

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

SOUTH CHICAGO HEIGHTS, ILLINOIS

ANNUAL FINANCIAL REPORT

JUNE 30, 2020



BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

ANNUAL FINANCIAL REPORT

June 30, 2020

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BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

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FINANCIAL SECTION





INDEPENDENT AUDITOR'S REPORT

To the Board of School Trustees
Bloom Township Trustees of Schools
South Chicago Heights, Illinois

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and aggregate remaining fund information of the Bloom Township Trustees of Schools ("the School Treasurer"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School Treasurer's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express 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. 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 modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Treasurer, as of June 30, 2020, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise the School Treasurer's basic financial statements. The management's discussion and analysis on pages 3-8, the supplementary information on pages 37-42 and the information on pages 43-53, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The budgetary comparison information on pages 37-38 have 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

Management's discussion and analysis on pages 3-8, the information on pages 39-42, and the other information on pages 43-53 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 it.

MW & Associates, P.C.

Hillside, Illinois
April 8, 2021

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
MANAGEMENT’S DISCUSSION AND ANALYSIS
June 30, 2020

Introduction

Our discussion and analysis of the Bloom Township Trustees of Schools’ (School Treasurer) financial performance provides an overview of the School Treasurer’s financial activities for the fiscal year ended June 30, 2020. The purpose of this management discussion and analysis is to examine the School Treasurer’s financial performance as a whole. Readers of this discussion and analysis should also review the financial statements and notes to the financial statements to enhance their understanding of the School Treasurer’s financial performance.

The School Treasurer prepares its annual financial statements using the reporting model in the Government Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments* except that the modified cash basis, which is another comprehensive basis of accounting, is utilized. The reporting model is a combination of both government-wide financial statements and fund financial statements. The financial statements have three components:

- 1) Government – wide financial statements including the Statement of Net Position – Modified Cash Basis and the Statement of Activities – Modified Cash Basis, which provide an overview of the School Treasurer’s finances.
- 2) Fund financial statements that provide a greater level of detail of revenue and expenditures and focus on how well the School Treasurer has performed in the most significant funds.
- 3) Notes to the financial statements.

Government – Wide Financial Statements

The government – wide financial statements are intended to provide readers with a broad overview of the finances of the School Treasurer in a manner similar to that of a private-sector business.

The Statement of Net Position – Modified Cash Basis presents information on all of the School Treasurer’s assets and liabilities reported on the modified cash basis of accounting, with the difference between the two reported as net position. Over time, increases or (decreases) in net position may serve as a useful indicator of whether the financial position of the School Treasurer is improving or deteriorating.

The Statement of Activities – Modified Cash Basis presents information demonstrating the manner in which the net position of the School Treasurer changed during the most recent fiscal year. Since these financial statements are prepared on the modified cash basis of accounting, except for assets and liabilities which arise from cash transactions and for the recognition of depreciation, revenue is recognized when received rather than when earned, and expenditures are recognized when paid rather than when the obligation is incurred.

The government – wide financial statements can be found on pages 9 and 10 of this report.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
MANAGEMENT’S DISCUSSION AND ANALYSIS
June 30, 2020

Fund Financial Statements

The School Treasurer’s fund financial statements, which start on page 11, provide detailed information about the most significant funds – not the School Treasurer as a whole. The definition of a fund is a group of related accounts that are used to exercise control over resources that are segregated for specific activities or objectives. The School Treasurer, similar to other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The School Treasurer is required to provide detailed information for its major funds. Major funds are defined as the General Fund and other funds, other than fiduciary funds, where the assets, liabilities, revenue or expenditures of that fund are at least ten percent of the corresponding total for all funds of that category type. In the 2020 fiscal year, only the General Fund was considered a major fund. The School Treasurer maintains no other governmental funds.

The School Treasurer’s fund financial statements can be separated into two categories: Governmental Funds and Fiduciary Funds. The School Treasurer possesses no proprietary funds.

Governmental Funds

The purpose of Governmental Funds is to account for the same functions reported as governmental activities in the government – wide financial statements. Unlike the government-wide financial statements, governmental fund financial statements provide a detailed display of the School Treasurer’s operations and the services that it provides. Governmental fund information assists the reader in determining whether there are more or fewer financial resources that are available to be spent in the near future to finance the programs of the School Treasurer.

Since the focus of governmental funds is narrower than that of the government – wide financial statements, it is beneficial to compare the information presented for governmental funds with similar information presented for governmental activities in the government – wide financial statements. By doing such, readers may be able to have a better understanding of the long-term impact of the government’s near-term financing decisions. The relationship (or differences) between governmental activities (reported in the Statement of Net Position – Modified Cash Basis and the Statement of Activities – Modified Cash Basis) and governmental funds is reconciled in the financial statements.

Fiduciary Funds

The purpose of fiduciary funds is to account for resources that are held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the government – wide financial statements because the resources of those funds are not intended to support the School Treasurer’s own programs.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
MANAGEMENT’S DISCUSSION AND ANALYSIS
June 30, 2020

Fiduciary Funds (Continued)

The School Treasurer uses an agency fund to account for monies received and disbursed on behalf of school districts and other local educational authorities (LEAs) serviced by the Bloom Township School Treasurer.

Notes to the Financial Statements

The notes provide additional information that is crucial for a complete understanding of the data provided in the government – wide and fund financial statements. In this report, the notes to the financial statements start on page 16.

Government – Wide Financial Analysis

As explained earlier, net position may serve over time as a useful indicator of the financial position of a government. For the School Treasurer, total assets exceeded total liabilities by \$753,156 at the fiscal year end date of June 30, 2020. For the fiscal year ended June 30, 2019, total assets exceeded total liabilities by \$812,293.

Statement of Net Position
Modified Cash Basis

	<u>Government Activities</u>	
	<u>2020</u>	<u>2019</u>
Assets:		
Current and other assets	\$ 574,073	\$ 630,205
Capital assets - net of depreciation	179,083	182,088
Total Assets	753,156	812,293
Liabilities	-	-
Net position:		
Invested in capital assets	179,083	182,088
Unrestricted	574,073	630,205
Total Net Position	\$ 753,156	\$ 812,293

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
MANAGEMENT’S DISCUSSION AND ANALYSIS
June 30, 2020

Government – Wide Financial Analysis (Continued)

A portion of net position reflects the School Treasurer’s investment in capital assets. These assets are not normally available for future spending. The decrease in capital assets is a result of current year depreciation expense exceeding the amount of current year additions.

The largest portion of the School Treasurer’s net position at June 30, 2020 consists of unrestricted net position, which may be used to meet the School Treasurer’s ongoing obligations to its employees and creditors.

The total net position of the School Treasurer decreased by \$59,137, for the fiscal year ended June 30, 2020. In comparison, the total net position for the fiscal year ended June 30, 2019 decreased by \$118,016.

Governmental Activities

The key elements of the decrease in the School Treasurer’s net position for June 30, 2020 are as follows:

Statement of Activities
Modified Cash Basis

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Revenue:		
Program revenues:		
School and other LEA reimbursements	\$ 1,622,461	\$ 1,481,938
General revenues:		
Interest earnings	129	262
Other local revenue	400	1,672
Total revenue	1,622,990	1,483,872
Expenditures:		
Support services	1,659,728	1,590,890
Depreciation/amortization	22,399	10,998
Total expenditures	1,682,127	1,601,888
Change in net position	(59,137)	(118,016)
Net position - July 1	812,293	930,309
Net position - June 30	\$ 753,156	\$ 812,293

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
MANAGEMENT’S DISCUSSION AND ANALYSIS
June 30, 2020

Government – Wide Financial Analysis (Continued)

General Fund Budgetary Highlights

The School Treasurer’s budget is prepared according to Illinois State Statute and is based on accounting for transactions on a modified cash basis. The only budgeted fund is the General Fund.

The revenue budgeted in the General Fund was \$1,959,471 compared to actual revenue of \$1,622,990. The variance was primarily the result of the timing of receipts from the entities in which the School Treasurer serves as some districts paid amounts due in Fiscal Year 2020 in July 2020 (i.e. Fiscal Year 2021). The expenditures budgeted were \$1,677,400 compared to actual expenditures of \$1,679,122. The variance was primarily the result of expenditures related to salaries and medical insurance being slightly higher than what was originally anticipated.

