2019.

Federal Revenues are derived from grant programs which include the Special Milk Program, Title Programs through No Child Left Behind, Medicaid funds, Vocational funds, and Special Education funds through Individuals with Disabilities Education Act (I.D.E.A).



Expenditures for the General Fund's Educational Account, excluding state "on behalf" expenditures, can be delineated by function:

Educational Account Expenditures

	2017-18 Actual Expenditures	2016-17 Actual Expenditures	Expenditure Increase (Decrease)
Instruction	\$ 39,554,597	\$ 38,160,913	3.7%
Support Services	17,145,800	17,270,519	-0.7%
Community Services	21,920	26,660	-17.8%
Non Programmed	3,447,188	3,140,992	9.7%
Total	\$ 60,169,505	\$ 58,599,084	2.7%

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
For the Year Ended 2018

Instructional Service increases from FY 2017 were due to staffing, salary and employee insurance benefit increases per negotiated agreements, and the establishment of an early learning program. The District maintains funding to meet the needs in Special Education, Summer School, and Accelerated and Enrichment programs. Support Service continues to meet the needs for services in social emotional learning as addressed through professional development. Community Services decreased over the prior year because grant funding was decreased in this area from FY 2017. The increase in the non-programmed area is a result of an increase in costs and support for special needs students enrollment at our Mid Valley Special Education Co-operative and private placement students. The overall increase addresses the need for programs that support special and social-emotional needs of our students.

As of June 30, 2018, the General Fund's Operation & Maintenance Account had a fund balance of \$3,405,235. Revenues in the General Fund's Operations and Maintenance Account were over budget by \$353,673. The district is near the maximum property tax rate for Operations & Maintenance causing only a slight increase in tax revenue.

The General Fund's Operation & Maintenance Account expenditures as compared to the previous fiscal year are as follows:

Operations & Maintenance Fund Expenditures

	2017-2018 Actual Expenditures	2016-2017 Actual Expenditures	Expenditure Increase (Decrease)
Salaries	\$ 4,353,316	\$ 4,234,705	2.8%
Benefits	900,442	888,003	1.4%
Purchased Services	1,970,924	1,632,389	20.7%
Supplies	2,651,141	2,940,129	-9.8%
Capital Outlay	558,758	1,777,570	-68.6%
Other	610	595	2.5%
Non-Capitalized Equipment	370,224	240,879	53.7%
Total	<u>\$ 10,805,415</u>	<u>\$ 11,714,270</u>	<u>-7.8%</u>

The General Fund's Operation and Maintenance Account expenditures decreased for FY 2018. The staff began a three-year working agreement that ends in 2019. Salaries increased 2.8% and insurance benefit rates increased by approximately 1.4%. Purchased services increased 20.7% due to HVAC repairs within the District. Supplies decreased 9.8% due to a reduction of nature gas needs. Capital Outlay decreased 68.8% due to less building improvements. Operations and Maintenance Non-Capital equipment increased 53.7% with the planned of technology infrastructure. The main source of revenue for the Operations and Maintenance Account is property taxes. The District has been at its maximum allowable tax rate for several years. This is causing a decrease in revenue resulting in projects are being delayed five to ten years. This is also the reason for the declining fund balance as these funds are being utilized to fund facility repairs and replacements.

As of June 30, 2018, the Debt Service Fund had a fund balance of \$4,979,772. The Debt Service Fund balance decreased by \$6,527,794 for the year end June 30, 2018. The Fund Balance in the Debt Service Fund has decreased due to the defeasement of existing debt and issuance of a new bond. The District repaid principal of \$14,471,776 and paid interest and fees of \$6,850,771 in FY18. During the year end June 30, 2018, there was a partial abatement of property taxes for payment of principal and interest on the Series 2001A Bonds totaling \$1,200,165.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
For the Year Ended 2018

As of June 30, 2018, the Transportation Fund had a fund balance of \$4,747,010. The Transportation Fund balance increased by \$341,208 for the year ended June 30, 2018. This is the result of the decreased state aid, due to the delayed fourth quarter payment that has been deferred into fiscal year 2018. The District is on a bus buy-back program. Buses are purchased in one year and sold back in the third year. This year the District split the purchase/sale between FY 2017 and FY 2018 to level out the cash flow.

As of June 30, 2018, the Working Cash Fund had a fund balance of \$14,480,090. The District maintains a Working Cash Fund for cash-flow purposes. The Working Cash Fund earned interest income of \$125,019.

General Fund Budgetary Highlights

The District budgeted for excess expenditures of \$1,054,924 over revenues in the General Fund.

- General Fund revenues were over budget by \$2,437,343.
The allocation for property taxes covers two fiscal years. The amount received in FY 2018 was slightly less than budgeted for this fiscal year. Final allocations of property taxes are not received until March of the budget year. The State of Illinois did not fund the District's fourth transportation categorical payment. The fourth quarter allocation was deferred to FY 2019, as it was not received in the availability period for FY 2018. Economic conditions are beginning to improve and local funds for student fees were on track with expectations. The district received revenues in excess of budget for interest income due to a favorable market, in increase in the state funding level as it transitioned from General State Aid to a hold harmless level in a new Evidence Based Funding model, and increased revenue for Special Education Private Placement and Room and Board payments.
- General Fund expenditures were under budget by \$5,315,315.
Areas that contributed to being under budget included: building budget allocations, regular programs, special needs programs, business services, support services and general administration. Additionally, Operations and Maintenance of plant services was under budget. The District realized cost saving with transportation vehicle purchases. An area that did not meet budget expectations were employee benefits and retirement.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
 For the Year Ended 2018

Capital Asset and Debt Administration*Capital assets*

Table 3 presents net capital assets as of June 30, 2018 and 2017.

Table 3		
Capital Assets (net of depreciation)		
<i>(in millions of dollars)</i>		
	2018	2017
Land	7.0	7.0
Buildings	100.9	104.7
Equipment & Other	8.8	8.8
Total	\$ 116.7	\$ 120.5

The District did not have any major construction projects in FY 2018.

Long-term debt

The District has issued general obligation bonds in fiscal years 1999, 2001, 2005, 2007, 2008, 2010, 2011, 2012, 2016, and 2017 to fund capital improvements to the District's facilities, to build new facilities, and to establish a working cash fund for cash flow purposes. The total outstanding principal is noted in Table 4. In addition to the principal payments, interest payable is also due on the outstanding bonds. The District is governed by The School Code of Illinois for the amount of debt it may have on its books at any one time. A unit district is limited to 13.8% of the most recently published, by the Kane County Clerk, taxable property. The maximum time a District may structure the repayment of any new debt issued is 20 years.

Table 4			
Outstanding Long-Term Debt			
<i>(in millions of dollars)</i>			
	2018	2017	Increase (Decrease)
General obligation bonds & notes	\$ 145.9	\$ 140.8	3.6%
Employee benefits payable	64.8	11.3	473.5%
Total	\$ 210.7	\$ 152.1	38.5%

For additional information on capital assets and debt administration, please refer to the accompanying notes to Basic Financial Statements.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Management's Discussion and Analysis
For the Year Ended 2018

Factors Bearing on the District's Future

The District continues its efforts to review and reduce expenses to protect the District's fund balance reserve. This has enabled the District to continue to maintain its "tradition of excellence" that prepares our students to become self-directed, collaborative, creative and adaptive citizens. Through the abatement process, the district has provided relief to community members by lowering the debt services portion of their property taxes to a maintained level of approximately \$14.7 million annually. This improvement was aided by abatements that have occurred each year from 2011 through 2018. In addition to stabilizing future debt payment schedules, these abatements represent approximately \$31.4 million in a direct savings to property owners within the District. State funding, as established through the Evidence Base Funding formula, is anticipated to remain at a similar level year over year with limited opportunity for growth. Technology Plan outlays are anticipated to drop slightly in the new school year but then continue to grow in overall expenditures to support expanding technology needs for students, staff and infrastructure in future years. Facility Capital Plans forecast a notable need for additional funding to address aging facility-based infrastructure and needed repairs as equipment and facility components reach the end of their lifecycles. Human resource costs are also expected to increase at an increased pace over the life of the 5-year collective bargaining agreement with the Geneva Education Association which represents the District's teaching staff. The District is prepared to continue to manage overall cashflow issues due to inconsistent and delayed payments from the State. Any property tax freeze or pension shift would force the district to restructure district revenue and expenditure expectations and lead to impacts on both operational and educational programming. The district is committed to meeting the needs of its students and will continue to provide the educational experience required for their success. The district will continue to monitor its expenses with a continuous improvement mindset searching for enhancements in experiences for our students while seeking operational efficiencies.

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 Assistant Superintendent for Business Services, 227 North Fourth Street, Geneva, Illinois 60134.

BASIC FINANCIAL STATEMENTS

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Statement of Net Position

June 30, 2018

	Governmental Activities
Assets	
Cash and investments	\$ 56,083,345
Receivables	
Property taxes	41,671,232
Due from other governments	961,169
Capital assets	
Land	7,023,417
Other capital assets, net of depreciation	<u>109,686,724</u>
Total assets	<u>215,425,887</u>
Deferred outflows	
Deferred amount on refunding	9,042,534
Deferred outflows related to pensions	4,474,537
Deferred outflows related to OPEB	<u>748,489</u>
Total deferred outflows	<u>14,265,560</u>
Liabilities	
Accounts payable	607,888
Accrued salaries and related expenses	6,105,608
Due to employees and activity funds	6,750
Noncurrent liabilities:	
Due within one year	8,940,198
Due in more than one year	<u>196,979,898</u>
Total liabilities	<u>212,640,342</u>
Deferred inflows	
Property taxes levies for subsequent year	38,681,369
Deferred inflows related to pensions	4,341,520
Deferred inflows related to OPEB	<u>4,917,780</u>
Total deferred inflows	<u>47,940,669</u>
Net Position	
Net investment in capital assets	(29,110,997)
Restricted for	
Tort immunity	29,344
Debt service	4,979,772
Student transportation	4,747,010
Employee retirement	1,279,475
Unrestricted	<u>(12,814,168)</u>
Total net position	<u>\$ (30,889,564)</u>

See accompanying notes to basic financial statements

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Statement of Activities

Year Ended June 30, 2018

Functions	Expenses	Program Revenues			Net (Expense)
		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	\$ 55,341,709	\$ 1,516,345	\$ 17,549,016	\$ -	\$(36,276,348)
Special programs	8,297,044	-	1,783,354	-	(6,513,690)
Tuition	3,447,188	-	-	-	(3,447,188)
Support services					
Pupils	4,613,670	-	-	-	(4,613,670)
Instructional staff	3,275,224	-	-	-	(3,275,224)
General administration	2,003,212	-	-	-	(2,003,212)
School administration	4,575,556	-	-	-	(4,575,556)
Business	2,559,070	1,534,096	30,057	-	(994,917)
Operation and maintenance of facilities	11,016,637	754,337	-	-	(10,262,300)
Transportation	5,036,982	32,819	2,405,947	-	(2,598,216)
Central	1,536,424	-	-	-	(1,536,424)
Other	44,181	-	-	-	(44,181)
Community services	22,094	-	-	-	(22,094)
Interest on long-term liabilities	8,964,029	-	-	-	(8,964,029)
Total school district	\$110,733,020	\$ 3,837,597	\$ 21,768,374	\$ -	(85,127,049)
General revenues					
Property taxes levied for					
General purposes					65,866,351
Transportation					1,825,038
Retirement					2,220,050
Debt service					15,080,056
State aid not restricted to specific purposes					4,244,048
Earnings on investments					500,520
Miscellaneous					1,166,140
Total general revenues					<u>90,902,203</u>
Change in net position					<u>5,775,154</u>
Net position - beginning, as originally reported					32,765,358
Prior period adjustment					<u>(69,430,076)</u>
Net position - beginning, as restated					<u>(36,664,718)</u>
Net position - ending					<u><u>\$(30,889,564)</u></u>

See accompanying notes to basic financial statements

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Balance Sheet
 Governmental Funds
 June 30, 2018

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>				
Assets				
Cash and investments	\$ 45,453,977	\$ 4,456,868	\$ 6,172,500	\$ 56,083,345
Receivables				
Property taxes	32,410,179	7,287,977	1,973,076	41,671,232
Due from other governments	362,708	-	598,461	961,169
TOTAL ASSETS	\$ 78,226,864	\$ 11,744,845	\$ 8,744,037	\$ 98,715,746
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 538,607	\$ -	\$ 69,281	\$ 607,888
Accrued salaries and related expenditures	6,099,379	-	6,229	6,105,608
Due to employees and activity funds	6,750	-	-	6,750
Total Liabilities	6,644,736	-	75,510	6,720,246
Deferred inflows				
Property taxes levied for subsequent year	30,084,785	6,765,073	1,831,511	38,681,369
Other deferred inflows of resources	379,906	-	598,461	978,367
Total Deferred Inflows	30,464,691	6,765,073	2,429,972	39,659,736
Fund Balances				
Restricted				
Tort immunity	29,344	-	-	29,344
Debt service	-	4,979,772	-	4,979,772
Transportation	-	-	4,747,010	4,747,010
Employee retirement	-	-	1,279,475	1,279,475
Fire prevention and safety	-	-	212,070	212,070
Unassigned	41,088,093	-	-	41,088,093
Total Fund Balances	41,117,437	4,979,772	6,238,555	52,335,764
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 78,226,864	\$ 11,744,845	\$ 8,744,037	\$ 98,715,746

See accompanying notes to basic financial statements

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2018

Total fund balances - governmental funds \$ 52,335,764

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 \$203,645,030 and the accumulated depreciation is \$86,934,889. 116,710,141

Some of the School 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 are therefore not accrued in the governmental funds. 978,367

Deferred inflows and outflows of resources are not reported in governmental funds

Deferred outflows related to pensions	\$ 4,474,537	
Deferred inflows related to pensions	(4,341,520)	
Deferred outflows related to OPEB	748,489	
Deferred inflows related to OPEB	(4,917,780)	
Deferred amount on refunding	<u>9,042,534</u>	5,006,260

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

Bonds payable	\$ (135,493,048)	
Bond premium	(18,981,048)	
Loan payable	(389,576)	
Net pension liability	(9,344,931)	
Net OPEB liability	<u>(41,711,493)</u>	(205,920,096)

Net position of governmental activities \$ (30,889,564)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2018

