

**PROVISO TOWNSHIP
SCHOOL TREASURER'S OFFICE
WESTCHESTER, ILLINOIS**

**ANNUAL FINANCIAL REPORT
JUNE 30, 2019**

**PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Proviso Township School Treasurer's Office
10114 Gladstone
Westchester, Illinois 60154

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Proviso Township School Treasurer's Office (the "Treasurer") as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the 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 as 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 error or fraud.

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 basic financial statements are free of 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, the major fund, and the aggregate remaining fund information of the Treasurer, as of June 30, 2019, and the respective changes in modified cash basis financial position thereof and the respective budgetary comparison for the General Fund for the year 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 that matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Treasurer's basic financial statements. The accompanying other information, as listed in the table of contents, are presented for the purposes of additional analysis and are not a required part of basic financial statements. This information has not been subject 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.

Evans, Marshall & Pease, P.C.

Evans, Marshall & Pease, P.C.
Certified Public Accountants

Rolling Meadows, Illinois
September 23, 2019
(12)

OTHER INFORMATION
Management's Discussion and Analysis

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019

The management's discussion and analysis of the Proviso Township School Treasurer's Office (the "Treasurer") financial performance provides an overall review of the Treasurer's financial activities for the year ended June 30, 2019. The management of the Treasurer encourages readers to consider the information presented herein in conjunction with the financial statements to enhance their understanding of the Treasurer's financial performance.

Financial Highlights

- Revenues in the amount of \$1,514,807 were collected from school districts and joint agreements.
- Expenditures in the amount of \$1,643,164 were paid for operating costs of the Treasurer's office in the General Fund and expenses on the Statement of Activities.
- In total, net position increased by \$749,960 to a net position of \$2,225,710.

Overview of the Financial Statements

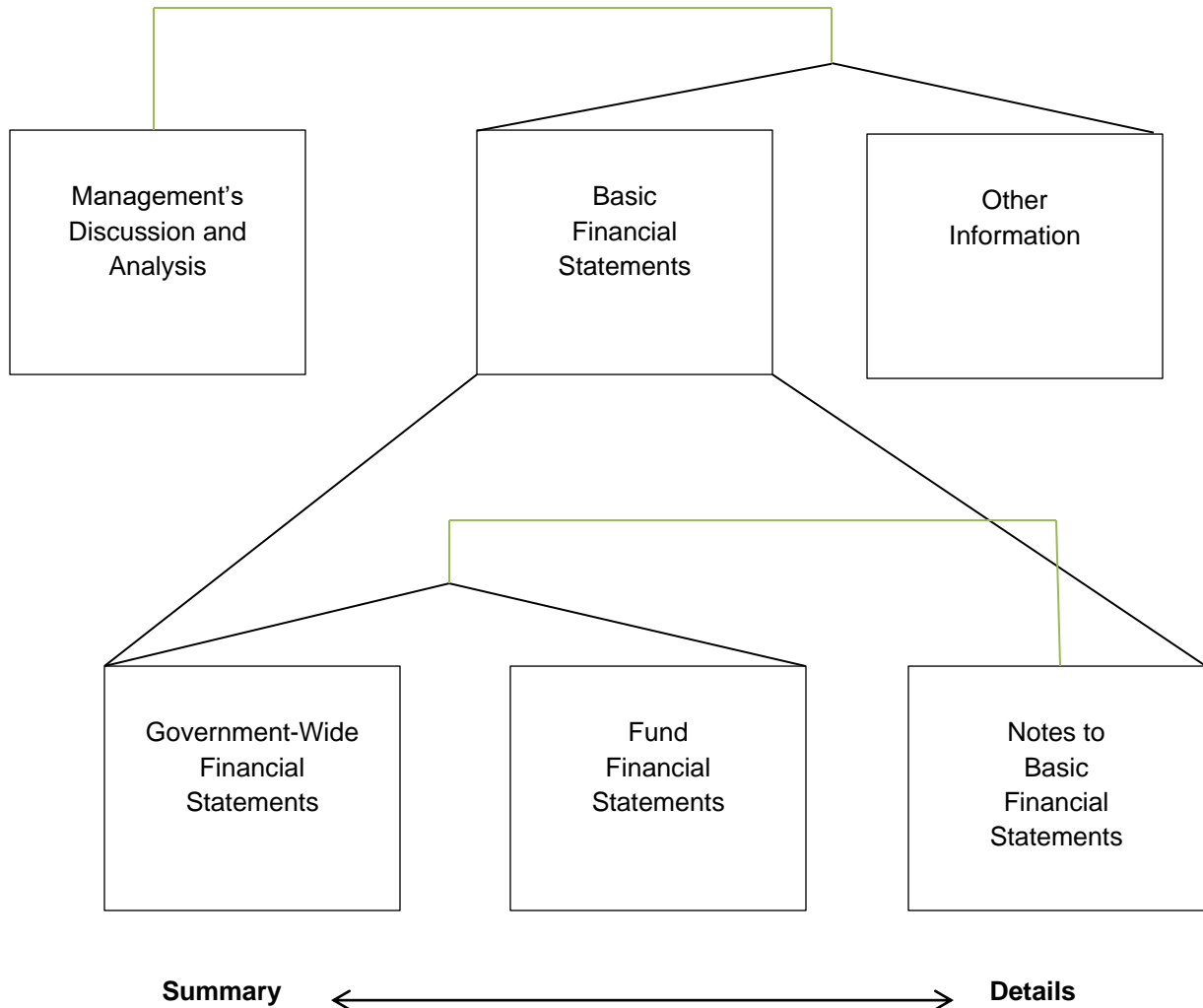
This discussion and analysis are intended to serve as an introduction to the Treasurer's basic financial statements. The basic financial statements are comprised of three components:

- Government-Wide financial statements.
- Fund financial statements.
- Notes to basic financial statements.