Capital Assets

Capital assets at June 30, 2020 and 2019 are as follows:

School Treasurer's Capital Assets		
(Net of Depreciation/Amortization)		
	Governmental Activities	
	2020	2019
Leasehold improvements	\$ 160,858	\$ 179,782
Computer equipment and software	18,225	2,306
Leasehold improvements CIP	-	-
Net capital assets	\$ 179,083	\$ 182,088

The change from the prior year is primarily the result of current year depreciation expense exceeding the amount of current year additions. Additional information on the School Treasurer’s capital assets can be found in Note 3 to the financial statements.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2020

The Future of the School Treasurer

The Bloom Township School Treasurer's office is expected to continue to maintain a strong financial position through controlled expenditure growth and by means of a statutory billing system that allows for a complete reimbursement of expenditures incurred at the School Treasurer's office by the school districts and other entities serviced.

The School Treasurer provides services to four high school districts, eleven elementary school districts, one unit district, one special education cooperative, one intermediate service center, one regional office of education, and a career preparatory center. The School Treasurer office believes that as it continues to grow through various intergovernmental agreements, it will continue to increase its efficiencies. This should result in increased benefits to the districts and other entities serviced by the School Treasurer.

Decisions on future growth are being made with the input of the school districts and other entities the School Treasurer services.

The School Treasurer's office completed its ninth fiscal year with its major computer software and hardware conversion. The conversion has continued to be a success and the individual school districts serviced have been pleased by the increased efficiencies and safeguards the new software provides. The hardware is securely housed outside of the office with increased security and redundancies that have significantly improved operations.

As the School Treasurer's office continues to move forward, it will still work closely with its partners and explore additional ways to expand its shared services model within the services that its districts currently provide on their own. The School Treasurer's office once again looks forward to assisting its school districts and other entities in the upcoming years.

Requests for Information

The purpose of this financial report is to provide a general overview of the School Treasurer's finances for all those with an interest in the entity's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Bloom Township Trustees of Schools, 3311 Chicago Road, South Chicago Heights, Illinois 60411.

BASIC FINANCIAL STATEMENTS



BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
STATEMENT OF NET POSITION
MODIFIED CASH BASIS
JUNE 30, 2020

	Governmental Activities
Assets	
Cash and investments	\$ 574,073
Capital assets being depreciated	
Leasehold improvements	321,157
Computer equipment and software	656,822
Office furniture and equipment	79,253
Subtotal	1,057,232
Less accumulated depreciation and amortization	(878,149)
Net capital assets	179,083
Total assets	753,156
Liabilities	-
Net Position	
Net investment in capital assets	179,083
Unrestricted	574,073
Total net position	\$ 753,156

**BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2020**

Functions/Programs	Expenses	Program Revenues Charges for Services	Net (Expenses) Revenue and Changes in Net Position Governmental Activities
Primary Government			
Governmental Activities			
Support services	\$ 1,659,728	\$ 1,622,461	\$ (37,267)
Depreciation/amortization - unallocated	22,399	-	(22,399)
Total governmental activities	<u>\$ 1,682,127</u>	<u>\$ 1,622,461</u>	<u>(59,666)</u>
General revenues			
Interest earnings			129
Other local revenue			400
Total general revenues			<u>529</u>
Change in net position			<u>(59,137)</u>
Net Position - July 1, 2019			<u>812,293</u>
Net Position - June 30, 2020			<u>\$ 753,156</u>

**BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
STATEMENT OF ASSETS AND FUND BALANCE
MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
JUNE 30, 2020**

	<u>General Fund</u>
Assets	
Cash and Investments	\$ 574,073
	<u> </u>
Fund Balance	
Unassigned	\$ 574,073
	<u> </u>

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
RECONCILIATION OF TOTAL FUND BALANCE OF GOVERNMENTAL FUNDS
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
MODIFIED CASH BASIS
JUNE 30, 2020

Total fund balance - governmental funds \$ 574,073

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:

Capital assets	1,057,232	
Accumulated depreciation	<u>(878,149)</u>	
Net capital assets		<u>179,083</u>

Net position of governmental activities \$ 753,156

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED
AND CHANGES IN FUND BALANCE
MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	General Fund
Revenues Received	
School and other LEA reimbursements	\$ 1,622,461
Interest earnings	129
Other local revenue	400
Total revenues received	1,622,990
 Expenditures Disbursed	
Administration	
Salaries	697,925
Payroll taxes	46,568
IMRF	108,799
Medical insurance	95,088
Life Insurance	285
Treasurer's bond and other insurance	16,193
Data process and statistical services	274,212
Audit and financial services	163,947
Property services	46,938
Legal services	1,619
Maintenance and repairs	5,389
Transportation and travel	9,458
Communications	29,485
Professional services - other	96,159
Office expenses	24,572
Utilities	3,899
Legal publications	25,196
Dues and fees	7,553
Rentals	14,848
Capitalized equipment	6,653
Non-Capitalized equipment	4,336
Total expenditures disbursed	1,679,122
Excess (Deficiency) of Revenues Received Over Expenditures Disbursed	(56,132)
Fund Balance - Beginning of Year	630,205
Fund Balance - End of Year	\$ 574,073

**BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
RECONCILIATION OF STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2020**

Net change in fund balance - total governmental funds	<u>\$ (56,132)</u>
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Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported as expenditures. In the Statement of Activities, the costs of these assets is allocated over their estimated useful lives as depreciation expense. For the fiscal year ended June 30, 2020, these amounts consist of:

Purchase of Capital Assets	19,394
Depreciation/amortization expense	<u>(22,399)</u>

Change in net position of governmental activities	<u><u>\$ (59,137)</u></u>
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**BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
MODIFIED CASH BASIS
FIDUCIARY FUND
JUNE 30, 2020**

	School Districts/ Other Local Educational Authorities
Assets	
Cash and investments	\$ 623,384,654
Liabilities	
Due to school districts and other LEAs	\$ 623,384,654

NOTES TO FINANCIAL STATEMENTS



BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Bloom Township Trustees of Schools (School Treasurer) was established by Illinois State Statute to provide services to school districts as well as joint agreements within its jurisdiction. The School Treasurer also provides services to other local educational authorities (LEAs) that are located outside of Bloom Township. The services provided by the School Treasurer include collecting revenue, processing expenditures, and investing funds as authorized by the individual school districts or local educational authorities.

The School Treasurer's accounting policies conform to accounting practices appropriate for local governmental units using the modified cash basis method of accounting. The following is a summary of the significant accounting policies.

Criteria Used to Determine Scope of Entity

The criteria to determine whether outside agencies with activities that benefit the School Treasurer should be included within its financial reporting entity include, but are not limited to, whether the School Treasurer exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters), scope of public service and special financing relationships.

The School Treasurer has determined that there are no other outside agencies that meet the stated criteria above and, therefore no other agencies have been included as a component unit in the School Treasurer's financial statements. In addition, the School Treasurer is not aware of any entity which would exercise such oversight which would result in the School Treasurer being considered a component unit of that entity.

Basis of Presentation

The School Treasurer's financial statements consist of two components. The first component is the government – wide financial statements, including a Statement of Net Position – Modified Cash Basis and a Statement of Activities – Modified Cash Basis. The second component are fund financial statements which provide a more detailed level of financial information.

Government – Wide Financial Statements

The Statement of Net Position – Modified Cash Basis and the Statement of Activities – Modified Cash Basis display information about the School Treasurer as a whole. These statements contain information that includes the financial activities of the primary government, except for fiduciary funds. The effect of any material interfund activity has been eliminated from these statements.

The Statement of Net Position – Modified Cash Basis presents the financial condition of the governmental activities of the School Treasurer at year end. It includes all current assets and current liabilities arising from cash transactions and all capital assets, net of accumulated depreciation, and long-term debt associated with the operation of the School Treasurer.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements

June 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Statement of Activities – Modified Cash Basis presents a comparison between direct expenses and program revenue for each program or function of the School Treasurer’s governmental activities.

Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenue includes charges paid by the recipient of the goods or services offered by the program as well as grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. If revenue is not classified as program revenue, it is instead presented as general revenue of the School Treasurer. The comparison of direct expenses with program revenue identifies the extent to which each governmental function is self-financing or draws from the general revenue of the School Treasurer.

Fund Financial Statements

During the course of the fiscal year, the School Treasurer segregates transactions related to certain School Treasurer functions or activities in separate funds in order to assist financial management and to demonstrate legal compliance. The purpose of fund financial statements is to present financial information of the School Treasurer at a more detailed level. Major funds are the focus of governmental fund financial statements.

A major fund is defined as the School Treasurer’s General Fund as well as any other fund where either the assets, liabilities, revenue received or expenditures disbursed of that fund are at least ten percent of the corresponding total for all governmental funds since the School Treasurer has no enterprise funds. The only governmental fund of the School Treasurer is the General Fund. The Fiduciary Fund is reported at the fund financial statement level as a separate fund type and is not included in the government – wide financial statements.