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUES				
Local sources	\$ 71,045,726	\$ 15,138,967	\$ 4,311,059	\$ 90,495,752
State sources	22,048,613	-	2,364,751	24,413,364
Federal sources	1,669,009	-	-	1,669,009
Total Revenues	94,763,348	15,138,967	6,675,810	116,578,125
EXPENDITURES				
Current operating				
Instruction	56,645,301	-	827,270	57,472,571
Supporting services	24,786,322	-	7,386,531	32,172,853
Community services	21,920	-	174	22,094
Non-programmed charges	3,447,188	-	-	3,447,188
Capital outlay	3,164,893	-	-	3,164,893
Debt service:				
Principal	-	14,471,776	-	14,471,776
Interest and other	-	6,850,771	-	6,850,771
Total Expenditures	88,065,624	21,322,547	8,213,975	117,602,146
Excess (deficiency) of revenues over expenditures	6,697,724	(6,183,580)	(1,538,165)	(1,024,021)
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	1,694,544	1,694,544
Bond issuances	-	42,905,000	-	42,905,000
Premium on bond proceeds	-	5,843,328	-	5,843,328
Deposit with escrow agent	-	(51,633,259)	-	(51,633,259)
Transfer in	-	2,540,717	-	2,540,717
Transfer out	(2,540,717)	-	-	(2,540,717)
Total other financing sources (uses)	(2,540,717)	(344,214)	1,694,544	(1,190,387)
Net change in fund balances	4,157,007	(6,527,794)	156,379	(2,214,408)
Fund balances at beginning of year	36,960,430	11,507,566	6,082,176	54,550,172
FUND BALANCES AT END OF YEAR	\$ 41,117,437	\$ 4,979,772	\$ 6,238,555	\$ 52,335,764

See accompanying notes to basic financial statements

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Reconciliation of the Statement of Revenues, Expenditures and
 Changes in Fund Balances of Governmental Funds to the Statement of Activities
 Year Ended June 30, 2018

Net change in fund balances - total governmental funds **\$ (2,214,408)**

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 \$1,000 are capitalized and the cost is allocated over their estimated lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	\$ 3,164,893	
Depreciation expense	(5,272,000)	
Loss on disposal of equipment	<u>(1,750,522)</u>	(3,857,629)

Because some of the governmental revenues will not be collected for several months after the School District's fiscal year ends, they are not considered "available" revenues and are not accrued in the governmental funds. (69,951)

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 deferred inflows/outflows related to pensions	\$ (2,396,665)	
Change in deferred inflows/outflows related to OPEB	(4,169,291)	
Change in net pension liability	1,599,939	
Change in net OPEB liability	<u>1,639,710</u>	(3,326,307)

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 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 principal	\$ 14,471,776	
Principal of bonds issued	(42,905,000)	
Premium of bonds issued	(5,843,328)	
Deposit to escrow	51,633,259	
Amortization of deferred loss on refunding	(15,843,718)	
Bond premium amortization	<u>13,730,460</u>	<u>15,243,449</u>

Change in net position of governmental activities **\$ 5,775,154**

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Statement of Fiduciary Assets and Liabilities

Agency Fund - Student Activity Funds

June 30, 2018

Assets

Cash	\$ 1,092,419
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Liabilities

Due to organizations	\$ 1,092,419
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See accompanying notes to basic financial statements

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements

June 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Geneva Community Unit School District 304 (the District) is governed by an elected Board of Education. 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 has a financial benefit/burden relationship, 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:

Governmental funds include the following fund types:

General Fund - The General Fund, which consists of the legally mandated Educational Account, Operations and Maintenance Account, Tort Immunity 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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

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.

Tort Immunity Account – This fund accounts for revenues and expenditures related to tort immunity. Revenue is primarily derived from 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.

- c. **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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Debt Service Fund - The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. Since there are no legal requirements on bond indentures, which mandate that a separate fund be established for each bond issue, the District maintains one Debt Service Fund for all bond issues.

d. Fiduciary Fund Type

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 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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.
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.

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. 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. 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. All other revenue items are considered to be measurable and available only when the District receives the cash.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Deposits and Investments

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 Education.

The District maintains a cash and investment pool that is available for use by all funds. In addition, investments may be separately held by some of the District's funds. Each fund type's portion of the deposits, unrestricted investments, and cash on hand is displayed on the combined balance sheet as "Cash and Investments", as applicable.

e. 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 County Clerk computes the annual tax rate by dividing the levy into the assessed valuation of the taxing district. The County Clerk then computes the rate for each parcel of real property by aggregating the tax rates of all units having jurisdiction over that parcel. Property taxes are collected by the Kane County Collector 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 property tax levy receivable collected within the current year or expected to be collected within 60 days of year end to be used to pay liabilities of the current period less the taxes collected within 60 days after the end of the previous fiscal year is recognized as revenue. The tax receivable less the amount expected to be collected within 60 days of year end to be used to pay liabilities of the current period is reflected as unearned revenue. All property taxes receivable over one year old have been written off.

f. 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.

g. 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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets

Capital assets, which include land, buildings, 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 \$3,000 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 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	40-50 years
Land Improvement	20 years
Furniture, equipment and vehicles	3-10 years

i. 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 assets 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 assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

j. 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.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Vacation and Sick Leave

Employee vacation and sick leave, including salary related payments, is recorded when it is paid. Accumulated unpaid employee vacation and sick leave which was earned prior to the current fiscal year but unused at the end of the current fiscal year is not significant. Vacation and sick leave is granted on a yearly basis based on employee position and years of service. Vacation and sick leave will be paid with future tax collections and therefore has not been reported as a current liability of the governmental funds.

l. 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.

m. 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 Education.

At June 30, 2018 the carrying amount of the District's deposits (excluding student activity funds of \$1,092,419), which include both cash and certificates of deposits totaled \$47,836,063 and the bank balances totaled \$50,752,941. 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 has a policy to collateralize all deposits that are not otherwise insured. As of June 30, 2018, all of the District's deposits were entirely insured or collateralized.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

2. CASH AND INVESTMENTS (Continued)**b. Investments**

At June 30, 2018, the District held the following investments:

Investment Type	Fair Value	Maturities		% of Portfolio	Agency Rating
		(in years)	(in years)		
		Less than 1	1 to 5		
Municipal Bond Securities	\$ 1,763,662	\$ 634,181	\$ 1,129,481	21.4%	AAA
Illinois School District					
Liquid Asset Fund	6,483,620	6,483,620	-	78.6%	AAAm
Total Investments	\$ 8,247,282	\$ 7,117,801	\$ 1,129,481	100.0%	

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 has the following recurring fair value measurements as of June 30, 2018.

- Municipal bonds of \$1,763,662 are valued by a pricing service based on recent market transactions (Level 2 inputs)

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is an investment pool created and regulated by the Illinois General Assembly. The fair value of the District's investment in ISDLAF+ has been determined using the net asset value (NAV) per share (or its equivalent) of the investments. The NAV of the Liquid Class and MAX Class are determined as of the close of business on each Illinois banking day. The 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 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. There were no known restrictions on redemption of the District's investments as of June 30, 2018.

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

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

Concentration of Credit Risk. The District places no limit on the amount the District may invest in any one issuer. More than 5 percent of the District's investments are concentrated in specific individual investments. The above table indicates the percentage of each investment to the total investments of the District.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

3. CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance June 30, 2017	Additions	Deletions	Balance June 30, 2018
Capital Assets, not being depreciated:				
Land	\$ 7,023,417	\$ -	\$ -	\$ 7,023,417
Total capital assets not being depreciated	7,023,417	-	-	7,023,417
Capital assets, being depreciated:				
Building	173,151,518	435,507		173,587,025
Improvements other than buildings	6,048,650	118,199		6,166,849
Equipment	17,129,697	2,611,187	2,873,145	16,867,739
Total capital assets being depreciated	196,329,865	3,164,893	2,873,145	196,621,613
Accumulation depreciation for:				
Buildings	68,469,258	4,236,870		72,706,128
Improvements other than buildings	3,487,885	277,552		3,765,437
Equipment	10,828,369	757,578	1,122,623	10,463,324
Total accumulated depreciation	82,785,512	5,272,000	1,122,623	86,934,889
Total capital assets being depreciated, net	113,544,353	(2,107,107)	1,750,522	109,686,724
Total capital assets, net	\$ 120,567,770	\$ (2,107,107)	\$ 1,750,522	\$ 116,710,141

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

Regular programs	\$ 2,372,400
Special programs	474,480
Pupils	316,320
Instructional Staff	263,600
General administration	210,880
School Administration	316,320
Business	210,880
Operations and maintenance of facilities	52,720
Transportation	1,001,680
Central	52,720
	<u>\$ 5,272,000</u>

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

4. GENERAL 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, 2018:

	Balance			Balance	
	June 30,	Additions	Reductions	June 30,	Amount due
	2017			2018	in one year
General Obligation Bonds Payable:					
Series dated June 7, 2001	\$ 38,601,222	\$ 2,615,185	\$ 23,483,359	\$ 17,733,048	\$ 3,685,000
Series dated July 1, 2007A	48,455,000	-	13,680,000	34,775,000	-
Series dated January 1, 2008A	14,585,000	-	14,585,000	-	-
Series dated March 2, 2010	2,585,000	-	10,000	2,575,000	10,000
Series dated November 29, 2011	8,570,000	-	3,455,000	5,115,000	5,115,000
Series dated January 31, 2012	2,755,000	-	2,755,000	-	-
Series dated October 26, 2016	32,390,000	-	-	32,390,000	-
Series dated October 19, 2017	-	42,905,000	-	42,905,000	-
Unamortized Premium	18,772,130	5,843,328	5,634,410	18,981,048	-
Loan Payable	516,352	-	126,776	389,576	130,198
Net Pension Liability - TRS	5,424,318	1,506,831	-	6,931,149	-
Net Pension Liability - IMRF	5,520,552	-	3,106,770	2,413,782	-
Net OPEB Liability - THIS	42,789,460	-	1,684,852	41,104,608	-
Net OPEB Liability - Healthcare Plan	561,743	45,142	-	606,885	-
Total Long-Term Debt	\$ 221,525,777	\$52,915,486	\$ 68,521,167	\$ 205,920,096	\$ 8,940,198

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

4. GENERAL LONG TERM DEBT (Continued)**a. Bonds Payable**

Long-Term Debt at June 30, 2018 is comprised of the following:

June 7, 2001, \$19,499,905 Building Bond Issue due in annual installments of \$35,819 to \$3,607,240 through 2021, interest of 7.4389%	\$ 17,733,048
July 1, 2007, \$85,820,000 Site and Construction and Refunding Bond Issue due in annual installments of \$2,650,000 to \$15,705,000 through 2027, interest rates of 5.00% to 9.00%	34,775,000
January 1, 2008, \$14,585,000 Site and Construction Bond Issue due in annual installments of \$600,000 to \$2,590,000 through 2027, interest rates of 4.00% to 5.25%	-
March 3, 2010 \$2,615,000 Refunding Bond Issue due in annual installments of \$5,000 to \$2,525,000 through 2024, interest rates of 1.95% to 5.00%	2,575,000
November 29, 2011, \$8,755,000 Refunding Bond Issue due in annual installments of \$185,000 to \$5,115,000 through 2019, interest rates of 1.00% to 4.00%	5,115,000
January 31, 2012 \$4,165,000 Refunding Bond Issue due in annual installments of \$1,410,000 to \$2,755,000 through 2018, interest rate of 3.00%	-
October 26, 2016 \$32,390,000 Refunding Bond Issue due in annual installments of \$3,825,000 to \$7,855,000 through 2030, interest rates of 2.50% to 5.00%	32,390,000
October 19, 2017 \$42,905,000 Refunding Bond Issue due in annual installments of \$3,990,000 to \$14,035,000 through 2031, interest rates of 3.00% to 5.00%	<u>42,905,000</u>
Total Bonds Payable at June 30, 2018	<u>\$ 135,493,048</u>

The District has issued General Obligation Refunding School Bonds to partially advance refund a portion of certain outstanding General Obligation bonds. Proceeds were used to purchase U.S. Government securities. These securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded debt. As a result, these bonds are considered defeased at the liability has been removed from the general long-term debt.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

4. GENERAL LONG TERM DEBT (Continued)**b. General Obligation Bonds Payable**

At June 30, 2018, the District's annual cash flow requirements for retirement of bond principal and interest were as follows:

Fiscal Year Ending				
June 30,	Principal	Interest	Total	
2019	\$ 6,146,445	\$ 9,351,636	\$	15,498,081
2020	2,117,659	12,657,777		14,775,436
2021	1,969,192	12,805,889		14,775,081
2022	8,190,000	6,216,616		14,406,616
2023	8,920,000	5,447,191		14,367,191
2024-2028	55,280,000	15,918,041		71,198,041
2029-2031	40,225,000	2,310,939		42,535,939
Total	\$ 122,848,296	\$ 64,708,089	\$	187,556,385

The District is subject to the Illinois Compiled Statutes which limits the amount of bond indebtedness, including tax anticipation warrants and the installment contracts, to 13.8% of the most recent available equalized assessed valuation of the District. As of June 30, 2018, the statutory debt limit for the District was \$194,987,746 providing a debt margin of \$64,084,894 after taking into account \$4,979,772 available in the Debt Service Fund.

c. Operations and Maintenance Loan

The District has a bank loan related to the operations and maintenance of district buildings. Annual principal and interest payments are required at 2.70% and are due annually on November 1 through fiscal year ended 2021.

At June 30, 2018, the District's annual cash flow requirements for retirement of the operations and maintenance loan's principal and interest were as follows:

Fiscal Year Ending				
June 30,	Principal	Interest	Total	
2019	\$ 130,198	\$ 10,519	\$	140,717
2020	133,714	7,003		140,717
2021	125,664	3,393		129,057
Total	\$ 389,576	\$ 20,915	\$	410,491

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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

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.

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2017>; 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, 2019.

Contributions

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

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

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, 2017, was 9.0% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-behalf contributions to TRS. The State of Illinois makes employer pension contributions on-behalf of the District. For the year ended June 30, 2018, 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 \$16,649,260 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, 2018 were \$216,981, and are deferred because they were paid after the June 30, 2017 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, 2018.

Previously, employer contributions for employees paid from federal and special trust funds were at the same rate as the state contribution rate to TRS and were much higher.

For the year ended June 30, 2018, the employer pension contribution was 10.10% of salaries paid from federal and special trust funds. For the year ended June 30, 2018, salaries totaling \$86,263 were paid from the federal and special trust funds that required employer contributions of \$8,713. These contributions are deferred because they were paid after the June 30, 2017 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 retiring under the Early Retirement Option (ERO). The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the program that ended on June 30, 2016 is 146.5% and applies when the member is age 55 at retirement. For the year ended June 30, 2018, the employer made no payments to TRS for employer ERO contributions for employer ERO contributions for retirements that occurred before July 1, 2019.

The employer is also required to make a one-time contribution to TRS for members granted salary increases over 6% if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2018, the District paid \$12 to TRS for employer contributions due on salary increases in excess of 6% and made no payments to TRS for sick leave days granted in excess of the normal annual allotment.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

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

At June 30, 2018, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for State pension support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$	6,931,149
State's proportionate share of the net pension liability associated with the District		<u>418,261,926</u>
Total	\$	<u><u>425,193,075</u></u>

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016 and rolled forward to June 30, 2017. 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, 2017, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2017, the District's proportion was 0.0091%, which was an increase of 0.0022% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the District recognized pension expense of \$16,649,260 and revenue of \$16,649,260 for support provided by the state. At June 30, 2018, 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	\$ 75,280	\$ 3,199
Changes in assumptions	462,604	199,169
Net difference between projected and actual earnings on pension plan investments	4,755	-
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>1,397,622</u>	<u>433,724</u>
Total deferred amounts to be recognized in pension expense in future periods	1,940,261	636,092
District contributions subsequent to the measurement date	<u>225,706</u>	-
Total	<u><u>\$ 2,165,967</u></u>	<u><u>\$ 636,092</u></u>

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

\$225,706 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, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Net Deferred Outflows of Resources
2018	\$ 86,995
2019	491,470
2020	441,248
2021	248,403
2022	36,053
Total	<u>\$ 1,304,169</u>

Actuarial Assumptions

The total pension liability in the June 30, 2017 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
Amortization method	Level Percent of Payroll
Remaining amortization period	30 year, open
Inflation	2.50%
Salary increases	5.75% average, including inflation
Investment rate of return	7.00%
Mortality	RP-2014 White Collar Table with adjustments as appropriate for TRS experience. The rates are used on a fully-generational basis using projection table MP-2014. The same assumptions were used in the June 30, 2016 actuarial valuation.

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

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	14.4%	6.94%
U.S. equities small/mid cap	3.6%	8.09%
International equities developed	14.4%	7.46%
Emerging market equities	3.6%	10.15%
U.S. bonds core	10.7%	2.44%
International debt developed	5.3%	1.70%
Real estate	15.0%	5.44%
Commodities (real return)	11.0%	4.28%
Hedge funds (absolute return)	8.0%	4.16%
Private equity	14.0%	10.63%
	<u>100%</u>	

Discount rate

At June 30, 2017, the discount rate used to measure the total pension liability was 7.0 percent, which was a change from the June 30, 2016 rate of 6.83 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2017 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.

At June 30, 2016, the discount rate used to measure the total pension liability was 6.83 percent. The discount rate was lower than the actuarially-assumed rate of return on investments that year because TRS's fiduciary net position and the subsidy provided by Tier II were not sufficient to cover all projected benefit payments.

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:

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

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	\$ 8,515,822	\$ 6,931,149	\$ 5,633,170

Detailed information about the TRS's fiduciary net position as of June 30, 2017 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, 2018, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	224
Inactive employees entitled to but not yet receiving benefits	373
Active employees	356
Total	<u>953</u>

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

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 2017 and 2018 were 11.25% and 10.58%, 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, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The total pension liability in the December 31, 2017 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	7.50%
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	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 (for non-disabled retirees), RP-2014 Disabled Retirees Mortality Table (for disabled retirees), and RP-2014 Employee Mortality Table (for active employees), with adjustments to match current IMRF experience.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return 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:

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

5. EMPLOYEE RETIREMENT SYSTEMS (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equities	37.0%	6.85%
International equities	18.0%	6.75%
Fixed income	28.0%	3.00%
Real estate	9.0%	5.75%
Alternatives	7.0%	2.65-7.35%
Cash	1.0%	2.25%
	<u>100.0%</u>	

Discount Rate

The Single Discount Rate used to measure the total pension liability for IMRF was 7.50%. 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 7.50%, the municipal bond rate is 3.31%, and the resulting single discount rate is 7.50%.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

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, 2016	\$ 37,805,350	\$ 32,284,798	\$ 5,520,552
Changes for the year:			
Service Cost	1,127,144	-	1,127,144
Interest on the Total Pension Liability	2,813,108	-	2,813,108
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	787,662	-	787,662
Changes of Assumptions	(1,183,237)	-	(1,183,237)
Contributions - Employer	-	1,175,848	(1,175,848)
Contributions - Employees	-	481,101	(481,101)
Net Investment Income	-	5,540,259	(5,540,259)
Benefit Payments, including Refunds of Employee Contributions	(1,721,633)	(1,721,633)	-
Other (Net Transfer)	-	(545,761)	545,761
Net Changes	1,823,044	4,929,814	(3,106,770)
Balances at December 31, 2017	\$ 39,628,394	\$ 37,214,612	\$ 2,413,782

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

The following presents the net pension liabilities of the District, calculated using the discount rate, as well as what the District's net pension liabilities would be if they were calculated using discount rates that are 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net pension liability (asset)	\$ 7,150,599	\$ 2,413,782	\$ (1,539,221)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

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, 2018, the District recognized pension expense of \$1,667,977. At June 30, 2018, 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	\$ 626,477	\$ 310,679
Changes in assumptions	16,463	881,316
Net difference between projected and actual earnings on pension plan investments	<u>1,048,614</u>	<u>2,513,433</u>
Total deferred amounts to be recognized in pension expense in future periods	1,691,554	3,705,428
Contributions subsequent to the measurement date	<u>617,016</u>	-
Total	<u>\$ 2,308,570</u>	<u>\$ 3,705,428</u>

\$617,016 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, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows of Resources
2018	\$ (380,393)
2019	(397,170)
2020	(607,952)
2021	(628,359)
2022	-
Thereafter	<u>-</u>
Total	<u>\$ (2,013,874)</u>

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

6. OTHER POST-EMPLOYMENT BENEFITS

a. Teacher Health Insurance Security (THIS) Fund

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 1.18% of salary and for every employer of a teacher to contribute an amount equal to 0.88% 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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

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 which were 1.18% of pay during the year ended June 30, 2018. State of Illinois contributions were \$441,444, 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 0.88% during the year ended June 30, 2018. For the year ended June 30, 2018, the District paid \$329,213 to the THIS Fund, which was 100 percent of the required contribution.

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

At June 30, 2018, 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	\$	41,104,608
State's proportionate share of the net OPEB liability associated with the District		<u>53,980,564</u>
Total	\$	<u><u>95,085,172</u></u>

The net OPEB liability was measured as of June 30, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2016 and rolled forward to June 30, 2017. 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, 2017, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2017, the District's proportion was 0.158402%, which was an increase of 0.001869% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the District recognized OPEB expense of \$3,119,746.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)

At June 30, 2018, 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	\$ -	\$ 23,282
Changes in assumptions	-	4,894,046
Net difference between projected and actual earnings on OPEB plan investments	-	452
Changes in proportion and differences between District contributions and proportionate share of contributions	419,276	-
Total deferred amounts to be recognized in OPEB expense in future periods	419,276	4,917,780
District contributions subsequent to the measurement date	329,213	-
Total	<u>\$ 748,489</u>	<u>\$ 4,917,780</u>

\$329,213 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, 2019. 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 Outflows of Resources
2018	\$ (691,058)
2019	(691,058)
2020	(691,058)
2021	(691,058)
2022	(690,945)
Thereafter	<u>(1,043,327)</u>
Total	<u>\$ (4,498,504)</u>

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

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, 2017 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 2017. For fiscal years on and after 2018, 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 0.59% is added to non-Medicare costs on and after 2020 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, 2016 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 2.85% as of June 30, 2016, and 3.56% as of June 30, 2017. The increase in the single discount rate from 2.85% to 3.56% caused the total OPEB liability to decrease by approximately \$3.564 billion from 2016 to 2017.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

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 3.56%, 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 (2.56%) or 1-percentage-point higher (4.56%) than the current rate:

	1% Decrease (2.56%)	Current Discount Rate (3.56%)	1% Increase (4.56%)
District's proportionate share of the net OPEB liability	<u>\$ 49,325,313</u>	<u>\$ 41,104,608</u>	<u>\$ 34,526,740</u>

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 healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (a)	Healthcare Cost Trend Rate Assumptions	1% Increase (b)
District's proportionate share of the net OPEB liability	<u>\$ 33,175,629</u>	<u>\$ 41,104,608</u>	<u>\$ 52,485,316</u>

- (a) One percentage point decrease in healthcare trend rates are 7.00% in 2018 decreasing to an ultimate trend rate of 4.09% in 2025, for non-Medicare coverage, and 8.00% in 2018 decreasing to an ultimate trend rate of 3.50% in 2027 for Medicare coverage.
- (b) One percentage point increase in healthcare trend rates are 9.00% in 2018 decreasing to an ultimate trend rate of 6.09% in 2025, for non-Medicare coverage, and 10.00% in 2018 decreasing to an ultimate trend rate of 5.50% in 2027 for Medicare coverage.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)

b. Postemployment Healthcare Plan

Plan Description

The District administers a single-employer defined benefit healthcare plan, the “retiree Healthcare 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. The Plan does not issue a stand-alone financial report.

Funding Policy

All plan funding is done on a pay-as-you go basis. Eligibility – Non-certified retiree and their dependents are able to stay on the District’s medical insurance plan until age 65 by paying 100% of the required premium. These required premiums are intended to represent the average total cost of the plan for all participants. An HMO and a PPO plan are available for retirees. After age 65, retirees and their dependents pay the full amount of Medicare supplemental premium. We have assumed that the Medicare supplement premiums are self-supporting and that there is no implicit subsidy for Medicare eligible retirees.

Net OPEB Liability

The District’s net OPEB liability was measured as of June 30, 2018. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

Total OPEB liability	\$	606,885
Plan fiduciary net position		-
Net OPEB liability (asset)	\$	<u>606,885</u>

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions

The following are the methods and assumptions used to determine the total OPEB liability at June 30, 2017:

Discount rate	3.50%
Long-term Expected Rate of Return on Plan Assets	N/A
High-Quality 20-Year Tax-Exempt G.O. Bond Rate	3.50%
Salary increases	2.50%
Investment rate of return	N/A
Retirement age	Based on an experience study conducted in 2014 using Illinois Municipal Retirement Fund (IMRF) experience from 2011-2013
Mortality	Based on Wisconsin 2012 mortality table
Healthcare cost trend rates	2.4% HMO/-1.2% PPO, followed by 7.00% decreasing by 0.50% down to 6.50%, then 0.10% per year down to 5.0%, and level thereafter

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 3.50%, from the Bond Buyer 20-Bond Go Index.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)**Changes in Net OPEB Liability**

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
Balances at June 30, 2016	\$ 561,743	\$ -	\$ 561,743
Changes for the year:			
Service Cost	62,395	-	62,395
Interest on the Total OPEB Liability	20,099	-	20,099
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total OPEB Liability	-	-	-
Changes of Assumptions and Other Inputs	-	-	-
Contributions - Employer	-	-	-
Contributions - Employees	-	-	-
Net Investment Income	-	-	-
Benefit Payments, including Refunds of Employee Contributions	(37,352)	-	(37,352)
Other (Net Transfer)	-	-	-
Net Changes	45,142	-	45,142
Balances at June 30, 2017	\$ 606,885	\$ -	\$ 606,885

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 3.50%, 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 (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
Net OPEB liability	\$ 640,676	\$ 606,885	\$ 574,472

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

6. OTHER POST-EMPLOYMENT BENEFITS (Continued)

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 (Varies)	Current Health Care Cost Trend Rate (Varies)	1% Increase (Varies)
Net OPEB liability	\$ 550,380	\$ 606,885	\$ 671,638

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

For the year ended June 30, 2018, the District recognized OPEB expense of \$82,494. At June 30, 2018, the District did not report any deferred outflows of resources and deferred inflows of resources related to OPEB.

7. FUND BALANCE

According to Government Accounting Standards, fund balances are to be classified into five major classifications: Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance.

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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

7. FUND BALANCE (Continued)

2. Tort Immunity Account

Expenditures and the related revenues are accounted for in the Tort Immunity Account. Revenues exceeded expenditures for this purpose, resulting in a restricted fund balance of \$29,344.

3. 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, 2018, expenditures exceeded revenue from state and federal grants, resulting in no restricted balances.

4. Capital Projects Funds

Expenditures and the related revenues are accounted for in the Capital Projects and Fire Prevention and Safety Funds. All equity within these funds are restricted for the associated capital expenditures within these funds.

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 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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

8. COMMON BANK ACCOUNT

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

9. PERMANENT TRANSFERS

\$2,400,000 was transferred from the General Fund's Educational Account to the Debt Service Fund. \$140,717 was transferred from the General Fund's Operations and Maintenance Account to the Debt Service Fund. These transfers were made to fund principal and interest payments on outstanding debt.

10. RISK MANAGEMENT

The District has purchased insurance through a risk pool (see Note 12) and from private insurance companies. Risks covered include general liability, workers compensation and other. Premiums have been displayed as expenditures in appropriate funds. No significant reductions in insurance coverage have occurred from the prior year, and no settlements have been made in the last three years which exceeded any insurance coverage.

11. 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.

12. JOINT AGREEMENTS

The District is a member of Mid-Valley Special Education Joint Agreement and Fox Valley Career Center, joint agreements that provide certain special education and vocational education services to residents of many school districts. The District believes that because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service and special financing relationships exercised by the joint agreement governing boards, these are not included as components units of the District.

13. CHANGE IN ACCOUNTING PRINCIPLE

The District adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, during the year ended June 30, 2018. Statement No. 75 expands disclosures related to postemployment benefits other than pensions and requires the District to report the net other postemployment benefit liability in the statement of net position. The adoption of this statement had no effect on any of the District's fund balances but reduced the District's governmental activities net position by \$42,987,068 as of July 1, 2017.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements (Continued)

June 30, 2018

14. PRIOR PERIOD ADJUSTMENT

As of July 1, 2017 the District restated the balance of the Series 2001 Capital Appreciation Bonds to reflect prior accretion related to this bond issue. This prior period adjustment had no effect on any of the District's fund balances but reduced the District's governmental activities net position by \$26,443,008 as of July 1, 2017.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

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

	2017	2016	2015	2014
TOTAL PENSION LIABILITY				
Service Cost	\$ 1,127,144	\$ 1,198,346	\$ 1,101,113	\$ 1,161,829
Interest	2,813,108	2,705,207	2,495,393	2,177,404
Changes of Benefit Terms	-	-	-	-
Differences Between Expected and Actual Experience	787,662	(757,925)	691,754	784,125
Changes of Assumptions	(1,183,237)	(174,153)	130,415	1,440,951
Benefit Payments, Including Refunds of Member Contributions	(1,721,633)	(1,659,558)	(1,382,036)	(1,117,307)
Net Change in Total Pension Liability	1,823,044	1,311,917	3,036,639	4,447,002
Total Pension Liability - Beginning	37,805,350	36,493,433	33,456,794	29,009,792
TOTAL PENSION LIABILITY - ENDING	\$ 39,628,394	\$ 37,805,350	\$ 36,493,433	\$ 33,456,794
PLAN FIDUCIARY NET POSITION				
Contributions - Employer	\$ 1,175,848	\$ 1,067,287	\$ 1,052,040	\$ 962,319
Contributions - Member	481,101	461,708	471,634	419,933
Net Investment Income	5,540,259	2,047,043	153,046	1,739,878
Benefit Payments, Including Refunds of Member Contributions	(1,721,633)	(1,659,558)	(1,382,036)	(1,117,307)
Administrative Expense	(545,761)	475,225	(940,054)	143,530
Net Change in Plan Fiduciary Net Position	4,929,814	2,391,705	(645,370)	2,148,353
Plan Net Position - Beginning	32,284,798	29,893,093	30,538,463	28,390,110
PLAN NET POSITION - ENDING	\$ 37,214,612	\$ 32,284,798	\$ 29,893,093	\$ 30,538,463
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 2,413,782	\$ 5,520,552	\$ 6,600,340	\$ 2,918,331
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	93.91%	85.40%	81.91%	91.28%
Covered-Employee Payroll	\$ 10,451,990	\$ 9,762,842	\$ 10,009,801	\$ 9,242,778
Employer's Net Pension Liability as a Percentage of Covered - Employee Payroll	23.09%	56.55%	65.94%	31.57%

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

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Schedule of Employer Contributions

Illinois Municipal Retirement Fund

Last Four 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
2018	\$ 1,188,361	\$ 1,188,361	\$ -	\$ 10,910,533	10.89%
2017	1,153,018	1,153,018	-	10,391,801	11.10%
2016	1,043,978	1,043,978	-	9,743,770	10.71%
2015	994,301	994,301	-	9,265,716	10.73%

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	26 years
Asset valuation method	5-year smoothed market; 20% corridor
Inflation	2.75% - approximate; no explicit price inflation used in this valuation.
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-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

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

	2018*	2017*	2016*	2015*
District's proportion of the net pension liability	0.0091%	0.0069%	0.0067%	0.0063%
District's proportionate share of the net pension liability	\$ 6,931,149	\$ 5,424,318	\$ 4,395,909	\$ 3,834,928
State's proportionate share of the net pension liability associated with the District	418,261,926	288,553,071	232,678,551	217,051,798
Total	\$ 425,193,075	\$ 293,977,389	\$ 237,074,460	\$ 220,886,726
District's covered-employee payroll	\$ 37,408,075	\$ 36,440,209	\$ 35,972,955	\$ 35,511,308
District's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	18.53%	14.89%	12.22%	10.80%
Plan fiduciary net position as a percentage of the total pension liability	39.30%	36.40%	41.50%	43.00%

Notes to Schedule

Changes of assumptions

For the 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.