Fund Accounting

The accounts of the School Treasurer are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts comprised of its assets, liabilities, fund balance, revenue received, and expenditures disbursed. The School Treasurer’s resources are allocated to and accounted for in individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled. The classification of funds is either as governmental or fiduciary.

Governmental Fund

Governmental funds are those through which the majority of governmental functions of the School Treasurer are financed. The acquisition, use and balances of the School Treasurer’s expendable financial resources and the related liabilities arising from cash transactions are accounted for through governmental funds.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements

June 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The General Fund serves as the general operating fund of the School Treasurer. The General Fund accounts for all financial resources except those required to be accounted for in another fund.

Fiduciary Fund

Fiduciary funds are used to account for assets held by the School Treasurer in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

Agency funds are used to account for the cash and investments held by the School Treasurer as an agent for the school districts and other LEAs it services. The nature of these funds is custodial and they do not involve the measurement of results of operations.

Basis of Accounting

The School Treasurer's financial records are maintained on the modified cash basis of accounting, which is a comprehensive basis of accounting other than the accounting principles generally accepted in the United States of America. Under the modified cash basis of accounting, only current assets and current liabilities arising from cash transactions are included on the Statement of Assets and Fund Balance – Modified Cash Basis. Revenue is recognized at the time it is received and not when it is earned. Expenditures are recognized at the time they are paid and not when the obligation is incurred. The government – wide financial statements contain information related to the purchase, depreciation and amortization, and year end balances of capital assets as well as year end balances and activity related to long term debt, if any. Any differences between the government – wide financial statements and the fund financial statements are briefly explained in reconciliations included in the fund financial statements.

Budgetary Data

The budget is prepared on the modified cash basis of accounting which is the same basis used in financial reporting. This results in comparability between budget and actual amounts.

The fund level is the control level at which actual expenditures may not legally exceed the budgeted expenditures. The budget expires at the end of each fiscal year on June 30. An encumbrance system is not implemented by the School Treasurer.

For the year ended June 30, 2020, the School Treasurer disbursed expenditures in excess of budget by \$1,722.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Investments

Pooled Cash and Investments

The School Treasurer maintains a cash and investment pool that is available for use for the following school districts and local educational authorities:

Aurora West School District 129	Aurora, Illinois
East Aurora School District 131	Aurora, Illinois
Matteson School District 159	Matteson, Illinois
Flossmoor School District 161	Chicago Heights, Illinois
Park Forest-Chicago Heights School District 163	Park Forest, Illinois
Brookwood School District 167	Glenwood, Illinois
Community Consolidated Schools District 168	Sauk Village, Illinois
Ford Heights School District 169	Ford Heights, Illinois
Chicago Heights School District 170	Chicago Heights, Illinois
Sunnybrook School District 171	Lansing, Illinois
Sandridge School District 172	Lynwood, Illinois
Steger Public School District 194	Steger, Illinois
Bloom Township High Schools District 206	Chicago Heights, Illinois
Steward School District 220	Steward, Illinois
Homewood-Flossmoor Community High School District 233	Flossmoor, Illinois
SPEED S.E.J.A. #802	Chicago Heights, Illinois
Rich Township High School District 227	Olympia Fields, Illinois
South Cook Intermediate Service Center No. 4	Chicago Heights, Illinois
Career Prep Network	Chicago Heights, Illinois
Regional Office of Education #47	Dixon, Illinois

It is not permitted for any entity to borrow from another entity through deficit spending within the School Treasurer's cash and investment pool. Inside of each entity, interfund loans and repayments are made periodically from time to time among the various funds. It is permitted by state law to have these temporary interfund loans caused by deficit spending on special tax levies. There is no recognition of interest income or expense on interfund loans.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Allocation of Pooled Cash and Investment Income

Interest income, which also includes gains and losses on sales of investments, is allocated to each entity that is serviced by the Bloom Township Trustees of Schools in the following manner:

First, the School Treasurer calculates the total pool earnings for the quarter.

Second, the School Treasurer summarizes the interest received by the month in which the interest was earned.

Third, for each month, the School Treasurer calculates the percentage of ownership each entity has in the total cash and investment pool based on end-of-month balances.

Fourth, as based on the monthly percentages of ownership in the cash and investment pool, earnings are extended to each entity.

The School Treasurer's deposit and investment policies are governed by State Statute. The following are what the School Treasurer may be allowed to invest public funds in:

- Securities guaranteed both as to principal and interest by the full faith and credit of the United States of America;
- Bonds, notes, debentures, or other similar obligations of the United States of America or its agencies;
- Interest bearing savings accounts, certificates of deposit, or time deposits in a federally insured bank or savings and loan association;
- In limited circumstances, in short-term corporate obligations of corporations having assets exceeding 500 million dollars;
- Money market mutual funds that are both registered under the Investment Company Act of 1940 and whose holdings are limited to securities guaranteed both as to principal and interest by the full faith and credit of the United States of America;
- Public Treasurers' Investment Pools created under Section 17 of the Illinois State Treasurer Act.

Accounting Policies

Investments are carried at cost determined on a first-in, first-out basis. With regards to discounted federal securities, there is no amortization of the discount to interest income. Gains and losses on the sale of investments are recorded as investment income at the date of sale or maturity.

Inventories

The modified cash basis of accounting is not normally used to record inventories. In addition, the School Treasurer does not maintain inventories in amounts material to the financial statements.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets

The School Treasurer has a policy that allows it to capitalize items with an acquisition cost greater than \$5,000. Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). Donated capital assets are recorded at their acquisition value at the date of donation. Estimated useful life is the School Treasurer's estimate of how long the asset is expected to meet service demands. In the government-wide financial statements, straight-line depreciation/amortization is used based on the following estimated useful lives:

Leasehold improvements	4.5 – 10 years
Computer equipment and software	5 years
Office furniture and equipment	7 years

Restricted Net Position

In the government-wide Statement of Net Position – Modified Cash Basis, net position is reported as restricted when constraints placed on net position use are either:

Imposed externally by creditors, grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislations.

When both restricted and unrestricted resources are available for use, the School Treasurer has a policy to use restricted resources first, followed by unrestricted resources as they are needed.

Fund Balance

In the Fund financial statements, governmental funds report aggregate amounts for five classifications of fund balance based on the constraints imposed on the use of these resources.

Non-spendable fund balance – This balance includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

Restricted fund balance – This refers to amounts that are subject to outside restrictions that are not controlled by the entity. These restrictions are imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Committed fund balance – These are amounts that can only be used for specific purposes on account of a formal action (resolution or ordinance) by the School Treasurer’s highest level of decision – making authority, the Board of School Trustees.

Assigned fund balance – These are amounts that are constrained by the Treasurer’s intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Intent can only be stipulated by the Board of School Trustees or by an official to whom that authority has been given.

Unassigned fund balance – This is the residual classification for amounts in the General Fund. Unless otherwise specifically identified, expenditures serve to reduce restricted balances first, and then followed by committed balances, and then next assigned balances, and finally unassigned balances. Expenditures for a specifically identified purpose will serve to reduce the specific classification of fund balance that is identified.

Use of Estimates

In order to prepare the financial statements in conformity with the modified cash basis of accounting, it is required for the School Treasurer to make estimates and assumptions that affect the amounts reported in the financial statements and the accompanying notes. It is possible that actual results may differ from those estimates.

Subsequent Events

Subsequent events have been evaluated through April 8, 2021, which is the date the financial statements were available to be issued.

NOTE 2 - CASH AND INVESTMENTS

The components of cash and investments at June 30, 2020 are as follows:

	Fiduciary Fund	General Fund
Cash and investments - net	\$ 623,384,654	\$ 574,073
Deposits-in-transit	(759,148)	-
Outstanding items	<u>62,742,732</u>	<u>19,291</u>
Balance per bank	<u>\$ 685,368,238</u>	<u>\$ 593,364</u>

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements

June 30, 2020

NOTE 2 - CASH AND INVESTMENTS (Continued)

Cash

Custodial credit risk for deposits is defined as the risk that if a bank failure were to occur, the School Treasurer's deposits may not be returned or the School Treasurer will not be able to recover collateral securities in the possession of an outside party. There is no deposit policy for custodial credit risk for either the State or the School Treasurer.

As of June 30, 2020, the School Treasurer's General Fund bank balances were insured and collateralized.

Cash Investment Pool

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. When investing takes place, it is performed in accordance with investment policies adopted by the Bloom Township Trustees of Schools complying with State Statutes.

For investments, custodial risk is considered to be the risk that, in the event of the failure of the counterparty, the School Treasurer will not have the ability to recover the value of its investments or collateral securities in the possession of an outside party. There is no state law that requires the collateralization of investments.

The School Treasurer's investments are held in the Bloom Township Trustees of Schools cash and investment pool. At June 30, 2020, the cash bank balances (which include certificates of deposit and money market/cash accounts) of \$390,231,788 in the Bloom Township Treasurer cash and investment pool were covered by FDIC insurance or collateralized.

Interest rate risk is considered to be the risk that changes in interest rates will adversely affect the fair value of an investment. Investments that are held for longer periods of time are subject to increased risk of adverse interest rate changes. Investments are intentionally diversified to minimize the risk of loss resulting from over-concentration of assets in a specific period, a single issuer, or an individual class of securities. At June 30, 2020, the cash and investment pool of the School Treasurer included the following investments:

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements

June 30, 2020

NOTE 2 - CASH AND INVESTMENTS (Continued)

<u>Type of Investment</u>	<u>Maturity</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Average Credit Rating</u>	
				<u>Moody's</u>	<u>S&P</u>
U.S. Government and government agency obligations					
	1-5 years	\$ 1,539,995	\$ 1,527,427	Aaa	AA+
		1,000,140	1,000,175	Aaa	NR
	6-10 years	811,502	625,080	Aaa	AA+
	11-15 years	501,120	500,000	Aaa	AA+
		<u>3,852,757</u>	<u>3,652,682</u>		
Municipal Bonds	Less than 1 year	1,653,221	1,653,221	A1	A
		757,385	759,448	A1	A+
		300,543	300,543	A1	AA
		190,437	190,437	A1	AA-
		1,083,318	1,099,305	A1	NR
		3,332,789	3,332,789	A2	AA
		799,141	799,141	A2	NR
		247,396	248,318	A3	A-
		190,566	190,566	A3	AA
		1,207,358	1,229,380	Aa1	AAA
		741,437	741,437	Aa1	NR
		1,731,797	1,731,797	Aa2	AA
		340,656	341,212	Aa2	AA-
		100,343	107,760	Aa2	NR
		1,410,247	1,410,247	Aa3	A+
		2,395,000	2,424,204	Aa3	AA
		616,271	616,969	Aa3	AA-
		1,337,496	1,336,739	Aa3	NR
		677,024	744,199	Aaa	AAA
		100,778	100,778	Baa1	A
		205,956	205,956	Baa1	NR
		750,000	750,000	MIG1	NR
		612,540	612,540	MIG2	SP-1
		236,274	236,833	NR	A-
		919,034	919,034	NR	A+
		1,704,440	1,704,440	NR	AA
		279,367	279,367	NR	AA-
		406,252	406,252	NR	AAA
		1,201,476	1,201,476	NR	BBB+
		958,778	958,778	NR	SP-1+
		7,098,000	7,098,000	NR	NR
	1-5 years	211,936	211,936	A1	A
		206,244	206,244	A1	AA
		211,020	206,125	A1	NR

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements

June 30, 2020

NOTE 2 - CASH AND INVESTMENTS (Continued)

<u>Type of Investment</u>	<u>Maturity</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Average Credit Rating</u>	
				<u>Moody's</u>	<u>S&P</u>
Municipal Bonds	1-5 years (Continued)	\$ 3,852,358	\$ 3,618,994	A2	AA
		2,286,523	2,271,624	A2	NR
		200,580	200,580	A3	AA
		268,798	285,698	Aa1	AA
		2,035,452	2,014,705	Aa1	NR
		81,942	84,566	Aa2	AA+
		419,463	408,790	Aa2	NR
		418,168	413,405	Aa3	A+
		700,723	702,066	Aa3	A-
		949,529	892,221	Aa3	AA
		162,872	164,348	Aa3	AA-
		204,820	203,719	Aaa	AAA
		133,197	136,578	Aaa	NR
		178,959	178,959	Baa3	A
		553,092	553,092	NR	A
		139,876	139,876	NR	A-
		457,229	456,728	NR	A+
		2,323,684	2,323,684	NR	AA
		734,970	734,970	NR	AA-
		1,279,539	1,280,807	NR	AA+
		450,261	450,261	NR	BBB-
		226,762	226,762	NR	BBB+
		217,911	242,596	NR	NR
	6-10 years	147,713	148,187	A2	A-
		250,000	251,580	A2	NR
		150,503	150,694	Aa1	AAA
		208,287	205,283	Aa2	AA-
		552,932	675,664	Aa2	AAA
		647,214	630,200	Aa3	A+
		194,591	181,675	Aaa	NR
		51,562	41,528	NR	AA
		107,742	105,337	NR	AA-
		252,573	293,553	NR	AA+
	11-15 years	501,675	526,555	Aa1	AAA
		213,662	210,035	Aa2	AAA
		497,386	497,386	Aa3	AA
		326,403	320,021	Aa3	AA-
		2,401,634	2,413,399	Aaa	AAA
	Over 15 years	251,773	253,277	A1	NR
		253,993	252,152	A2	AA
		2,844,985	2,781,288	Aa2	AA

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements

June 30, 2020

NOTE 2 - CASH AND INVESTMENTS (Continued)

<u>Type of Investment</u>	<u>Maturity</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Average Credit Rating</u>	
				<u>Moody's</u>	<u>S&P</u>
Municipal Bonds	Over 15 years (continued)	\$ 14,689,080	\$ 14,232,159	Aa2	NR
		182,470	182,853	Aaa	AAA
		2,122,997	2,103,328	Aaa	NR
		2,265,890	2,271,013	Baa1	A-
		506,355	506,355	Baa3	A-
		303,996	305,747	NR	A-
		151,629	151,505	NR	AA
		100,000	100,680	WR	AA
		<u>82,668,273</u>	<u>82,131,954</u>		
Corporate and bank bonds and notes					
	Less than 1 year	2,521,085	2,505,611	A1	A
		1,015,250	986,215	A1	A-
		3,917,617	3,898,644	A1	A+
		1,411,705	1,393,151	A1	AA-
		3,343,371	3,309,020	A2	A
		21,175,536	21,010,210	A2	A-
		1,812,126	1,813,521	A3	A
		12,191,740	11,874,723	A3	A-
		7,081,113	7,102,582	A3	BBB+
		364,136	361,697	Aa1	AA
		512,730	509,700	Aa2	A
		914,993	911,076	Aa2	AA
		1,376,433	1,383,424	Aa3	A
		502,035	500,355	Aaa	AAA
		2,827,481	2,782,411	Baa1	A-
		502,330	501,900	Baa1	BBB+
	1-5 years	5,747,041	5,612,784	A1	A
		3,415,445	3,331,634	A1	A-
		9,085,613	8,756,149	A1	A+
		2,830,139	2,751,306	A1	AA-
		17,755,088	17,242,899	A2	A
		19,655,445	19,334,854	A2	A-
		5,993,377	5,757,963	A3	A
		8,816,239	8,621,501	A3	A-
		520,925	510,905	A3	BBB
		20,589,157	20,051,915	A3	BBB+
		1,454,244	1,396,991	Aaa	AAA
		526,015	509,610	Aa1	AA
		3,756,835	3,646,573	Aa1	AA+
		518,920	495,975	Aa2	A+

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements

June 30, 2020

NOTE 2 - CASH AND INVESTMENTS (Continued)

Type of Investment	Maturity	Fair Value		Cost		Average Credit Rating		
						Moody's	S&P	
Corporate and bank bonds and notes	1-5 years (continued)	\$ 525,110	\$ 510,380	Aa2	A			
		4,101,168	3,972,615	Aa2	AA			
		519,065	507,840	Aa3	A			
			1,035,245	999,666	Aa3	AA-		
			4,182,550	4,128,321	Baa1	BBB		
			4,147,080	3,978,460	Baa1	BBB+		
			1,043,050	1,040,051	WR	A+		
	6-10 years		503,220	500,000	A2	A-		
			5,293,840	4,959,825	A3	BBB+		
	11-15 years		2,223,053	2,250,000	A2	A-		
	Over 15 years		555,335	549,798	A3	BBB+		
			<u>186,262,880</u>	<u>182,262,255</u>				
	Certificates of Deposit	Less than 1 year	97,823,027	96,874,540	N/A	N/A		
1-5 years		65,458,598	63,551,793	N/A	N/A			
6-10 years		8,945,386	8,875,040	N/A	N/A			
		<u>172,227,011</u>	<u>169,301,373</u>					
Mortgage securities	Less than 1 year	67	63	Aaa	AAA			
		360	353	NR	NR			
	1-5 years	1,123,822	1,157,700	Aaa	AAA			
		421,535	420,787	NR	NR			
	6-10 years	429,996	430,513	Aaa	AAA			
	11-15 years	2,070,695	2,009,885	NR	NR			
	Over 15 years	6,233	5,674	Aaa	AAA			
		1,502,690	1,503,265	Aaa	AA+			
			<u>11,854,260</u>	<u>11,462,323</u>	NR	NR		
			<u>17,409,658</u>	<u>16,990,563</u>				
Mutual funds	N/A	<u>10,397,677</u>	<u>10,098,996</u>					
Money Market/Cash Accounts	N/A	<u>188,061,746</u>	<u>188,061,746</u>					
Total Pooled Cash and Investments		<u>\$ 660,880,002</u>	<u>\$ 652,499,569</u>					

N/A = Not Applicable. Credit quality ratings are not required for U.S. Government and Government Agency investments.