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 threeyear period ending June 30, 2014.

For the 2014 measurement 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 amounts presented have a measurement date of the previous fiscal year end.

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

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Schedule of Employer Contributions

Teachers' Retirement System

Last Four 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
2018	\$ 225,706	\$ 225,706	\$ -	\$ 37,408,075	0.60%
2017	264,694	264,694	-	36,430,842	0.73%
2016	255,984	255,984	-	36,440,209	0.70%
2015	239,664	239,664	-	35,972,955	0.67%

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

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of the District's Proportionate Share of the Net OPEB Liability
 Teachers' Health Insurance Security Fund
 Year Ended June 30, 2018

	<u>2018</u>
District's proportion of the net OPEB liability	0.158402%
District's proportionate share of the net OPEB liability	\$ 41,104,608
State's proportionate share of the net OPEB liability associated with the District	<u>53,980,564</u>
	<u>\$ 95,085,172</u>
District's covered-employee payroll	\$ 37,410,528
District's proportionate share of the net pension OPEB liability as a percentage of it's covered-employee payroll	109.87%
Plan fiduciary net position as a percentage of the total pension liability	0.00%

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

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Schedule of Employer Contributions

Teachers' Health Insurance Security Fund

Year Ended June 30, 2018

Fiscal Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2018	\$ 329,213	\$ 329,213	-	\$ 37,410,528	0.88%

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

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Schedule of Changes in the Employer's Net OPEB Liability

Postretirement Health Plan

Last Fiscal Year

	<u>2018</u>
TOTAL OTHER POST-EMPLOYMENT BENEFIT (OPEB) LIABILITY	
Service Cost	\$ 62,395
Interest	20,099
Changes of Benefit Terms	-
Differences Between Expected and Actual Experience	-
Changes of Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	(37,352)
Other Changes	<u>-</u>
Net Change in Total Pension Liability	45,142
Total OPEB Liability - Beginning	<u>561,743</u>
TOTAL OPEB LIABILITY - ENDING	<u><u>\$ 606,885</u></u>
PLAN FIDUCIARY NET POSITION	
Contributions - Employer	\$ -
Contributions - Active and Inactive Employees	-
Net Investment Income	-
Benefit Payments	-
Other Changes	<u>-</u>
Net Change in Plan Fiduciary Net Position	-
Plan Net Position - Beginning	<u>-</u>
PLAN NET POSITION - ENDING	<u><u>\$ -</u></u>
EMPLOYER'S NET OPEB LIABILITY (ASSET)	<u><u>\$ 606,885</u></u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%
District's covered-employee payroll	\$ 6,061,998
District's net OPEB liability as a percentage of its covered-employee payroll	10.01%

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

Information prior to fiscal year 2018 is not available.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Schedule of Employer Contributions

Postretirement Health Plan

Last Fiscal Year

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2018	\$ -	\$ -	-	\$ 6,061,998	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%

Additional Information:

Valuation Date	July 1, 2016
Measurement Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal
Discount Rate	3.50%

Actuarial assumptions:

Based on an experience study conducted in 2017 2017 using Illinois Municipal Retirement Fund (IMRF) experience from 2011-2013.

Mortality assumptions:

Wisconsin 2012 Mortality Table

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

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Schedule of Revenues, Expenditures and Changes in Fund

Balances - Budget and Actual - General Fund

Year Ended June 30, 2018

	Final Budget	Actual	Variance Over/Under
REVENUES			
Local sources	\$ 68,482,015	\$ 71,045,726	\$ 2,563,711
State sources	22,248,045	22,048,613	(199,432)
Federal sources	1,595,945	1,669,009	73,064
Total Revenues	92,326,005	94,763,348	2,437,343
EXPENDITURES			
Current operating			
Instruction	59,347,848	56,645,301	2,702,547
Support services	30,406,399	27,951,215	2,455,184
Community services	22,965	21,920	1,045
Non-programmed charges	3,213,000	3,447,188	(234,188)
Provision for contingencies	390,717	-	390,717
Total Expenditures	93,380,929	88,065,624	5,315,305
Excess of revenues over expenditures	(1,054,924)	6,697,724	7,752,648
Other financing sources (uses)			
Transfers out	(2,423,857)	(2,540,717)	(116,860)
Total other financing sources (uses)	(2,423,857)	(2,540,717)	(116,860)
Net change in fund balances	<u>\$ (3,478,781)</u>	4,157,007	<u>\$ 7,635,788</u>
Fund Balances at beginning of year		<u>36,960,430</u>	
FUND BALANCES AT END OF YEAR		<u>\$ 41,117,437</u>	

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Notes to Financial Statements

June 30, 2018

BUDGETS AND BUDGETARY ACCOUNTING

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 September 30 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 Board of Education may transfer up to 10% of the total budget between departments within any fund. The budget was adopted on September 25, 2017.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, the Debt Service Fund, and the Capital Projects Fund.
6. The District has adopted a legal budget for all its Governmental Funds. Total 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 (all appropriations) lapses at the end of each fiscal year.
8. The District's actual expenditures in the Transportation Fund and the Municipal Retirement/Social Security Fund exceeded budgeted expenditures. Additional sources are available to finance these excess expenditures as allowed under the State Budget Act. See Note 14 for these excess expenditure amounts.

EXPENDITURES IN EXCESS OF BUDGET

For the year ended June 30, 2018, expenditures exceeded authorized budget amounts in the following funds:

	Budget		Actual		Excess
Municipal Retirement/Social Security Fund	\$ 2,418,425	\$	2,583,194	\$	164,769

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 under such expenditures.

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

GENERAL FUND

To account for resources traditionally associated with government operations which are not required to be 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.

Tort Immunity Account - To account for the revenues and expenditures made for the prevention of tort liability.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Combining Balance Sheet by Account

General Fund

June 30, 2018

	Educational	Operations and Maintenance	Working Cash	Tort Immunity	Total General
ASSETS					
Cash and investments	\$ 27,522,211	\$ 3,422,332	\$ 14,480,090	\$ 29,344	\$ 45,453,977
Receivables					
Property taxes	27,327,814	5,082,365	-	-	32,410,179
Due from other governments	362,708	-	-	-	362,708
TOTAL ASSETS	\$ 55,212,733	\$ 8,504,697	\$ 14,480,090	\$ 29,344	\$ 78,226,864
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 244,487	\$ 294,120	\$ -	\$ -	\$ 538,607
Accrued salaries and related expenditures	6,011,748	87,631	-	-	6,099,379
Due to employees and activity funds	6,750	-	-	-	6,750
Total Liabilities	6,262,985	381,751	-	-	6,644,736
Deferred inflows					
Property taxes levied for subsequent year	25,367,074	4,717,711	-	-	30,084,785
Other deferred revenue	379,906	-	-	-	379,906
Total Deferred Inflows	25,746,980	4,717,711	-	-	30,464,691
Fund balances					
Restricted					
Tort immunity	-	-	-	29,344	29,344
Unrestricted					
Unassigned	23,202,768	3,405,235	14,480,090	-	41,088,093
Total Fund Balances	23,202,768	3,405,235	14,480,090	29,344	41,117,437
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 55,212,733	\$ 8,504,697	\$ 14,480,090	\$ 29,344	\$ 78,226,864

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
Combining Schedule of Revenues, Expenditures and Changes
In Fund Balances by Account
General Fund
Year Ended June 30, 2018

	Educational	Operations and Maintenance	Working Cash	Tort Immunity	Total General
REVENUES					
Local sources	\$ 59,983,131	\$ 10,937,199	\$ 125,019	\$ 377	\$ 71,045,726
State sources	21,548,613	500,000	-	-	22,048,613
Federal sources	1,669,009	-	-	-	1,669,009
Total Revenues	83,200,753	11,437,199	125,019	377	94,763,348
EXPENDITURES					
Current operating					
Instruction	56,645,301	-	-	-	56,645,301
Support services	17,145,800	10,805,415	-	-	27,951,215
Community services	21,920	-	-	-	21,920
Non-programmed charges	3,447,188	-	-	-	3,447,188
Total Expenditures	77,260,209	10,805,415	-	-	88,065,624
Excess (deficiency) of revenues over expenditures	5,940,544	631,784	125,019	377	6,697,724
OTHER FINANCING SOURCES (USES)					
Transfers out	(2,400,000)	(140,717)	-	-	(2,540,717)
Total other financing sources (uses)	(2,400,000)	(140,717)	-	-	(2,540,717)
Net change in fund balances	3,540,544	491,067	125,019	377	4,157,007
Fund balances at beginning of year	19,662,224	2,914,168	14,355,071	28,967	36,960,430
FUND BALANCES AT END OF YEAR	\$ 23,202,768	\$ 3,405,235	\$ 14,480,090	\$ 29,344	\$ 41,117,437

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Educational Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
REVENUES			
Local sources			
Property taxes	\$ 53,822,124	\$ 55,370,193	\$ 1,548,069
Corporate personal property replacement taxes	757,000	781,709	24,709
Tuition	27,000	104,804	77,804
Earnings on investments	33,000	226,300	193,300
Food services	1,358,500	1,534,096	175,596
Pupil activities	1,375,000	1,357,209	(17,791)
Other	485,800	608,820	123,020
Total local sources	57,858,424	59,983,131	2,124,707
State sources:			
Unrestricted:			
Evidence based funding formula	1,730,499	3,744,048	2,013,549
Restricted			
Special education	1,654,000	649,465	(1,004,535)
Vocational education	23,280	40,907	17,627
Bilingual education	30,266	-	(30,266)
School lunch aid	1,000	729	(271)
Driver education	9,000	14,789	5,789
On behalf payments - State of Illinois	18,300,000	17,090,704	(1,209,296)
Other grants	-	7,971	7,971
Total state sources	21,748,045	21,548,613	(199,432)
Federal sources			
Restricted			
Special milk	30,000	29,328	(672)
Title I - Low income	172,554	112,409	(60,145)
Title IV	-	4,413	4,413
Special education	1,100,712	1,133,889	33,177
Vocational education	26,000	26,502	502
Title III	11,679	2,574	(9,105)
Title II	60,000	102,586	42,586
Medicaid matching/administrative outreach	195,000	257,308	62,308
Total federal sources	1,595,945	1,669,009	73,064
Total revenues	\$ 81,202,414	\$ 83,200,753	\$ 1,998,339

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Educational Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
EXPENDITURES			
Current operating			
Instruction			
Regular programs			
Salaries	\$ 25,855,204	\$ 24,156,095	\$ 1,699,109
Employee benefits	21,744,989	20,541,510	1,203,479
Purchased services	78,650	70,777	7,873
Supplies and materials	476,017	511,888	(35,871)
Other	6,625	4,634	1,991
Non-capitalized equipment	89,250	37,362	51,888
Total	48,250,735	45,322,266	2,928,469
Special education programs			
Salaries	5,844,281	5,934,640	(90,359)
Employee benefits	787,875	1,207,624	(419,749)
Purchased services	2,500	8,464	(5,964)
Supplies and materials	37,400	54,202	(16,802)
Capital outlay	9,099	-	9,099
Non-capitalized equipment	-	19,343	(19,343)
Total	6,681,155	7,224,273	(543,118)
Educationally deprived/remedial programs			
Salaries	259,272	226,598	32,674
Employee benefits	-	5	(5)
Total	259,272	226,603	32,669
Vocational programs			
Salaries	297,314	340,766	(43,452)
Employee benefits	69,300	69,040	260
Purchased services	-	6,800	(6,800)
Supplies and materials	33,902	11,120	22,782
Capital outlay	6,800	7,005	(205)
Other	6,500	-	6,500
Total	\$ 413,816	\$ 434,731	\$ (20,915)

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Educational Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
Interscholastic programs			
Salaries	\$ 931,330	\$ 947,478	\$ (16,148)
Employee benefits	35,279	39,486	(4,207)
Purchased services	123,850	126,305	(2,455)
Supplies and materials	20,300	31,901	(11,601)
Other	36,350	38,062	(1,712)
Non-capitalized equipment	26,500	52,245	(25,745)
Total	1,173,609	1,235,477	(61,868)
Summer school:			
Salaries	25,750	27,401	(1,651)
Employee benefits	259	356	(97)
Total	26,009	27,757	(1,748)
Gifted			
Salaries	536,724	516,843	19,881
Employee benefits	88,192	70,645	17,547
Purchased services	1,000	-	1,000
Supplies and materials	5,000	-	5,000
Other	500	-	500
Total	631,416	587,488	43,928
Bilingual			
Salaries	517,984	433,035	84,949
Employee benefits	83,186	73,387	9,799
Supplies and materials	10,666	11,290	(624)
Total	611,836	517,712	94,124
Special education programs - Private tuition			
Other	1,300,000	1,068,994	231,006
Total	1,300,000	1,068,994	231,006
Total instruction	\$ 59,347,848	\$ 56,645,301	\$ 2,702,547

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Educational Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
Support services			
Pupils			
Attendance and social work			
Salaries	\$ 629,254	\$ 605,619	\$ 23,635
Employee benefits	110,950	108,025	2,925
Supplies and materials	200	55	145
Total	740,404	713,699	26,705
Guidance services			
Salaries	781,671	803,407	(21,736)
Employee benefits	144,905	144,039	866
Supplies and materials	2,700	1,053	1,647
Total	929,276	948,499	(19,223)
Health services			
Salaries	538,188	545,291	(7,103)
Employee benefits	79,392	92,494	(13,102)
Purchased services	7,000	8,321	(1,321)
Supplies and materials	8,259	7,863	396
Non-capitalized equipment	3,000	-	3,000
Total	635,839	653,969	(18,130)
Psychological services			
Salaries	679,756	697,877	(18,121)
Employee benefits	120,859	121,533	(674)
Purchased services	60,000	57,019	2,981
Supplies and materials	200	-	200
Other	1,000	696	304
Total	861,815	877,125	(15,310)
Speech pathology and audiology services			
Salaries	927,949	865,847	62,102
Employee benefits	119,442	107,120	12,322
Purchased services	50,000	24,652	25,348
Supplies and materials	2,000	-	2,000
Total	1,099,391	997,619	101,772
Total pupils	\$ 4,266,725	\$ 4,190,911	\$ 75,814

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Educational Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
Instructional staff			
Improvement of instruction services			
Salaries	\$ 680,587	\$ 623,671	\$ 56,916
Employee benefits	90,631	106,262	(15,631)
Purchased services	239,028	250,209	(11,181)
Supplies and materials	256,623	239,938	16,685
Other	12,000	1,668	10,332
Non-capitalized equipment	6,000	672	5,328
Total	1,284,869	1,222,420	62,449
Educational media services			
Salaries	1,474,867	1,355,532	119,335
Employee benefits	205,381	175,075	30,306
Supplies and materials	76,225	69,637	6,588
Non-capitalized equipment	15,000	4,648	10,352
Total	1,771,473	1,604,892	166,581
Assessment and testing			
Salaries	-	6,728	(6,728)
Employee benefits	-	777	(777)
Purchased services	110,000	65,265	44,735
Supplies and materials	30,000	17,784	12,216
Total	140,000	90,554	49,446
Total instructional staff	3,196,342	2,917,866	278,476
General administration			
Board of education			
Employee benefits	515,300	151,414	363,886
Purchased services	1,082,500	871,567	210,933
Supplies & Materials	10,950	6,847	4,103
Other	16,000	20,195	(4,195)
Total	\$ 1,624,750	\$ 1,050,023	\$ 574,727

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Educational Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
Executive administration			
Salaries	\$ 241,600	\$ 254,003	\$ (12,403)
Employee benefits	54,708	54,272	436
Purchased services	21,600	19,345	2,255
Supplies and materials	7,000	1,008	5,992
Other	12,000	7,534	4,466
Total	336,908	336,162	746
Special area administration			
Salaries	291,425	292,071	(646)
Employee benefits	53,116	52,049	1,067
Purchased services	1,600	30,488	(28,888)
Supplies and materials	3,950	648	3,302
Non-capitalized equipment	1,000	-	1,000
Total	351,091	375,256	(24,165)
Total general administration	2,312,749	1,761,441	551,308
School administration			
Office of the principal			
Salaries	3,058,915	2,995,011	63,904
Employee benefits	734,642	812,387	(77,745)
Purchased services	149,385	138,987	10,398
Supplies and materials	85,625	72,734	12,891
Other	8,100	5,601	2,499
Non-capitalized equipment	2,000	2,773	(773)
Total	4,038,667	4,027,493	11,174
Total school administration	4,038,667	4,027,493	11,174
Business			
Direction of business support services			
Salaries	-	174,011	(174,011)
Employee benefits	-	41,358	(41,358)
Purchased services	-	45,171	(45,171)
Supplies and materials	-	5,386	(5,386)
Total	\$ -	\$ 265,926	\$ (265,926)

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Educational Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
Fiscal services			
Salaries	\$ 418,772	\$ 144,566	\$ 274,206
Employee benefits	120,871	51,196	69,675
Purchased services	87,500	-	87,500
Supplies and materials	10,800	4,953	5,847
Other	198,000	155,242	42,758
Total	835,943	355,957	479,986
Operation and maintenance of plant services			
Purchased services	125,000	(9,365)	134,365
Total	125,000	(9,365)	134,365
Pupil transportation services			
Purchased services	3,500	3,105	395
Total	3,500	3,105	395
Food services			
Purchased services	1,506,000	1,603,531	(97,531)
Supplies and materials	5,500	6,674	(1,174)
Non-capitalized equipment	20,000	9,847	10,153
Total	1,531,500	1,620,052	(88,552)
Internal services			
Salaries	46,100	46,030	70
Employee benefits	8,739	8,782	(43)
Total	54,839	54,812	27
Total business	2,550,782	2,290,487	260,295
Central			
Planning, Research, Development and Evaluation			
Purchased services	-	4,000	(4,000)
Total	\$ -	\$ 4,000	\$ (4,000)

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Educational Account
Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
Information services			
Salaries	\$ 74,000	\$ 76,031	\$ (2,031)
Employee Benefits	21,423	24,293	(2,870)
Purchased services	6,000	6,968	(968)
Supplies and materials	3,100	3,155	(55)
Other objects	1,000	225	775
Non-capitalized equipment	400	304	96
Total	105,923	110,976	(5,053)
Staff services			
Salaries	235,225	242,273	(7,048)
Employee benefits	43,832	44,699	(867)
Purchased services	63,700	47,487	16,213
Supplies and materials	2,000	1,589	411
Other	5,500	1,077	4,423
Total	350,257	337,125	13,132
Data processing services			
Salaries	275,063	275,518	(455)
Employee benefits	58,155	51,541	6,614
Purchased services	699,376	502,388	196,988
Supplies and materials	38,100	18,708	19,392
Capital outlay	615,000	611,828	3,172
Other	2,500	2,153	347
Non-capitalized equipment	32,500	3,653	28,847
Total	1,720,694	1,465,789	254,905
Total central	2,176,874	1,917,890	258,984
Other support services			
Salaries	15,000	26,233	(11,233)
Employee benefits	60	13,479	(13,419)
Total Other	15,060	39,712	(24,652)
Total support services	18,557,199	17,145,800	1,411,399
Community services			
Salaries	12,200	12,401	(201)
Employee Benefits	5,265	2,567	2,698
Purchased services	5,500	6,239	(739)
Supplies and materials	-	713	(713)
Total community services	\$ 22,965	\$ 21,920	\$ 1,045

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Educational Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
Payments for special education programs			
Purchased services	\$ 420,000	\$ 732,666	\$ (312,666)
Other	2,560,000	2,471,182	88,818
Total	2,980,000	3,203,848	(223,848)
Payments for vocational education programs			
Other	233,000	243,340	(10,340)
Total	233,000	243,340	(10,340)
Total non-programmed charges	3,213,000	3,447,188	(234,188)
Provision for contingencies	250,000	-	250,000
Total expenditures	81,391,012	77,260,209	4,130,803
Excess of revenues over expenditures	(188,598)	5,940,544	6,129,142
OTHER FINANCING SOURCES (USES)			
Transfers out	(2,423,857)	(2,400,000)	23,857
Total other financing sources (uses)	(2,423,857)	(2,400,000)	23,857
Net change in fund balance	<u>\$ (2,612,455)</u>	3,540,544	<u>\$ 6,152,999</u>
Fund balance at beginning of year		<u>19,662,224</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 23,202,768</u>	

(Concluded)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Operations and Maintenance Account
Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
REVENUES			
Local sources			
Property taxes	\$ 10,088,026	\$ 10,399,535	\$ 311,509
Earnings on investments	8,000	18,384	10,384
Pupil activities	57,500	54,332	(3,168)
Rentals	150,000	117,888	(32,112)
Other	280,000	347,060	67,060
Total local sources	10,583,526	10,937,199	353,673
State sources			
Unrestricted:			
Evidence based funding formula	500,000	500,000	-
Total state sources	500,000	500,000	-
Total revenues	11,083,526	11,437,199	353,673
EXPENDITURES			
Current operating			
Operations and maintenance of plant services			
Salaries	4,510,490	4,353,316	157,174
Employee benefits	1,007,660	900,442	107,218
Purchased services	2,024,500	1,970,924	53,576
Supplies and materials	3,094,500	2,651,141	443,359
Capital outlay	766,050	558,758	207,292
Other	76,000	610	75,390
Non-capitalized equipment	370,000	370,224	(224)
Total	11,849,200	10,805,415	1,043,785
Total support services	11,849,200	10,805,415	1,043,785
Debt service			
Interest on long term debt	140,717	-	140,717
Total	140,717	-	140,717
Total debt service	140,717	-	140,717
Total expenditures	11,989,917	10,805,415	1,184,502
Excess of revenues over expenditures	\$ (906,391)	\$ 631,784	\$ 1,538,175

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Operations and Maintenance Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
OTHER FINANCING USES			
Transfers out	\$ -	\$ (140,717)	\$ (140,717)
Total other financing sources.	-	(140,717)	(140,717)
Net change in fund balance	<u>\$ (906,391)</u>	491,067	<u>\$ 1,397,458</u>
Fund balance at beginning of year		<u>2,914,168</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 3,405,235</u>	

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Working Cash Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
REVENUES			
Local sources			
Earnings on investments	\$ 40,000	\$ 125,019	\$ 85,019
Total local sources	40,000	125,019	85,019
Total revenues	40,000	125,019	85,019
Net change in fund balance	<u>\$ 40,000</u>	125,019	<u>\$ 85,019</u>
Fund balance at beginning of year		<u>14,355,071</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 14,480,090</u>	

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Tort Immunity Account
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
REVENUES			
Local sources			
Earnings on investments	\$ 65	\$ 377	\$ 312
Total local sources	65	377	312
Total revenues	65	377	312
Net change in fund balance	<u>\$ 65</u>	377	<u>\$ 312</u>
Fund balance at beginning of year		<u>28,967</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 29,344</u>	

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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Debt Service Fund
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
REVENUES			
Local sources			
Property taxes	\$ 15,048,476	\$ 15,080,056	\$ 31,580
Earnings on investments	25,000	58,911	33,911
Total local sources	15,073,476	15,138,967	65,491
Total revenues	15,073,476	15,138,967	65,491
EXPENDITURES			
Debt service			
Principal retirement	8,776,443	14,471,776	(5,695,333)
Interest on bonds	13,026,153	6,355,719	6,670,434
Service charges	6,000	495,052	(489,052)
Total expenditures	21,808,596	21,322,547	486,049
Excess (deficiency) of revenues over expenditures	(6,735,120)	(6,183,580)	551,540
OTHER FINANCING SOURCES (USES)			
Bond issued	-	42,905,000	42,905,000
Premium on bond issued	-	5,843,328	5,843,328
Deposit with escrow agent	-	(51,633,259)	(51,633,259)
Transfers in	2,423,857	2,540,717	116,860
Total other financing sources (uses)	2,423,857	(344,214)	(2,768,071)
Net change in fund balance	<u>\$ (4,311,263)</u>	<u>(6,527,794)</u>	<u>\$ (2,216,531)</u>
Fund balance at beginning of year		<u>11,507,566</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 4,979,772</u>	

(Continued)

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

Fire Prevention and Safety Fund - The Fire Prevention and Safety Fund accounts for financial resources to be used for acquisitions and construction projects, which qualify as Fire Prevention and Safety expenditures

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2018

	Transportation	Municipal Retirement/ Social Security	Fire Prevention and Safety	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 4,758,746	\$ 1,201,684	\$ 212,070	\$ 6,172,500
Receivables				
Property taxes	890,253	1,082,823	-	1,973,076
Due from other governments	598,461	-	-	598,461
TOTAL ASSETS	6,247,460	2,284,507	212,070	8,744,037
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities				
Accounts payable	69,281	-	-	69,281
Accrued salaries and related expenditures	6,329	(100)	-	6,229
Total Liabilities	75,610	(100)	-	75,510
Deferred inflows				
Property taxes levied for subsequent year	826,379	1,005,132	-	1,831,511
Other deferred revenue	598,461	-	-	598,461
Total Deferred Inflows	1,424,840	1,005,132	-	2,429,972
Fund Balances				
Restricted				
Student transportation	4,747,010	-	-	4,747,010
Employee retirement	-	1,279,475	-	1,279,475
Fire prevention and safety	-	-	212,070	212,070
Total Fund Balances	4,747,010	1,279,475	212,070	6,238,555
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 6,247,460	\$ 2,284,507	\$ 212,070	\$ 8,744,037

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

Year Ended June 30, 2018

	Transportation	Municipal Retirement/ Social Security	Fire Prevention & Safety	Total Nonmajor Governmental Funds
REVENUES				
Local sources	\$ 1,912,694	\$ 2,299,163	\$ 99,202	\$ 4,311,059
State sources	2,364,751	-	-	2,364,751
Total Revenues	4,277,445	2,299,163	99,202	6,675,810
EXPENDITURES				
Current operating				
Instruction	-	827,270	-	827,270
Support services	5,630,781	1,755,750	-	7,386,531
Community services	-	174	-	174
Total Expenditures	5,630,781	2,583,194	-	8,213,975
Excess (deficiency) of revenues over expenditures	(1,353,336)	(284,031)	99,202	(1,538,165)
OTHER FINANCING SOURCES				
Sale of capital assets	1,694,544	-	-	1,694,544
Total other financing sources (uses)	1,694,544	-	-	1,694,544
Net change in fund balances	341,208	(284,031)	99,202	156,379
Fund balances at beginning of year	4,405,802	1,563,506	112,868	6,082,176
FUND BALANCES AT END OF YEAR	\$ 4,747,010	\$ 1,279,475	\$ 212,070	\$ 6,238,555

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Transportation Fund
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
REVENUES			
Local sources			
Property taxes	\$ 1,801,181	\$ 1,825,038	\$ 23,857
Transportation fees	35,020	32,819	(2,201)
Earnings on investments	11,000	54,837	43,837
Other	1,730,347	-	(1,730,347)
Total local sources	3,577,548	1,912,694	(1,664,854)
State sources			
Restricted			
Transportation aid	2,090,000	2,364,751	274,751
Total state sources	2,090,000	2,364,751	274,751
Total revenues	5,667,548	4,277,445	(1,390,103)
EXPENDITURES			
Current operating			
Support services			
Pupil transportation services			
Salaries	2,047,100	2,046,986	114
Employee benefits	61,900	59,268	2,632
Purchased services	944,179	1,228,962	(284,783)
Supplies and materials	262,000	278,258	(16,258)
Capital outlay	2,300,000	2,012,928	287,072
Other	30,500	4,379	26,121
Total	5,645,679	5,630,781	14,898
Total support services	5,645,679	5,630,781	14,898
Total expenditures	5,645,679	5,630,781	14,898
Excess (deficiency) of revenues over expenditures	21,869	(1,353,336)	(1,375,205)
OTHER FINANCING SOURCES			
Sale of fixed assets	-	1,694,544	1,694,544
Total other financing sources	\$ -	\$ 1,694,544	\$ 1,694,544

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Transportation Fund
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
Net change in fund balance	<u>\$ 21,869</u>	341,208	<u>\$ 319,339</u>
Fund balance at beginning of year		<u>4,405,802</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 4,747,010</u>	