* = Average credit quality ratings as reported by Moody's and/or Standards and Poor's (S&P).

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 2 - CASH AND INVESTMENTS (Continued)

The School Treasurer's cash and investment pool has the following recurring fair value measurements as of June 30, 2020:

Investment by Fair Value Level	June 30, 2020	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Agencies	\$ 3,852,757	\$ -	\$ 3,852,757	\$ -
Municipal Bonds	82,668,273	-	82,668,273	-
Corporate and Bank Bonds and Notes	186,262,880	-	186,262,880	-
Mortgage Securities	17,409,658	-	17,409,658	-
Mutual funds	10,397,677	10,397,677	-	-
Total Investments	\$ 300,591,245	\$ 10,397,677	\$ 290,193,568	\$ -

The School Treasurer's cash and investment pool includes holdings in the Illinois School District Liquid Asset Fund Plus (ISDLAF), which is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and overseen by a Board of Trustees elected from participating members. ISDLAF is not registered with the Securities and Exchange Commission (SEC) as an investment company. Investments are valued at share price, which is defined as the price for which the investment could be sold. ISDLAF is rated AAA by S&P.

The School Treasurer invests in various investment securities. Investment securities are exposed to a variety of risks. These risks include interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, there is at least a reasonable possibility that changes in the values of the investment securities will occur in the near future and that these changes could materially affect the amounts reported in the financial statements.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 3 - CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets during the year ended June 30, 2020 is as follows:

	<u>Balance</u> <u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2020</u>
Capital Assets				
Leasehold improvements	\$ 321,157	\$ -	\$ -	\$ 321,157
Computer equipment and software	637,428	19,394	-	656,822
Office furniture and equipment	79,253	-	-	79,253
Total capital assets	<u>1,037,838</u>	<u>19,394</u>	<u>-</u>	<u>1,057,232</u>
Less accumulated depreciation:				
Leasehold improvements	141,375	18,924	-	160,299
Computer equipment and software	635,122	3,475	-	638,597
Office furniture and equipment	79,253	-	-	79,253
Total accumulated depreciation	<u>855,750</u>	<u>22,399</u>	<u>-</u>	<u>878,149</u>
Capital Assets - net	<u>\$ 182,088</u>	<u>\$ (3,005)</u>	<u>\$ -</u>	<u>\$ 179,083</u>

NOTE 4 - RETIREMENT FUND COMMITMENTS

During 2015, the School Treasurer adopted the disclosure requirements of Governmental Accounting Standards Board Statements No. 68, *Accounting and Financial Reporting for Pensions*. Because the School Treasurer follows the modified cash basis of accounting, the net pension liability and related deferred outflows of resources and deferred inflows of resources which this standard requires are not recorded on the School Treasurer's financial statements. However, the disclosures required by the standard are provided.

Illinois Municipal Retirement System

Plan Description

The School Treasurer'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 School Treasurer's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document.

Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 4 - RETIREMENT FUND COMMITMENTS (Continued)

Benefits Provided

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

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2019, the following employees were covered by the benefit terms

	IMRF
Retirees and Beneficiaries currently receiving benefits	5
Inactive Plan Members entitled to but not yet receiving benefits	-
Active Plan Members	<u>8</u>
Total	13

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 4 - RETIREMENT FUND COMMITMENTS (Continued)

Contributions

As set by statute, the School Treasurer's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The School Treasurer's annual contribution rate for calendar year 2019 was 16.78%. For the fiscal year ended June 30, 2020, the School Treasurer contributed \$108,799 to the plan. The School Treasurer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The School Treasurer's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2019:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.50%.
- **Salary Increases** were expected to be 3.35% to 14.25%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.25%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustment that were applied for non-disabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- 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

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements

June 30, 2020

NOTE 4 - RETIREMENT FUND COMMITMENTS (Continued)

(expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	37%	5.75%
International Equity	18%	6.50%
Fixed Income	28%	3.25%
Real Estate	9%	5.20%
Alternative Investments	7%	3.60-7.60%
Cash Equivalents	<u>1%</u>	1.85%
Total	100%	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that School Treasurer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 4 - RETIREMENT FUND COMMITMENTS (Continued)

Changes in the Net Pension Liability

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(A)	(B)	(A) - (B)
Balances at December 31, 2018	\$ 4,202,471	\$ 3,579,359	\$ 623,112
Changes for the year:			
Service Cost	64,323	-	64,323
Interest on the Total Pension Liability	303,718	-	303,718
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	6,264	-	6,264
Changes of Assumptions	-	-	-
Contributions - Employer	-	111,417	(111,417)
Contributions - Employees	-	29,879	(29,879)
Net Investment Income	-	617,560	(617,560)
Benefit Payments, including refunds of Employee Contributions	(90,830)	(90,830)	-
Other (Net Transfer)	-	19,059	(19,059)
Net Changes	283,475	687,085	(403,610)
Balances at December 31, 2019	<u>\$ 4,485,946</u>	<u>\$ 4,266,444</u>	<u>\$ 219,502</u>

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

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Lower (6.25%)	Current Discount Rate (7.25%)	1% Higher (8.25%)
Net Pension Liability	\$ 827,508	\$ 219,502	\$ (287,279)

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

For the year ended June 30, 2020, had the School Treasurer's financial statements been prepared in accordance with accounting principles generally accepted in the United States ("GAAP") rather than the Modified Cash Basis, the School Treasurer would have recognized pension expense of \$(1,074). At June

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 4 - RETIREMENT FUND COMMITMENTS (Continued)

30, 2020, the School Treasurer would have reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ 228,762	\$ 417,922
Changes of assumptions	75,234	55,593
Net difference between projected and actual earnings on pension plan investments	-	143,304
Total Deferred Amounts to be recognized in pension expense in future periods	<u>303,996</u>	<u>616,819</u>
<i>Pension Contributions made subsequent to the Measurement Date</i>	<u>49,571</u>	<u>-</u>
Total Deferred Amounts Related to Pensions	<u>\$ 353,567</u>	<u>\$ 616,819</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense in future periods under GAAP as follows:

Year Ending June 30	Net Deferred Outflows of Resources
2021	\$ (109,286)
2022	(78,616)
2023	(54,549)
2024	(70,372)
2025	-
Thereafter	-
Total	<u>\$ (312,823)</u>

There were no changes in assumptions that affected the measurement of the total pension liability. Both a single discount rate and a long-term investment rate of 7.25% were used. There were no benefit changes during the year.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements
June 30, 2020

NOTE 5 - OTHER POSTEMPLOYMENT BENEFITS

Postemployment benefits other than pensions are not provided by the School Treasurer.

NOTE 6 - LEASE COMMITMENT

The School Treasurer has a lease for office space through February 28, 2022 at a monthly rate of \$4,143. Future minimum rental payments at June 30, 2020 are as follows:

Year ending June 30,	
2021	49,716
2022	<u>33,144</u>
	<u>\$ 82,860</u>

Rent paid during the year ended June 30, 2020 was \$45,573.

NOTE 7 – OPERATING LEASES

The Treasurer’s leases a copier under a five-year operating lease ending in 2022. Under the terms of the lease, the Treasurer’s makes monthly payments of \$656:

Year ending June 30,	
2021	7,872
2022	<u>5,248</u>
	<u>\$ 13,120</u>

NOTE 8 - RISK MANAGEMENT

The School Treasurer carries commercial insurance for all risks of loss. This includes both health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past three fiscal years.

NOTE 9 - OUTSTANDING FEES

At June 30, 2020, there was approximately \$336,860 in outstanding service fees due to the School Treasurer from LEAs. Subsequent to year-end and through the date of this report, all of those fees have been collected besides a total amount due of \$42,610.