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Municipal Retirement/Social Security Fund
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
REVENUES			
Local sources			
Property taxes	\$ 2,191,296	\$ 867,691	\$ (1,323,605)
Property taxes - Social security/medicare	-	1,352,359	1,352,359
Corporate personal property replacement taxes	65,000	65,000	-
Earnings on investments	3,500	14,113	10,613
Total local sources	2,259,796	2,299,163	39,367
Total revenues	2,259,796	2,299,163	39,367
EXPENDITURES			
Current operating			
Instruction			
Regular programs	294,975	402,469	(107,494)
Pre-K programs	130,185	-	130,185
Special education programs	213,864	342,971	(129,107)
Remedial and support programs K-12	38,402	28,717	9,685
Vocational programs	4,191	4,615	(424)
Interscholastic programs	38,519	32,210	6,309
Summer school programs	1,323	533	790
Gifted programs	8,344	7,161	1,183
Bilingual programs	9,035	8,594	441
Total instruction	738,838	827,270	(88,432)
Support services			
Pupils			
Attendance and social work services	8,080	9,248	(1,168)
Guidance services	22,805	21,708	1,097
Health services	62,597	53,742	8,855
Psychological services	9,016	9,545	(529)
Speech pathology and audiology services	12,477	12,196	281
Total pupils	114,975	106,439	8,536
Instructional staff			
Improvement of instruction services	18,891	19,542	(651)
Educational media services	73,153	74,118	(965)
Assessment and testing services	-	98	(98)
Total instructional staff	\$ 92,044	\$ 93,758	\$ (1,714)

(Continued)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Municipal Retirement/Social Security Fund
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
General administration			
Board of education services	\$ 142	\$ 231	\$ (89)
Executive administration services	15,840	15,618	222
Special area administration services	13,701	15,042	(1,341)
Total general administration	29,683	30,891	(1,208)
School administration			
Office of the principal services	241,403	231,743	9,660
Total school administration	241,403	231,743	9,660
Business			
Fiscal services	41,855	43,002	(1,147)
Operation and maintenance of plant services	659,612	700,999	(41,387)
Pupil transportation services	324,702	358,366	(33,664)
Internal services	8,546	8,441	105
Total business	1,034,715	1,110,808	(76,093)
Central			
Information services	15,771	17,673	(1,902)
Staff services	22,929	23,503	(574)
Data processing services	123,376	136,466	(13,090)
Total central	162,076	177,642	(15,566)
Other			
Other support services	4,514	4,469	45
Total support services	1,679,410	1,755,750	(76,340)
Community Services			
Employee benefits	177	174	3
Total community services	177	174	3
Total expenditures	2,418,425	2,583,194	(164,769)
Net change in fund balance	\$ (158,629)	(284,031)	\$ (125,402)
Fund balance at beginning of year		1,563,506	
FUND BALANCE AT END OF YEAR		\$ 1,279,475	

(Concluded)

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Fire Prevention and Safety Fund
 Year Ended June 30, 2018

	2018		
	Final Budget	Actual	Variance Over/Under
REVENUES			
Local sources			
Property taxes	\$ 108,132	\$ 96,623	\$ (11,509)
Earnings on investments	-	2,579	2,579
Total local sources	<u>108,132</u>	<u>99,202</u>	<u>(8,930)</u>
Total revenues	<u>108,132</u>	<u>99,202</u>	<u>(8,930)</u>
EXPENDITURES			
Support services			
Operations and maintenance of plant services			
Capital outlay	148,500	-	148,500
Total	<u>148,500</u>	<u>-</u>	<u>148,500</u>
Total support services	<u>148,500</u>	<u>-</u>	<u>148,500</u>
Total expenditures	<u>148,500</u>	<u>-</u>	<u>148,500</u>
Net change in fund balance	<u>\$ (40,368)</u>	99,202	<u>\$ (8,930)</u>
Fund balance at beginning of year		<u>112,868</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 212,070</u>	

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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Statement of Changes in Assets and Liabilities

Fiduciary Fund - Agency Fund - Student Activity Funds

Year Ended June 30, 2018

	Balance June 30, 2017	Additions	Deductions	Balance June 30, 2018
Assets				
Cash	\$ 1,110,018	\$ 2,376,352	\$ 2,393,951	\$ 1,092,419
Liabilities				
Due to organizations	\$ 1,110,018	\$ 2,376,352	\$ 2,393,951	\$ 1,092,419

STATISTICAL SECTION (UNAUDITED)

Financial Trends (pages 89-96)

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 (pages 97-104)

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

Debt Capacity (pages 105-109)

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 (pages 110-114)

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 (pages 155-120)

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.

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Net Position By Component

Last Ten Fiscal Years

	2018	2017	2016	2015
Governmental activities				
Net investment in capital assets	\$ (29,110,997)	\$ (14,053,809)	\$ (18,007,849)	\$ (23,265,573)
Restricted	11,035,601	17,505,841	24,499,122	22,563,725
Unrestricted	(12,814,168)	29,313,326	28,648,159	32,865,585
Total governmental activities net position	\$ (30,889,564)	\$ 32,765,358	\$ 35,139,432	\$ 32,163,737

Source of information: Annual Financial Statements

2014	2013	2012	2011	2010	2009
\$ (15,979,735)	\$ (21,702,841)	\$ (31,428,228)	\$ 619,342	\$ -	\$ -
33,727,279	17,765,586	16,535,209	3,507,686	3,400,051	6,220,334
55,204,970	73,077,821	78,369,772	52,356,800	52,836,825	50,172,209
<u>\$ 72,952,514</u>	<u>\$ 69,140,566</u>	<u>\$ 63,476,753</u>	<u>\$ 56,483,828</u>	<u>\$ 56,236,876</u>	<u>\$ 56,392,543</u>

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Change in Net Position
Last Ten Fiscal Years

	2018	2017	2016	2015
Expenses				
Governmental activities				
Instruction:				
Regular programs	\$ 55,341,709	\$ 49,127,967	\$ 42,251,889	\$ 43,445,805
Special programs	8,297,044	7,815,029	7,839,294	8,788,715
Tuition	3,447,188	3,140,992	3,958,437	2,241,443
Support services:				
Pupils	4,613,670	4,433,990	4,485,526	4,718,976
Instructional staff	3,275,224	3,230,634	3,310,397	3,170,119
General administration	2,003,212	2,458,069	2,400,317	2,269,471
School administration	4,575,556	4,551,146	4,510,209	4,250,339
Business	2,559,070	2,408,691	2,382,016	2,443,195
Operations and maintenance	11,016,637	12,596,094	10,728,466	10,640,831
Transportation	5,036,982	7,341,947	4,934,449	7,581,065
Central	1,536,424	2,069,111	2,251,847	2,326,504
Other	44,181	27,905	26,483	742,755
Community services	22,094	26,880	37,681	65,932
Interest and fees	8,964,029	13,830,806	14,185,780	12,779,497
Total governmental activities expenses	110,733,020	113,059,261	103,302,791	105,464,647
Program revenues				
Governmental activities				
Charges for services				
Instruction:				
Regular programs	1,516,345	1,527,223	1,599,304	1,483,528
Support services:				
General administration	-	-	-	-
Business	1,534,096	1,424,292	1,294,109	1,407,702
Operations and maintenance	754,337	575,379	418,917	358,338
Transportation	32,819	36,128	38,241	39,029
Operating grants and contributions	21,768,374	20,215,786	19,630,590	17,090,197
Total governmental activities program revenues	25,605,971	23,778,808	22,981,161	20,378,794
Net revenue (expense)	(85,127,049)	(89,280,453)	(80,321,630)	(85,085,853)
Governmental activities				
General revenues				
Taxes:				
Real estate taxes, levied for general purposes	65,866,351	63,511,713	60,926,702	60,510,797
Real estate taxes, levied for specific purposes	4,045,088	4,230,369	4,241,019	5,105,355
Real estate taxes, levied for debt service	15,080,056	15,538,509	15,930,639	16,192,343
Gain (loss) on disposal of capital assets	-	-	(1,173,696)	1,713,587
State aid-formula grants	4,244,048	2,409,888	2,301,663	2,065,167
Investment earnings	500,520	202,945	117,013	106,148
Miscellaneous	1,166,140	1,012,955	953,985	1,030,825
Total governmental activities general revenues	90,902,203	85,893,424	82,343,340	85,693,397
Change in net position	\$ 5,775,154	\$ (3,387,029)	\$ 2,021,710	\$ 607,544

Source of information: Annual Financial Statements

2014	2013	2012	2011	2010	2009
\$ 44,063,084	\$ 41,166,930	\$ 39,763,739	\$ 39,671,499	\$ 39,035,702	\$ 34,195,808
8,016,744	7,791,867	7,824,425	7,488,232	7,399,185	7,198,256
1,883,977	2,267,943	2,319,153	2,876,674	3,047,853	2,812,928
4,382,004	3,992,416	3,910,510	4,075,406	4,151,045	4,196,303
2,800,570	2,417,346	2,438,324	2,408,962	2,754,385	2,656,255
2,379,933	2,696,469	2,264,846	2,320,535	2,609,570	2,134,737
3,941,962	4,015,033	3,867,455	3,867,184	3,980,740	3,830,675
2,360,494	2,420,606	2,499,394	2,368,819	2,507,412	2,330,860
12,691,941	12,059,607	10,400,320	10,658,400	12,006,741	13,826,277
5,965,669	4,125,662	5,502,329	9,371,838	4,433,943	4,674,570
1,804,125	1,608,794	1,044,878	975,395	961,783	860,817
21,733	20,583	20,203	21,184	20,033	27,362
54,383	75,183	19,376	30,150	57,181	18,864
11,719,434	10,507,930	10,092,764	9,354,923	8,948,309	8,942,898
102,086,053	95,166,369	91,967,716	95,489,201	91,913,882	87,706,610
1,335,065	1,309,612	1,967,202	1,179,651	1,319,419	1,483,697
-	-	6,146	33,015	-	-
1,431,819	1,462,472	1,499,919	1,505,812	1,556,530	1,550,409
239,910	415,631	151,673	157,599	243,818	184,547
27,717	38,053	30,197	26,305	22,603	16,006
17,854,184	16,244,385	15,371,054	14,682,323	13,604,220	12,530,313
20,888,695	19,470,153	19,026,191	17,584,705	16,746,590	15,764,972
(81,197,358)	(75,696,216)	(72,941,525)	(77,904,496)	(75,167,292)	(71,941,638)
58,016,888	58,678,588	57,026,909	55,748,856	53,833,913	53,640,419
6,216,147	4,356,282	4,159,834	4,165,357	3,925,052	3,617,051
15,620,761	15,081,622	14,855,672	14,760,418	13,328,861	12,773,544
1,991,527	(46,792)	552,990	23,986	520,146	892,303
2,090,081	2,056,436	2,199,234	2,317,840	2,316,236	2,255,555
104,596	60,127	55,289	54,013	304,096	1,907,069
969,306	1,173,766	1,084,522	1,080,978	783,321	963,187
84,040,000	80,186,263	78,849,928	77,070,470	74,228,304	75,085,941
\$ 2,842,642	\$ 4,490,047	\$ 5,908,403	\$ (834,026)	\$ (938,988)	\$ 3,144,303

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Fund Balances, Governmental Funds

Last Ten Fiscal Years

	2018	2017	2016	2015
General Fund				
Restricted	\$ 29,344	\$ 28,967	\$ 28,791	\$ 28,724
Unassigned	41,088,093	36,931,463	36,715,183	38,999,505
Total general fund	\$ 41,117,437	\$ 36,960,430	\$ 36,743,974	\$ 39,028,229
All Other Governmental Funds				
Restricted, reported in				
Debt service funds	\$ 4,979,772	\$ 11,507,566	\$ 17,872,607	\$ 16,305,004
Special revenue funds	6,238,555	6,082,176	6,597,724	6,229,997
Total all other governmental funds	\$ 11,218,327	\$ 17,589,742	\$ 24,470,331	\$ 22,535,001
General Fund				
Reserved				
Unreserved				
Total general fund				
All Other Governmental Funds				
Reserved				
Unreserved, reported in:				
Special revenue funds				
Total all other governmental funds				

Note: Starting in fiscal year 2011 the Working Cash and Tort Immunity Accounts are reported in the General Fund. In 2011 the District implemented GASB #54. Amounts prior to fiscal year 2011 have not been restated for GASB Statement #54.

Source of information: Annual Financial Statements

2014	2013	2012	2011	2010	2009
\$ 31,366	\$ 36,751	\$ 36,705	\$ -		
37,571,959	42,869,736	43,027,816	39,644,956		
<u>\$ 37,603,325</u>	<u>\$ 42,906,487</u>	<u>\$ 43,064,521</u>	<u>\$ 39,644,956</u>		

\$ 15,293,311	\$ 11,476,682	\$ 7,221,028	\$ 3,477,164
8,388,142	6,252,153	9,277,476	4,809,752
<u>\$ 23,681,453</u>	<u>\$ 17,728,835</u>	<u>\$ 16,498,504</u>	<u>\$ 8,286,916</u>

\$ -	\$ -
20,274,714	19,588,002
<u>\$ 20,274,714</u>	<u>\$ 19,588,002</u>
\$ 17,602,987	\$ 24,809,484
8,387,959	8,699,596
<u>\$ 25,990,946</u>	<u>\$ 33,509,080</u>

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

	2018	2017	2016	2015
Revenues				
Local sources				
Taxes	\$ 84,991,495	\$ 83,280,591	\$ 81,098,360	\$ 81,808,495
Earnings on investments	500,520	202,945	117,013	106,148
Other local sources	5,003,737	4,641,777	4,454,138	4,568,469
Total local sources	90,495,752	88,125,313	85,669,511	86,483,112
State sources	24,413,364	19,869,037	20,027,527	17,304,590
Federal sources	1,669,009	1,642,519	1,755,144	1,601,727
Total revenues	116,578,125	109,636,869	107,452,182	105,389,429
Expenditures				
Current:				
Instruction	57,472,571	53,348,127	52,294,347	50,424,573
Supporting and community services	32,194,947	33,331,467	32,508,830	33,008,849
Nonprogrammed charges	3,447,188	3,140,992	2,944,107	2,241,443
Debt service				
Principal	14,471,776	5,535,943	5,230,778	5,076,870
Interest and other	6,850,771	15,028,965	15,046,773	13,640,490
Capital outlay	3,164,893	2,902,284	2,432,339	2,432,339
Total expenditures	117,602,146	113,287,778	110,457,174	106,824,564
Excess (deficiency) of revenue over expenditures	(1,024,021)	(3,650,909)	(3,004,992)	(1,435,135)
Other Financing Sources (Uses)				
Issuance of debt	48,748,328	38,615,164	650,000	-
Sale of capital assets	1,694,544	1,518,462	2,006,067	1,713,587
Transfers in	2,540,717	3,124,400	5,891,672	5,418,787
Transfers out	(2,540,717)	(3,124,400)	(5,891,672)	(5,418,787)
Refunding transactions	(51,633,259)	(43,146,850)	-	-
Total other financing sources (uses)	(1,190,387)	(3,013,224)	2,656,067	1,713,587
Net change in fund balances	\$ (2,214,408)	\$ (6,664,133)	\$ (348,925)	\$ 278,452
Debt service as a percentage of noncapital expenditures	18.6%	18.6%	18.8%	17.9%