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to financial statements

June 30, 2020

NOTE 10 - CONTRACTUAL COMMITMENTS

In January 2020, the Trustees entered into a two-year employment contract with the Bloom School Treasurer for the period July 1, 2019 through June 30, 2021. If the contract had been terminated prior to completion, the maximum liability would have been equal to six months of the School Treasurer's current salary and benefits. As of June 30, 2020, the treasurer had accumulated 123 unused vacation days. The treasurer must use or be compensated for all unused vacation days prior to his last day of employment at the Bloom Township Trustees of Schools and in no year shall the reimbursement exceed 60 days.

SUPPLEMENTARY INFORMATION



BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF REVENUE RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2020

	General Fund		
	Original and Final Budget	Actual	Variance Over (Under) Final Budget
Revenue Received			
School and other LEAs			
School districts			
129	\$ 173,000	\$ 173,000	\$ -
131	255,000	212,500	(42,500)
159	138,821	93,711	(45,110)
161	99,000	99,000	-
163	89,000	89,000	-
167	66,000	52,750	(13,250)
168	65,000	65,000	-
169	62,750	33,250	(29,500)
170	178,000	142,250	(35,750)
171	45,000	45,000	-
172	17,000	17,000	-
194	71,750	57,250	(14,500)
206	216,500	173,000	(43,500)
220	18,000	18,000	-
227	144,000	72,000	(72,000)
233	174,000	174,000	-
Other LEAs			
SPEED Joint Agreement No. 802	77,000	57,750	(19,250)
ROE No. 47	10,500	9,000	(1,500)
ISC No. 4	59,000	39,000	(20,000)
Total school reimbursements	<u>1,959,321</u>	<u>1,622,461</u>	<u>(336,860)</u>
Interest earnings	150	129	(21)
Other local revenue	-	400	400
Total revenue received	<u>1,959,471</u>	<u>1,622,990</u>	<u>(336,481)</u>
Expenditures Disbursed	<u>1,677,400</u>	<u>1,679,122</u>	<u>1,722</u>
Excess (Deficiency) of Revenue Received Over Expenditures Disbursed	<u>282,071</u>	<u>(56,132)</u>	<u>(338,203)</u>
Fund Balance - Beginning of Year	<u>630,205</u>	<u>630,205</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ 912,276</u>	<u>\$ 574,073</u>	<u>\$ (338,203)</u>

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF REVENUE RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2020

	General Fund		
	Original and Final Budget	Actual	Variance Over (Under) Final Budget
Expenditures Disbursed			
Support services			
Salaries	\$ 672,000	\$ 697,925	\$ 25,925
Payroll taxes	46,500	46,568	68
IMRF	101,000	108,799	7,799
Medical insurance	85,000	95,088	10,088
Life Insurance	400	285	(115)
Treasurer's bond and other insurance	50,000	16,193	(33,807)
Data process and statistical services	267,000	274,212	7,212
Audit and financial services	165,000	163,947	(1,053)
Property Services	55,000	46,938	(8,062)
Legal services	3,000	1,619	(1,381)
Maintenance and repairs	3,000	5,389	2,389
Transportation and travel	12,000	9,458	(2,542)
Communications	30,000	29,485	(515)
Professional services - other	71,000	96,159	25,159
Office expenditures	30,000	24,572	(5,428)
Utilities	6,500	3,899	(2,601)
Legal publications	22,000	25,196	3,196
Dues and fees	6,000	7,553	1,553
Rentals	15,000	14,848	(152)
Miscellaneous	2,000	-	(2,000)
Leasehold improvements - CIP	20,000	-	(20,000)
Capitalized Equipment	10,000	6,653	(3,347)
Non-capitalized equipment	5,000	4,336	(664)
Total expenditures disbursed	<u>\$ 1,677,400</u>	<u>\$ 1,679,122</u>	<u>\$ 1,722</u>

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
JUNE 30, 2020

	Calendar Year Ended December 31, 2019	Calendar Year Ended December 31, 2018	Calendar Year Ended December 31, 2017	Calendar Year Ended December 31, 2016	Calendar Year Ended December 31, 2015	Calendar Year Ended December 31, 2014
Total Pension Liability						
Service Cost	\$ 64,323	\$ 62,087	\$ 62,657	\$ 64,583	\$ 63,616	\$ 68,322
Interest on the Total Pension Liability	303,718	329,796	277,505	274,294	259,530	240,268
Changes of Benefit Terms	-	-	-	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	6,264	(639,568)	552,410	(204,352)	(26,838)	(28,211)
Changes of Assumptions	-	128,442	(106,923)	(49,666)	20,189	94,698
Benefit Payments, including Refunds of Employee Contributions	(90,830)	(89,038)	(87,270)	(93,752)	(103,452)	(98,275)
Net Change in Total Pension Liability	283,475	(208,281)	698,379	(8,893)	213,045	276,802
Total Pension Liability - Beginning	4,202,471	4,410,752	3,712,373	3,721,266	3,508,221	3,231,419
Total Pension Liability - Ending (A)	<u>\$ 4,485,946</u>	<u>\$ 4,202,471</u>	<u>\$ 4,410,752</u>	<u>\$ 3,712,373</u>	<u>\$ 3,721,266</u>	<u>\$ 3,508,221</u>
Plan Fiduciary Net Position						
Contributions - Employer	\$ 111,417	\$ 84,661	\$ 102,212	\$ 88,776	\$ 88,835	\$ 85,328
Contributions - Employees	29,879	28,304	29,906	25,992	26,094	25,718
Net Investment Income	617,560	(140,376)	514,118	201,903	14,582	165,742
Benefit Payments, including Refunds of Employee Contributions	(90,830)	(89,038)	(87,270)	(93,752)	(103,452)	(98,275)
Other (Net Transfer)	19,059	44,858	(21,564)	24,877	(71,063)	21,540
Net Change in Plan Fiduciary Net Position	687,085	(71,591)	537,402	247,796	(45,004)	200,053
Plan Fiduciary Net Position - Beginning	3,579,359	3,650,950	3,113,548	2,865,752	2,910,756	2,710,703
Plan Fiduciary Net Position - Ending (B)	<u>\$ 4,266,444</u>	<u>\$ 3,579,359</u>	<u>\$ 3,650,950</u>	<u>\$ 3,113,548</u>	<u>\$ 2,865,752</u>	<u>\$ 2,910,756</u>
Net Pension Liability - Ending (A) - (B)	<u>\$ 219,502</u>	<u>\$ 623,112</u>	<u>\$ 759,802</u>	<u>\$ 598,825</u>	<u>\$ 855,514</u>	<u>\$ 597,465</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	95.11%	85.17%	82.77%	83.87%	77.01%	82.97%
Covered Valuation Payroll	\$ 663,985	\$ 628,986	\$ 664,578	\$ 577,590	\$ 579,861	\$ 571,517
Net Pension Liability as a Percentage of Covered Valuation Payroll	33.06%	99.07%	114.33%	103.68%	147.54%	104.54%

**BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
JUNE 30, 2020**

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2014	\$ 85,327	\$ 85,328	\$ (1)	\$ 571,517	14.93%
2015	88,835	88,835	-	579,861	15.32%
2016	88,776	88,776	-	577,590	15.37%
2017	102,212	102,212	-	664,578	15.38%
2018	84,662	84,661	1	628,986	13.46%
2019	111,417	111,417	-	663,985	16.78%

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to the supplementary information
June 30, 2020

NOTE 1 – SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

NOTE 2 – SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 CONTRIBUTION RATE

Rates are based on Valuation Assumptions used in the December 31, 2017 actuarial valuations; note two-year lag between valuation and rate settings.