Source of information: Annual Financial Statements

	2014	2013	2012	2011	2010	2009
\$	78,885,188	\$ 79,238,396	\$ 76,485,167	\$ 73,019,718	\$ 69,239,850	\$ 69,323,133
	104,596	60,127	55,289	54,013	304,096	1,907,069
	3,058,719	3,540,610	5,240,209	3,983,360	3,925,691	4,200,159
	82,048,503	82,839,133	81,780,665	77,057,091	73,469,637	75,430,361
	18,579,160	16,471,838	14,990,509	14,777,176	13,819,520	12,886,575
	1,364,855	1,785,884	2,079,229	2,222,987	2,100,936	1,896,980
	101,992,518	101,096,855	98,850,403	94,057,254	89,390,093	90,213,916
	49,239,266	46,215,383	44,961,436	42,730,041	42,287,866	38,754,314
	28,714,927	28,200,727	28,596,737	33,610,028	30,629,163	32,410,036
	1,883,977	2,267,943	2,319,153	2,876,674	3,047,853	2,812,928
	4,707,141	4,571,637	3,866,137	3,059,223	4,289,534	5,121,031
	12,580,427	11,368,923	10,742,058	10,183,793	9,743,824	9,791,211
	6,215,368	7,577,937	308,290	138,022	10,150,621	37,588,095
	103,341,106	100,202,550	90,793,811	92,597,781	100,148,861	126,477,615
	(1,348,588)	894,305	8,056,592	1,459,473	(10,758,768)	(36,263,699)
	-	-	14,341,324	-	2,865,058	-
	1,998,044	177,992	3,474,841	206,739	4,427,346	4,437,929
	5,931,638	5,000,856	3,256,281	32,806	59,897	2,996,228
	(5,931,638)	(5,000,856)	(3,256,281)	(32,806)	(59,897)	(2,996,228)
	-	-	(14,241,604)	-	(3,365,058)	-
	1,998,044	177,992	3,574,561	206,739	3,927,346	4,437,929
\$	649,456	\$ 1,072,297	\$ 11,631,153	\$ 1,666,212	\$ (6,831,422)	\$ (31,825,770)
	17.8%	17.2%	16.1%	14.3%	15.6%	16.8%

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Equalized Assessed Valuation And
 Estimated Actual Value Of Taxable Property
 Last Ten Tax Levy Years

Tax Levy Year	Equalized Assessed Valuation				
	Farm	Residential	Commercial	Industrial	Railroad
2017	\$ 9,672,526	\$ 1,056,397,587	\$ 221,619,724	\$ 122,764,975	\$ 2,499,867
2016	9,434,354	1,018,005,191	219,951,288	122,254,836	2,452,758
2015	9,056,082	948,919,266	208,772,984	117,965,571	2,412,958
2014	9,044,221	913,497,214	211,929,540	115,697,318	2,021,239
2013	9,261,120	907,125,173	205,345,480	118,127,444	1,875,483
2012	7,114,363	944,645,606	213,460,986	118,915,777	1,517,682
2011	7,314,696	992,359,710	207,919,412	119,359,434	1,341,301
2010	7,361,743	1,041,614,206	230,762,514	128,002,939	1,262,127
2009	11,721,558	1,086,701,820	242,834,463	128,936,997	1,008,948
2008	12,671,704	1,087,522,743	250,526,436	129,256,986	837,269

* Equalized Assessed Valuation is one-third of the Actual Estimated Value.

Source of information: Kane County Levy, Rate and Extension Reports for the years 2008 to 2017.

Total Equalized Assessed Valuation	Amount of Increase Over Previous Year	Percentage Increase Over Previous Year	Actual Estimated Value *
\$ 1,412,954,679	\$ 40,856,252	2.98%	\$ 4,238,864,037
1,372,098,427	84,971,566	6.60%	4,116,295,281
1,287,126,861	34,937,329	2.79%	3,861,380,583
1,252,189,532	10,454,832	0.84%	3,756,568,596
1,241,734,700	(43,919,714)	-3.42%	3,725,204,100
1,285,654,414	(42,640,139)	-3.21%	3,856,963,242
1,328,294,553	(80,708,976)	-5.73%	3,984,883,659
1,409,003,529	(62,200,257)	-4.23%	4,227,010,587
1,471,203,786	(9,611,352)	-0.65%	4,413,611,358
1,480,815,138	76,221,154	5.43%	4,442,445,414

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Property Tax Rates - All Direct and Overlapping

Governments

Last Ten Tax Levy Years

Taxing District	2017	2016	2015
Kane County	\$0.402498	\$0.420062	\$0.447884
Kane County Forest Preserve	0.165841	0.225322	0.294354
Geneva Township	0.048630	0.048670	0.051060
Geneva Township Road District	0.024290	0.024310	0.025500
City of Geneva	0.605411	0.708564	0.747927
Community College District #516	0.553304	0.560691	0.587468
Geneva Park District	0.485241	0.532945	0.559914
Geneva Library	0.436241	0.334060	0.350429
Total Overlapping Governments	2.721456	2.854624	3.064536
Geneva School District No. 304	6.038082	6.075629	6.470007
Totals	8.759538	8.930253	9.534543

Additional Overlapping Governments:

Blackbery Township	\$0.131440	\$0.130935	\$0.138434
Blackbery Township Road District	0.017833	0.177640	0.185520
St. Charles Township	0.043700	0.044040	0.044970
St. Charles Township Road District	0.090680	0.091390	0.093320
St. Charles Cemetery	0.015870	0.015990	0.016325
City of Batavia	0.742796	0.697011	0.695527
City of St. Charles	0.846310	0.879611	0.910863
St. Charles Park District	0.632746	0.641859	0.656758
Batavia Public Library District	0.370060	0.368874	0.385370
St. Charles Public Library District	0.334420	0.337489	0.345210
Batavia Fire Protection District	0.308020	0.312600	0.320355
Elburn Fire Protection District	0.735640	0.735959	0.748705
Geneva Township Ambulance District	0.040650	0.039980	0.041780
Geneva Township Fire District	0.213500	0.209980	0.219450
Mill Creek Water Reclamation District	0.013402	0.013684	0.014569

Excludes Special Service Areas

Tax rates are expressed in dollars per one hundred of assessed valuation.

It should be noted that the boundaries of some of the overlapping governments listed only partially overlap the District, and therefore the totals shown above overstate the tax rates for individuals taxpayers within the District.

Source of information: Kane County Clerk's Office.

	2014	2013	2012	2011	2010	2009	2008
\$	0.468360	\$ 0.462292	\$ 0.433559	\$ 0.398980	\$ 0.372975	\$ 0.339794	\$ 0.333610
	0.312630	0.303868	0.271005	0.260923	0.220104	0.199732	0.193217
	0.051420	0.050453	0.047456	0.045747	0.042223	0.040560	0.040051
	0.025680	0.025199	0.024101	0.023233	0.021446	0.020601	0.020343
	0.745890	0.726191	0.678332	0.646346	0.603656	0.549903	0.541927
	0.595432	0.580694	0.531163	0.470953	0.406952	0.404276	0.399526
	0.566712	0.559493	0.526615	0.494853	0.457360	0.420709	0.409731
	0.353980	0.348198	0.312881	0.316219	0.291849	0.269590	0.264890
	3.120104	3.056388	2.825112	2.657254	2.416565	2.245165	2.203295
	6.580476	6.445100	6.103222	5.733457	5.303843	4.846793	4.699909
	9.700580	9.501488	8.928334	8.390711	7.720408	7.091958	6.903204

\$	0.143592	\$ 0.144120	\$ 0.137484	\$ 0.125965	\$ 0.117465	\$ 0.108439	\$ 0.108958
	0.188339	0.185979	0.177418	0.162640	0.149210	0.137230	0.132418
	0.045409	0.043898	0.041808	0.038032	0.035252	0.041323	0.032746
	0.094235	0.091099	0.086410	0.078260	0.072270	0.065929	0.064700
	0.016541	0.015990	0.015165	0.013794	0.012785	0.011725	0.000204
	0.715334	0.731855	0.695886	0.672037	0.592473	0.559507	0.549044
	0.927509	0.904837	0.877429	0.826034	0.778496	0.730000	0.730001
	0.663356	0.640653	0.605593	0.552630	0.555003	0.461308	0.421085
	0.392650	0.376150	0.353030	0.328900	0.306920	0.288160	0.283340
	0.348570	0.335440	0.317850	0.287440	0.265350	0.241450	0.237160
	0.306107	0.312869	0.323546	0.307470	0.292880	0.280120	0.280643
	0.732589	0.786239	0.760011	0.734450	0.681720	0.620893	0.606074
	0.031116	0.047002	0.043651	0.043170	0.041446	0.039468	0.038896
	0.224695	0.236527	0.312881	0.226790	0.217737	0.207342	0.204338
	0.015539	0.015903	0.015824	0.014980	0.014080	0.012700	0.012459

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Principal Property Taxpayers
Current Year and Nine Years Ago

Name of Taxpayer	2017 Equalized Assessed Valuation	Rank	Percentage of total 2017 Equalized Assessed Valuation
LPF Geneva Commons LLC	\$36,694,039	1	2.60%
Mid-America Asset Management Inc			
Delnor Community Hospital Systems	9,375,769	2	0.66%
Northwest Memorial Healthcare			
IN Retail Fund Randall Square, LLC	8,937,441	3	0.63%
Ashford Geneva Holdings LLC	8,554,097	4	0.61%
Lineage IL Geneva RE LLC	6,366,338	5	0.45%
SFERS Real Estate Corp KK	6,200,000	6	0.44%
Vista Investments, Inc.	5,901,850	7	0.42%
Aldi, Inc	5,696,994	8	0.40%
Friendship Village of Mill Creek NFP	5,359,667	9	0.38%
Duke Realty Limited Partnership	4,692,279	10	0.33%
CNL Income Eagl North Golf			
Brittany Court Limited Partnership			
Wal-Mart Real Estate Business Trust			
Dodson Property Company LLC			
Millard Refrigerated Service			
	<hr/> <hr/>		<hr/> <hr/>
	\$ 97,778,474		6.92%

Source of information:

2017 - Office of the Kane County Clerk

2008 - Office of the Kane County Clerk and Geneva Township Assessor

2008 Equalized Assessed Valuation	Rank	Percentage of total 2008 Equalized Assessed Valuation
\$ 32,946,195	1	2.22%
21,077,979	2	1.42%
10,181,745	3	0.69%
6,865,980	6	0.46%
5,685,963	9	0.38%
8,140,297	4	0.55%
7,457,859	5	0.50%
6,617,316	7	0.45%
5,935,817	8	0.40%
5,641,292	9	0.38%
<u>\$ 110,550,443</u>		<u>7.47%</u>

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Schedule of Property Tax Rates, Extensions and Collections

Last Ten Tax Levy Years

	2017	2016	2015	2014
Rates extended:				
Educational	3.669	3.671	3.849	3.926
Special education	0.291	0.255	0.267	0.274
Operations and maintenance	0.736	0.746	0.750	0.736
Bond and interest	1.056	1.097	1.253	1.315
Transportation	0.129	0.131	0.183	0.188
Illinois municipal retirement	0.047	0.080	0.084	0.071
Social security	0.110	0.080	0.084	0.071
Fire prevention and safety	0.000	0.015	0.000	0.000
Total rates extended	6.038	6.075	6.470	6.580
Property tax extensions:				
Educational	\$ 51,840,191	\$ 50,372,272	\$ 49,547,048	\$ 49,161,562
Special education	4,109,254	3,499,853	3,438,817	3,435,294
Operations and maintenance	10,405,351	10,240,560	9,653,451	9,217,793
Bond and interest	14,920,999	15,048,476	16,125,988	16,462,999
Transportation	1,822,655	1,801,181	2,358,016	2,355,644
Illinois municipal retirement	665,078	1,095,648	1,076,939	883,370
Social security	1,551,834	1,095,648	1,076,939	883,370
Fire prevention and safety	-	209,972	-	-
Total levies extended	\$ 85,315,362	\$ 83,363,610	\$ 83,277,198	\$ 82,400,032
Total collections	\$ 43,944,130	\$ 83,162,543	\$ 82,742,348	\$ 82,174,412
Percentage of extensions collected	51.51%	99.76%	99.36%	99.73%

Tax rates are expressed in dollars per one hundred of assessed valuation.

Source of information: DuPage County Levy, Rate and Extension reports for 2008-2017

2013	2012	2011	2010	2009	2008
3.938	3.835	3.551	3.245	3.027	2.943
0.000	0.000	0.000	0.000	0.000	0.000
0.745	0.750	0.748	0.715	0.644	0.682
1.261	1.178	1.120	1.048	0.909	0.830
0.319	0.154	0.142	0.134	0.118	0.152
0.099	0.101	0.093	0.088	0.081	0.046
0.083	0.085	0.078	0.074	0.068	0.046
0.000	0.000	0.000	0.000	0.000	0.000
6.445	6.103	5.733	5.304	4.847	4.699
\$ 48,900,009	\$ 49,298,509	\$ 47,171,193	\$ 45,719,783	\$ 44,535,207	\$ 43,585,454
-	-	-	-	-	-
9,250,005	9,642,408	9,941,395	10,072,022	9,467,196	10,103,691
15,655,009	15,149,997	14,878,320	14,771,063	13,367,432	12,287,360
3,960,004	1,985,976	1,891,053	1,894,758	1,743,965	2,245,286
1,236,010	1,299,527	1,237,413	1,236,570	1,195,853	687,587
1,030,006	1,089,926	1,037,823	1,037,139	996,549	687,587
-	-	-	-	-	-
\$ 80,031,043	\$ 78,466,343	\$ 76,157,197	\$ 74,731,335	\$ 71,306,202	\$ 69,596,965
\$ 79,868,142	\$ 78,287,464	\$ 75,807,320	\$ 74,614,617	\$ 71,249,498	\$ 69,378,588
99.80%	99.77%	99.54%	99.84%	99.92%	99.69%

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Ratio of Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year Ended June 30,	Tax Levy Year	General Obligation Bonds	Percentage of Actual Property Value	Other	Total	Percentage of Outstanding Debt to Personnel Income	Total Debt per Capita
2018	2017	\$ 135,493,048	3.20%	\$ 389,576	\$ 135,882,624	13.68%	\$ 6,156
2017	2016	121,498,214	2.95%	516,352	122,014,566	12.47%	5,553
2016	2015	136,037,916	3.52%	650,000	136,687,916	14.18%	6,239
2015	2014	141,268,694	3.76%	-	141,268,694	14.81%	6,498
2014	2013	146,345,564	3.93%	-	146,345,564	15.36%	6,746
2013	2012	151,052,705	3.92%	-	151,052,705	16.17%	6,954
2012	2011	155,624,342	3.91%	-	155,624,342	16.88%	7,169
2011	2010	159,375,479	3.77%	-	159,375,479	18.45%	7,415
2010	2009	162,434,702	3.68%	-	162,434,702	20.16%	6,659
2009	2008	166,899,236	3.76%	-	166,899,236	20.79%	6,868

Source of information: Annual Financial Statements 2009-2018

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304
Ratio of General Bonded Debt to Equalized Assessed Valuation
And Net Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Tax Levy Year	Net General Bonded Debt	Equalized Assessed Valuation	Percentage of Net General Bonded Debt to Assessed Valuation	Estimated population*	Net Bonded Debt Per Capita
2018	2017	\$ 135,493,048	\$ 1,412,954,679	9.59%	22,010	\$ 6,156
2017	2016	121,498,214	1,372,098,427	8.85%	21,880	5,553
2016	2015	136,037,916	1,287,126,861	10.57%	21,806	6,239
2015	2014	141,268,694	1,252,189,532	11.28%	21,742	6,498
2014	2013	146,345,564	1,241,734,700	11.79%	21,694	6,746
2013	2012	151,052,705	1,285,654,414	11.75%	21,722	6,954
2012	2011	155,624,342	1,328,294,553	11.72%	21,707	7,169
2011	2010	159,375,479	1,409,003,529	11.31%	21,495	7,415
2010	2009	162,434,702	1,471,203,786	11.04%	24,392	6,659
2009	2008	166,899,236	1,480,815,138	11.27%	24,302	6,868