Valuation Date

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

Methods and Assumptions Used to Determine 2019 Contribution Rates

<i>Actuarial Cost Method:</i>	Aggregate entry age normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	24-year closed period
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	3.25%
<i>Price Inflation:</i>	2.50%
<i>Salary Increases:</i>	3.35% to 14.25%, including inflation
<i>Investment Rate of Return:</i>	7.50%
<i>Retirement Age:</i>	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 to 2016.
<i>Mortality:</i>	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS

Notes to the supplementary information
June 30, 2020

**NOTE 2 – SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2019 CONTRIBUTION RATE (Continued)**

used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information

There were no benefit changes during the year.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

OTHER INFORMATION



**BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
JUNE 30, 2020**

	<u>Total</u>	<u>District 129*</u>	<u>District 131</u>	<u>District 159</u>
Assets				
Cash and investments				
Pooled	\$ 623,393,701	\$ 50,497,945	\$ 130,570,906	\$ 35,007,677
Segregated			18,983,848	680,408
Interfund Receivables			-	617,368
Prepaid payroll withholding			-	-
Total assets			<u>\$ 149,554,754</u>	<u>\$ 36,305,453</u>
Liabilities and Fund Balance				
Liabilities				
Due to student activity groups			\$ 544,897	\$ 42,880
Payroll deductions and withholdings			-	-
Other current liabilities			-	702,089
Total liabilities			<u>544,897</u>	<u>744,969</u>
Fund balance			<u>149,009,857</u>	<u>35,560,484</u>
Total liabilities and fund balance			<u>149,554,754</u>	<u>\$ 36,305,453</u>

* Modified cash basis information for District 129 is not available

(continued)

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
JUNE 30, 2020

	<u>District 161</u>	<u>District 163</u>	<u>District 167</u>	<u>District 168</u>
Assets				
Cash and investments				
Pooled	\$ 31,694,499	\$ 14,349,696	\$ 15,714,880	\$ 15,951,960
Segregated	395,106	212,625	2,247,521	23,943
Interfund Receivables	-	-	-	-
Prepaid payroll withholding	-	-	-	-
Total assets	<u>\$ 32,089,605</u>	<u>\$ 14,562,321</u>	<u>\$ 17,962,401</u>	<u>\$ 15,975,903</u>
Liabilities and Fund Balance				
Liabilities				
Due to student activity groups	\$ 173,769	\$ 91,071	\$ 29,689	\$ 18,029
Payroll deductions and withholdings	134,056		-	-
Other current liabilities	73,672	-	-	-
Total liabilities	<u>381,497</u>	<u>91,071</u>	<u>29,689</u>	<u>18,029</u>
Fund balance	<u>31,708,108</u>	<u>14,471,250</u>	<u>17,932,712</u>	<u>15,957,874</u>
Total liabilities and fund balance	<u>\$ 32,089,605</u>	<u>\$ 14,562,321</u>	<u>\$ 17,962,401</u>	<u>\$ 15,975,903</u>

* Modified cash basis information for
District 129 is not available

(continued)

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
JUNE 30, 2020

	<u>District 169</u>	<u>District 170</u>	<u>District 171</u>	<u>District 172</u>
Assets				
Cash and investments				
Pooled	\$ 7,077,039	\$ 39,579,308	\$ 13,635,997	\$ 6,410,768
Segregated	23,832	418,143	155,608	93,983
Interfund Receivables	-	-	-	-
Prepaid payroll withholding	-	-	-	-
Total assets	<u>\$ 7,100,871</u>	<u>\$ 39,997,451</u>	<u>\$ 13,791,605</u>	<u>\$ 6,504,751</u>
Liabilities and Fund Balance				
Liabilities				
Due to student activity groups	\$ 10,587	\$ 55,321	\$ 45,006	\$ 13,440
Payroll deductions and withholdings	-	-	-	-
Other current liabilities	13,245	260,594	-	-
Total liabilities	<u>23,832</u>	<u>315,915</u>	<u>45,006</u>	<u>13,440</u>
Fund balance	<u>7,077,039</u>	<u>39,681,536</u>	<u>13,746,599</u>	<u>6,491,311</u>
Total liabilities and fund balance	<u>\$ 7,100,871</u>	<u>\$ 39,997,451</u>	<u>\$ 13,791,605</u>	<u>\$ 6,504,751</u>

* Modified cash basis information for
District 129 is not available

(continued)

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
JUNE 30, 2020

	<u>District 194</u>	<u>District 206</u>	<u>District 220</u>	<u>District 233</u>
Assets				
Cash and investments				
Pooled	\$ 9,345,171	\$ 28,941,298	\$ 493,214	\$ 55,308,629
Segregated	799,238	791,539	264,123	1,269,533
Interfund Receivables	-	-	-	-
Prepaid payroll withholding	-	-	-	-
Total assets	<u>\$ 10,144,409</u>	<u>\$ 29,732,837</u>	<u>\$ 757,337</u>	<u>\$ 56,578,162</u>
Liabilities and Fund Balance				
Liabilities				
Due to student activity groups	\$ 111,554	\$ 377,690	\$ 20,916	\$ 910,981
Payroll deductions and withholdings	-	-	-	-
Other current liabilities	662,640	-	-	868
Total liabilities	<u>774,194</u>	<u>377,690</u>	<u>20,916</u>	<u>911,849</u>
Fund balance	<u>9,370,215</u>	<u>29,355,147</u>	<u>736,421</u>	<u>55,666,313</u>
Total liabilities and fund balance	<u>\$ 10,144,409</u>	<u>\$ 29,732,837</u>	<u>\$ 757,337</u>	<u>\$ 56,578,162</u>

* Modified cash basis information for
District 129 is not available

(continued)

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
JUNE 30, 2020

	<u>Speed Joint Agreement 802</u>	<u>District 227</u>	<u>ISC No.4</u>	<u>Career Prep Network</u>
Assets				
Cash and investments				
Pooled	\$ 5,607,611	\$ 158,068,191	\$ 3,235,327	\$ 373,612
Segregated	92,980	458,516	Unavailable	-
Interfund Receivables	-	33,102,620	Unavailable	-
Prepaid payroll withholding	-	-	Unavailable	-
Total assets	<u>\$ 5,700,591</u>	<u>\$ 191,629,327</u>	<u>Unavailable</u>	<u>\$ 373,612</u>
Liabilities and Fund Balance				
Liabilities				
Due to student activity groups	\$ 33,792	\$ 289,716	Unavailable	\$ -
Payroll deductions and withholdings	(2,127)	-	Unavailable	-
Other current liabilities	-	34,972,990	Unavailable	-
Total liabilities	<u>31,665</u>	<u>35,262,706</u>	<u>Unavailable</u>	<u>-</u>
Fund balance	<u>5,668,926</u>	<u>156,366,621</u>	<u>Unavailable</u>	<u>373,612</u>
Total liabilities and fund balance	<u>\$ 5,700,591</u>	<u>\$ 191,629,327</u>	<u>Unavailable</u>	<u>\$ 373,612</u>

* Modified cash basis information for
District 129 is not available

(continued)

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
JUNE 30, 2020

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Assets

Cash and investments	
Pooled	\$ 1,529,973
Segregated	Unavailable
Interfund Receivables	Unavailable
Prepaid payroll withholding	<u>Unavailable</u>
Total assets	<u>Unavailable</u>

Liabilities and Fund Balance

Liabilities	
Due to student activity groups	Unavailable
Payroll deductions and withholdings	Unavailable
Other current liabilities	<u>Unavailable</u>
Total liabilities	Unavailable
Fund balance	<u>Unavailable</u>
Total liabilities and fund balance	<u>Unavailable</u>

* Modified cash basis information for District 129 is not available

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF REVENUE, EXPENDITURES, OTHER SOURCES (USES) AND CHANGES IN FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
YEAR ENDED JUNE 30, 2020

	<u>District 131</u>	<u>District 159</u>	<u>District 161</u>	<u>District 163</u>
Revenue				
Local sources	\$ 45,595,072	\$ 30,850,089	\$ 24,340,521	\$ 9,073,131
Flow-Through Receipts	-	-	-	-
State sources	148,827,434	6,813,266	10,482,289	18,066,404
Federal sources	27,731,974	1,745,293	1,817,899	3,798,698
On behalf contributions	9,638,698	9,363,995	6,768,950	9,729,625
Total revenue	<u>231,793,178</u>	<u>48,772,643</u>	<u>43,409,659</u>	<u>40,667,858</u>
Expenditures				
Instruction	99,545,563	15,768,145	18,393,282	14,453,349
Support services	91,604,482	13,703,035	14,299,376	12,011,001
Community services	2,232,407	142,621	24,430	283,850
Payments to other Districts and Governmental units	5,520,215	779,435	1,332,936	713,379
Debt service	11,913,807	4,565,709	1,084,685	2,322,962
ISC No. 4 expenditures	-	-	-	-
ROE 47 expenditures	-	-	-	-
On behalf contributions	9,638,698	9,363,995	6,768,950	9,729,625
Total expenditures	<u>220,455,172</u>	<u>44,322,940</u>	<u>41,903,659</u>	<u>39,514,166</u>
Revenue Over (Under) Expenditures	<u>11,338,006</u>	<u>4,449,703</u>	<u>1,506,000</u>	<u>1,153,692</u>
Other Sources (Uses)	<u>35,850,494</u>	<u>377,676</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>47,188,500</u>	<u>4,827,379</u>	<u>1,506,000</u>	<u>1,153,692</u>
Fund Balance				
Beginning balance - July 1, 2019	<u>101,821,357</u>	<u>30,733,105</u>	<u>30,202,108</u>	<u>13,317,558</u>
Ending balance - June 30, 2020	<u>\$ 149,009,857</u>	<u>\$ 35,560,484</u>	<u>\$ 31,708,108</u>	<u>\$ 14,471,250</u>