Source of information:

DuPage County Levy, Rate and Extension reports for 2008-2017
Annual Financial Statements 2009-2017

* Population estimates were based on U.S. Census Bureau for the City of Geneva, IL

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Computation of Direct and Overlapping Bonded Debt

June 30, 2018

Jurisdiction overlapping		Bonded indebtedness	Portion applicable to School District	
			Percent	Amount
Kane County Forest Preserve	(1)	\$ 149,300,000	10.347%	\$ 15,448,071
City of Batavia		37,595,000	10.473%	3,937,324
City of Geneva	(1)	3,720,000	100.000%	3,720,000
City of St. Charles		97,105,000	0.132%	128,179
St. Charles Park District	(1)	22,110,000	0.085%	18,794
Batavia Public Library District		705,000	4.476%	31,556
Geneva Public Library District		10,000,000	91.612%	9,161,200
Geneva Special Service Area #1		145,000	100.000%	145,000
Waubonsee Community College District No. 516		58,005,000	15.347%	8,902,027
Total Overlapping General Obligation Bonded Debt				41,492,151
Geneva Community Unit School District 304	(2)	135,493,048	100.000%	135,493,048
Total Direct and Overlapping General Obligation Bonded Debt				<u>\$ 176,985,199</u>

Percentage of overlap is based on the percentage of equalized assessed valuation within the primary government

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

Source of information: Kane County Clerk's Office

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Legal Debt Margin Information

Last Ten Fiscal Years

	<u>2018</u>	<u>2017</u>	<u>2016</u>
Debt limit	\$ 194,987,746	\$ 189,349,583	\$ 177,623,507
Total net debt applicable to limit	<u>-</u>	<u>110,507,000</u>	<u>118,165,309</u>
Legal debt margin	<u>\$ 194,987,746</u>	<u>\$ 78,842,583</u>	<u>\$ 59,458,198</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>0.00%</u>	<u>58.36%</u>	<u>66.53%</u>

Legal Debt Margin calculation for fiscal year June 30, 2018

Assessed valuation of taxable properties for the tax year 2017	\$ 1,412,954,679
Rate	<u>13.8%</u>
Bonded debt limit	<u>\$ 194,987,746</u>
Debt subject to limitation: General obligation bonds payable	\$ 135,882,624
Less Debt Service Fund balance	<u>(4,979,772)</u>
Net debt outstanding subject to limitation	<u>\$ 130,902,852</u>
Legal bonded debt margin at June 30, 2018	<u>\$ 64,084,894</u>

Source of information: Annual Financials 2009-2018

2015	2014	2013	2012	2011	2010	2009
\$ 172,802,155	\$ 171,359,389	\$ 177,420,309	\$ 183,304,648	\$ 195,003,570	\$ 203,026,122	\$ 204,936,344
119,732,912	131,052,253	139,576,023	148,403,314	155,898,315	159,808,816	162,376,127
\$ 53,069,243	\$ 40,307,136	\$ 37,844,286	\$ 34,901,334	\$ 39,105,255	\$ 43,217,306	\$ 42,560,217
69.29%	76.48%	78.67%	80.96%	79.95%	78.71%	79.23%

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Demographic and Miscellaneous Statistics

Last Ten Fiscal Years

Fiscal year ended June 30,	Estimated Population (1)(2)	Personal Income (2) (<i>thousands of dollars</i>)	Per Capita Personal Income (2)	Unemployment rate (3)
2018	22,010	\$ 990,494	\$ 45,002	3.8%
2017	21,880	974,010	44,516	4.6%
2016	21,806	959,529	44,003	4.5%
2015	21,742	953,648	43,862	5.6%
2014	21,694	952,844	43,922	7.4%
2013	21,722	933,937	42,995	7.1%
2012	21,707	921,766	42,464	7.9%
2011	21,495	863,605	40,177	8.8%
2010	24,392	805,570	33,026	7.5%
2009	24,302	802,598	33,026	4.5%

(1) U.S. Census Bureau population estimates for the City of Geneva

(2) 2000 U.S. Census information for the City of Geneva - fiscal years 2001-2016

US Census Bureau - fiscal year 2018 (per capita income-5 year estimate (2012-2016) in 2016 dollars)

(3) Illinois Department of Employment Security, Revised and Updated April 2018

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Principal Employers

Current Year and Nine Years Ago

Employer	2018		
	Employees	Rank	Percentage of Total City Employment*
Greencore, USA (formerly Peacock Foods/Engineering)	3,000	1	21.84%
** Delnor Hospital, Div of Central Dupage Hospital	1,735	2	12.63%
** Kane County Government Building	1,300	3	9.46%
** Geneva Community Unit School District 304	736	4	5.36%
Kane County Cougars	640	5	4.66%
** Geneva Park District	470	6	3.42%
** Burgess-Norton Mfg. Co. Div. of Amsted Ind.	300	7	2.18%
Johnson Controls Inc., Power Solutions Div.	300	7	2.18%
** FONIA International	250	9	1.82%
** City of Geneva	218	10	1.59%
Power Packaging	200	11	1.46%
Home Depot	160	12	1.16%
** On-Cor Frozen Foods	140	13	1.02%
** Fox Valley Orthopedic Institute	130	14	0.95%
Gordon Flesch Company Inc.	130	14	0.95%
** Continental Envelope Corp.	125	16	0.91%
Miner Enterprises Inc.	120	17	0.87%
** Houghton Mifflin Harcourt Publishing Co.			
Carlton Home Healthcare			

Sources:

2018 Illinois Manufacturers' News

2018 Illinois Services Directory

City of Geneva Economic Development Report

*Illinois Department of Employment Security

**Includes Full and Part Time

2009		
Employees	Rank	Percentage of Total City Employment*
600	5	4.48%
1,022	2	7.64%
1,226	1	9.16%
688	4	5.14%
900	3	6.72%
300	6	2.24%
120	12	0.90%
150	8	1.12%
125	10	0.93%
130	9	0.97%
160	7	1.20%
125	10	0.93%

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Number of Full-Time Employees by Type

Last Ten Fiscal Years

	2018	2017	2016	2015
Administration:				
Superintendent	1	1	1	1
Assistant superintendent	3	3	3	3
District administrators	7	7	7	7
Principals and assistants	21	21	19	19
	<hr/>			
Total administration	32	32	30	30
	<hr/>			
Instruction:				
Teachers:				
Elementary school	161	157	155	153
Middle school	91	94	94	92
High school	105	117	114	110
Special education	47	46	46	44
District instruction support	39	29	27	23
	<hr/>			
Total instruction	443	443	436	422
	<hr/>			
Other supporting staff:				
Clerical, aides	181	177	175	183
Operations staff	83	84	81	81
	<hr/>			
Total support staff	264	261	256	264
	<hr/>			
Total staff	739	736	722	716

Source of Information: District records

2014	2013	2012	2011	2010	2009
1	1	1	1	1	1
3	3	4	4	4	4
8	7	6	6	7	6
18	17	17	17	17	16
30	28	28	28	29	27
138	139	137	145	149	145
88	91	92	92	92	90
101	105	103	100	101	101
42	39	38	37	36	38
20	20	21	21	22	20
389	394	391	395	400	394
189	186	181	179	189	181
79	83	78	80	85	87
268	269	259	259	274	268
687	691	678	682	703	689

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Operating Indicators by Program

Last Ten Fiscal Years

	2018	2017	2016
Instruction			
Enrollment			
Total	5,848	5,788	5,836
Special Ed	787	834	904
Support services- pupil			
Percentage of student with disabilities	13.5%	14.4%	15.5%
Percentage of limited english proficient students	2.18%	1.77%	1.85%
School administration			
Student attendance rate	93.70%	93.12%	93.66%
Fiscal			
Purchase orders processed	4,535	3,838	3,459
Nonpayroll checks issued	5,388	5,440	5,128
Maintenance			
District square footage maintained by custodians and maintenance staff	1,400,391	1,400,391	1,394,343
Transportation			
Average students transported daily	4,875	4,845	4,854
Average daily bus stops	232	241	232

N/A - Information is unavailable

Source of Information: District records

2015	2014	2013	2012	2011	2010	2009
5,887 899	5,881 868	5,924 818	5,956 839	5,991 895	5,923 853	5,963 853
15.3%	14.76%	13.81%	14.09%	14.94%	14.40%	14.30%
1.54%	1.32%	1.17%	1.18%	1.27%	1.10%	0.90%
93.55%	90.55%	90.11%	91.13%	90.75%	92.77%	91.10%
3,296 4,954	3,348 4,573	2,988 4,958	2,684 4,836	2,764 4,903	2,700 5,150	2,947 7,041
1,394,343	1,325,841	1,325,841	1,325,841	1,325,841	1,325,841	1,221,841
4,773 229	4,890 234	4,741 223	4,753 262	4,814 229	5,106 240	4,167 256

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

School Building Information

Last Ten Fiscal Years

	2018	2017	2016	2015
GENEVA HIGH SCHOOL				
Square feet	396,379	396,379	390,331	390,331
Capacity (students)	1,980	1,980	1,800	1,800
Enrollment	1,964	1,961	1,971	1,996
GENEVA MIDDLE SCHOOL SOUTH				
Square feet	191,725	191,725	191,725	191,725
Capacity (students)	1,181	1,181	1,181	1,181
Enrollment	673	694	718	713
GENEVA MIDDLE SCHOOL NORTH				
Square feet	198,000	198,000	198,000	198,000
Capacity (students)	1,000	1,000	1,000	1,000
Enrollment	675	696	729	712
COULTRAP ELEMENTARY SCHOOL				
Square feet	-	-	-	-
Capacity (students)	-	-	-	-
Enrollment	-	-	-	-
HARRISON ELEMENTARY SCHOOL				
Square feet	90,684	90,684	90,684	90,684
Capacity (students)	563	563	563	563
Enrollment	434	415	420	432
WESTERN AVE ELEMENTARY SCHOOL				
Square feet	62,832	62,832	62,832	62,832
Capacity (students)	561	561	561	561
Enrollment	349	334	312	305
MILL CREEK ELEMENTARY SCHOOL				
Square feet	92,015	92,015	92,015	92,015
Capacity (students)	657	657	657	657
Enrollment	459	414	411	388
HEARTLAND ELEMENTARY SCHOOL				
Square feet	77,447	77,447	77,447	77,447
Capacity (students)	657	657	657	657
Enrollment	420	434	444	448
WILLIAMSBURG ELEMENTARY SCHOOL				
Square feet	104,000	104,000	104,000	104,000
Capacity (students)	550	550	550	550
Enrollment	532	513	485	503
FABYAN ELEMENTARY SCHOOL				
Square feet	104,000	104,000	104,000	104,000
Capacity (students)	550	550	550	550
Enrollment	249	256	270	305
GENEVA EARLY LEARNING PROGRAM PRESCHOOL				
Square feet	10,961	10,961	10,961	10,961
Capacity (students)	100	100	100	100
Enrollment	93	71	76	85

Source of Information: District records and SIS Report

2014	2013	2012	2011	2010	2009
390,331	390,331	390,331	390,331	390,331	390,331
1,800	1,800	1,800	1,800	1,800	1,800
1,994	1,996	1,977	1,981	1,927	1,939
191,725	191,725	191,725	191,725	191,725	191,725
1,181	1,181	1,181	1,181	1,181	1,181
729	711	728	725	719	719
198,000	198,000	198,000	198,000	198,000	198,000
1,000	1,000	1,000	1,000	1,000	1,000
718	709	734	724	714	715
-	-	78,400	78,400	78,400	78,400
-	-	564	564	564	564
-	-	-	-	-	-
90,684	90,684	90,684	90,684	90,684	90,684
563	563	563	563	563	563
428	427	407	439	461	487
62,832	62,832	62,832	62,832	62,832	62,832
561	561	561	561	561	561
291	284	319	311	325	579
92,015	92,015	92,015	92,015	92,015	92,015
657	657	657	657	657	657
389	388	376	390	413	468
77,447	77,447	77,447	77,447	77,447	77,447
564	564	564	564	564	564
467	458	461	452	454	490
104,000	104,000	104,000	104,000	104,000	104,000
550	550	550	550	550	550
496	540	527	546	549	566
104,000	104,000	104,000	104,000	104,000	-
550	550	550	550	550	-
300	330	348	346	346	-
10,961	10,961	10,961	10,961	10,961	10,961
100	100	100	100	100	100
69	81	79	77	79	68

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304Operating Statistics
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Expenses (1)	Average Daily Attendance	Per capita tuition charge	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Student Attendance Percentage
2018	\$ 74,908,719	5,481	\$ 13,666	-9.93%	462	13:1	93.70%
2017	81,773,420	5,390	\$ 15,172	1.97%	458	13:1	93.12%
2016	81,325,874	5,466	14,878	1.85%	452	13:1	93.66%
2015	80,451,640	5,507	14,608	6.02%	451	13:1	93.55%
2014	73,363,489	5,324	13,779	5.08%	428	13:1	90.55%
2013	69,995,513	5,338	13,113	3.87%	426	13:1	90.11%
2012	68,524,528	5,428	12,624	1.12%	427	13:1	91.13%
2011	67,875,858	5,437	12,484	-2.65%	423	13:1	90.75%
2010	70,463,841	5,495	12,823	7.47%	433	13:1	92.77%
2009	64,812,720	5,432	11,932	3.81%	457	12:1	91.09%

Source of information: Annual Financial Statements 2009-2018

(1) Total allowance for per capita tuition computation

GENEVA COMMUNITY UNIT SCHOOL DISTRICT NO. 304

Operating Cost and Tuition Charge

Year Ended June 30, 2018

Expenditures:	
Educational Fund	\$ 60,169,505
Operations and Maintenance Fund	10,805,415
Debt Service Fund	21,322,547
Transportation Fund	5,630,781
Municipal Retirement/Social Security Fund	<u>2,583,194</u>
Total expenditures	<u>\$ 100,511,442</u>
Less revenues/expenditures not applicable to operating expense of regular program:	
Summer school	28,290
Tuition paid	1,068,994
Payments to other districts	3,447,188
Pre K programs	16,064
Capital outlay	3,190,519
Non-Capitalized Equipment	501,071
Community services	22,094
Bond and other debt principal retired	<u>14,471,776</u>
Total deductions	<u>22,745,996</u>
Regular operating expenses	77,765,446
Offsetting revenues	<u>8,178,834</u>
Net operating expenditures	69,586,612
Depreciation allowance	<u>5,322,107</u>
Total allowance for tuition computation	<u>\$ 74,908,719</u>
Average daily attendance	<u>5,481.31</u>
Per capita tuition charge	<u>\$ 13,666</u>

Source of information: 2018 annual financial report