(continued)

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF REVENUE, EXPENDITURES, OTHER SOURCES (USES) AND CHANGES IN FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
YEAR ENDED JUNE 30, 2020

	<u>District 167</u>	<u>District 168</u>	<u>District 169</u>	<u>District 170</u>
Revenue				
Local sources	\$ 9,330,978	\$ 5,140,464	\$ 5,944,965	\$ 14,560,194
Flow-Through Receipts	-	-	-	-
State sources	7,549,253	14,806,457	3,250,813	28,385,245
Federal sources	1,352,896	2,840,802	1,219,285	6,298,592
On behalf contributions	4,916,831	4,322,366	1,355,890	15,041,098
Total revenue	<u>23,149,958</u>	<u>27,110,089</u>	<u>11,770,953</u>	<u>64,285,129</u>
Expenditures				
Instruction	6,109,016	9,814,195	3,117,173	25,624,429
Support services	6,557,646	10,377,340	5,351,726	49,924,883
Community services	18,285	341,190	70,107	324,242
Payments to other Districts and Governmental units	949,358	1,259,206	400,366	1,719,687
Debt service	1,169,938	472,500	1,716,912	2,487,650
ISC No. 4 expenditures	-	-	-	-
ROE 47 expenditures	-	-	-	-
On behalf contributions	4,916,831	4,322,366	1,355,890	15,041,098
Total expenditures	<u>19,721,074</u>	<u>26,586,797</u>	<u>12,012,174</u>	<u>95,121,989</u>
Revenue Over (Under) Expenditures	<u>3,428,884</u>	<u>523,292</u>	<u>(241,221)</u>	<u>(30,836,860)</u>
Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>100,458</u>	<u>-</u>
Net Change in Fund Balance	<u>3,428,884</u>	<u>523,292</u>	<u>(140,763)</u>	<u>(30,836,860)</u>
Fund Balance				
Beginning balance - July 1, 2019	<u>14,503,828</u>	<u>15,434,582</u>	<u>7,217,802</u>	<u>70,518,396</u>
Ending balance - June 30, 2020	<u>\$ 17,932,712</u>	<u>\$ 15,957,874</u>	<u>\$ 7,077,039</u>	<u>\$ 39,681,536</u>

(continued)

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF REVENUE, EXPENDITURES, OTHER SOURCES (USES) AND CHANGES IN FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
YEAR ENDED JUNE 30, 2020

	<u>District 171</u>	<u>District 172</u>	<u>District 194</u>	<u>District 206</u>
Revenue				
Local sources	\$ 7,734,055	\$ 2,145,416	\$ 9,676,290	\$ 25,549,144
Flow-Through Receipts	-	-	-	-
State sources	6,797,921	2,782,021	9,154,864	25,857,258
Federal sources	1,459,567	540,751	1,694,534	6,091,456
On behalf contributions	2,267,909	1,504,859	6,199,165	16,507,483
Total revenue	<u>18,259,452</u>	<u>6,973,047</u>	<u>26,724,853</u>	<u>74,005,341</u>
Expenditures				
Instruction	5,576,949	1,784,306	8,613,187	21,875,053
Support services	7,597,314	2,109,321	6,813,097	36,640,728
Community services	30,279	1,103	16,002	207,065
Payments to other Districts and Governmental units	934,926	223,757	445,419	1,563,961
Debt service	785,607	149,938	1,609,462	1,274,450
ISC No. 4 expenditures	-	-	-	-
ROE 47 expenditures	-	-	-	-
On behalf contributions	2,267,909	1,504,859	6,199,165	16,507,483
Total expenditures	<u>17,192,984</u>	<u>5,773,284</u>	<u>23,696,332</u>	<u>78,068,740</u>
Revenue Over (Under) Expenditures	<u>1,066,468</u>	<u>1,199,763</u>	<u>3,028,521</u>	<u>(4,063,399)</u>
Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>1,066,468</u>	<u>1,199,763</u>	<u>3,028,521</u>	<u>(4,063,399)</u>
Fund Balance				
Beginning balance - July 1, 2019	<u>12,680,131</u>	<u>5,291,548</u>	<u>6,341,694</u>	<u>33,418,546</u>
Ending balance - June 30, 2020	<u>\$ 13,746,599</u>	<u>\$ 6,491,311</u>	<u>\$ 9,370,215</u>	<u>\$ 29,355,147</u>

(continued)

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF REVENUE, EXPENDITURES, OTHER SOURCES (USES) AND CHANGES IN FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
YEAR ENDED JUNE 30, 2020

	<u>District 220</u>	<u>District 233</u>	<u>Speed Joint Agreement 802</u>	<u>District 227</u>
Revenue				
Local sources	\$ 966,964	\$ 40,300,611	\$ 13,019,967	\$ 54,299,620
Flow-Through Receipts	-	-	6,581,677	-
State sources	151,032	17,804,169	1,495,681	16,125,535
Federal sources	52,616	725,734	2,727,074	4,293,241
On behalf contributions	473,085	19,422,120	4,376,598	12,114,461
Total revenue	<u>1,643,697</u>	<u>78,252,634</u>	<u>28,200,997</u>	<u>86,832,857</u>
Expenditures				
Instruction	565,037	28,596,027	8,602,410	35,693,364
Support services	634,475	33,137,531	8,947,010	35,126,523
Community services	-	13,441	284,142	24,384
Payments to other Districts and Governmental units	22,573	846,222	6,560,530	1,898,191
Debt service	-	3,335,200	-	83,914,560
ISC No. 4 expenditures	-	-	-	-
ROE 47 expenditures	-	-	-	-
On behalf contributions	473,085	19,422,120	4,376,598	12,114,461
Total expenditures	<u>1,695,170</u>	<u>85,350,541</u>	<u>28,770,690</u>	<u>168,771,483</u>
Revenue Over (Under) Expenditures	<u>(51,473)</u>	<u>(7,097,907)</u>	<u>(569,693)</u>	<u>(81,938,626)</u>
Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>187,877,191</u>
Net Change in Fund Balance	<u>(51,473)</u>	<u>(7,097,907)</u>	<u>(569,693)</u>	<u>105,938,565</u>
Fund Balance				
Beginning balance - July 1, 2019	<u>787,894</u>	<u>62,764,220</u>	<u>6,238,619</u>	<u>50,428,056</u>
Ending balance - June 30, 2020	<u>\$ 736,421</u>	<u>\$ 55,666,313</u>	<u>\$ 5,668,926</u>	<u>\$ 156,366,621</u>

(continued)

BLOOM TOWNSHIP TRUSTEES OF SCHOOLS
SCHEDULE OF REVENUE, EXPENDITURES, OTHER SOURCES (USES) AND CHANGES IN FUND BALANCE
ARISING FROM CASH TRANSACTIONS
SCHOOL DISTRICTS AND OTHER LOCAL EDUCATIONAL AUTHORITIES
YEAR ENDED JUNE 30, 2020

	<u>ISC No.4</u>	<u>Career Prep Network</u>	<u>ROE 47</u>
Revenue			
Local sources	Unavailable	\$ 89,339	Unavailable
Flow-Through Receipts	Unavailable	728,145	Unavailable
State sources	Unavailable	79,398	Unavailable
Federal sources	Unavailable	4,000	Unavailable
On behalf contributions	Unavailable	-	Unavailable
Total revenue	<u>Unavailable</u>	<u>900,882</u>	<u>Unavailable</u>
Expenditures			
Instruction	Unavailable	-	Unavailable
Support services	Unavailable	170,035	Unavailable
Community services	Unavailable	-	Unavailable
Payments to other Districts and Governmental units	Unavailable	574,080	Unavailable
Debt service	Unavailable	-	Unavailable
ISC No. 4 expenditures	Unavailable	-	Unavailable
ROE 47 expenditures	Unavailable	-	Unavailable
On behalf contributions	Unavailable	-	Unavailable
Total expenditures	<u>Unavailable</u>	<u>744,115</u>	<u>Unavailable</u>
Revenue Over (Under) Expenditures	<u>Unavailable</u>	<u>156,767</u>	<u>Unavailable</u>
Other Sources (Uses)	<u>Unavailable</u>	<u>-</u>	<u>Unavailable</u>
Net Change in Fund Balance	<u>Unavailable</u>	<u>156,767</u>	<u>Unavailable</u>
Fund Balance			
Beginning balance - July 1, 2019	<u>Unavailable</u>	<u>216,845</u>	<u>Unavailable</u>
Ending balance - June 30, 2020	<u>Unavailable</u>	<u>\$ 373,612</u>	<u>Unavailable</u>