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

Figure A-1 shows how the various parts of this annual report are arranged and relate to one another.

Figure A-1
Organization of Proviso Township School Treasurer's Office Annual Financial Report



Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broader overview of the Treasurer's finances.

The Statement of Net Position – modified cash basis presents information on certain assets and liabilities of the Treasurer 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 Treasurer is improving or deteriorating.

The Statement of Activities – modified cash basis presents information showing how the government's net position changed during the fiscal year being reported. Most changes in net position are reported when cash is received and disbursed. Additionally, activity related to the acquisition, depreciation and year-end balances of capital assets are reported.

The government-wide financial statements present the functions of the Treasurer that are principally supported by intergovernmental revenues (governmental activities). All of the Treasurer's basic services are included here. Charges to the school districts and joint agreements finance all of these activities. The Treasurer 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 Treasurer's governmental activities include Treasurer's office 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 Treasurer uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Treasurer can be divided into two categories: governmental funds and fiduciary funds (the Treasurer maintains no proprietary funds).

The Treasurer's governmental fund is 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 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 the Treasurer'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 governments' near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance provide a reconciliation to facilitate this comparison between the governmental fund and governmental activities. The Treasurer maintains one individual governmental fund – the General (Distributive) Fund, which the Treasurer considers to be a major fund.

The Treasurer adopts an annual budget for the General (Distributive) Fund listed above. A budgetary comparison schedule has been provided for the fund to demonstrate compliance with this budget.

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

Notes to Basic Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain other information.

Government-Wide Financial Analysis

Net Position. The Treasurer's net position increased compared to the prior year. Total net position was \$2,225,710 and \$749,690 as of June 30, 2019, and 2018, respectively (see Table 1).

Table 1
Condensed Statement of Net Position

	2019	2018
Current Assets	\$ 2,225,710	\$ 749,690
Total Assets	<u>\$ 2,225,710</u>	<u>\$ 749,690</u>
Net Position:		
Unrestricted	<u>\$ 2,225,710</u>	<u>\$ 749,690</u>
Total Net Position	<u>\$ 2,225,710</u>	<u>\$ 749,690</u>

The Treasurer's financial position is the product of many factors. However, the primary factor resulting in the increase in net position was timing of its reimbursements for the school districts.

Changes in Net Position. The Treasurer's total revenues were \$1,514,807 and \$959,321 for the years ended June 30, 2019, and 2018, excluding investment earnings, respectively (see Table 2).

Table 2
Changes in Net Position

	2019	2018
Revenues:		
Income from pooled investments	\$ 7,566,594	\$ 3,681,750
Program revenues:		
Charges for services	<u>1,514,807</u>	<u>959,321</u>
Total Revenues	<u>9,081,401</u>	<u>4,641,071</u>
Expenses:		
Distribution of investment earnings	5,962,217	2,868,679
Treasurer's office services	<u>1,643,164</u>	<u>1,045,728</u>
Total Expenditures	<u>7,605,381</u>	<u>3,914,407</u>
Change in Net Position	1,476,020	726,664
Net Position - Beginning	<u>749,690</u>	<u>23,026</u>
Net Position - Ending	<u>\$ 2,225,710</u>	<u>\$ 749,690</u>

The total cost of all the Treasurer's office services were \$1,643,164 and \$1,045,728 during the years ended June 30, 2019, and 2018, excluding investment earnings distributions, respectively.

Financial Analysis of the Treasurer's Funds

The financial position of the Treasurer as a whole is reflected in its governmental fund, as well. As the Treasurer completed the year, the governmental fund balance was \$2,225,710. This reflects an increase of \$1,476,020 from the prior year fund balance of \$749,690.

General Fund Budgetary Highlights

The Treasurer's Office operated within the confines of the budget during the year ended June 30, 2019.

Factors Bearing on the Treasurer's Future

At the time these financial statements were prepared and audited, the Treasurer was not aware of any circumstances that may significantly affect its financial position in the future.

Contacting the Treasurer's Financial Management

This financial report is designed to provide the Proviso Township School Treasurer's Office member districts, those districts' taxpayers and creditors with a general overview of the Treasurer's finances and to demonstrate the Treasurer's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mr. Daniel Coglianese at:

Proviso Township School Treasurer's Office
10114 Gladstone
Westchester IL 60154

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BASIC FINANCIAL STATEMENTS

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2019

	<u>Governmental Activities</u>
ASSETS	
Cash	<u>\$ 2,225,710</u>
Total Assets	<u><u>\$ 2,225,710</u></u>
NET POSITION	
Unrestricted	<u>\$ 2,225,710</u>
Total Net Position	<u><u>\$ 2,225,710</u></u>

See Accompanying Notes to Financial Statements.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
JUNE 30, 2019

Functions/Programs	Expenses	Program Revenues Charges for Services	Net (Expense) Revenue and Changes in Net Position Governmental Activities
Governmental Activities:			
Treasurer's office services	\$ 1,643,164	\$ 1,514,807	\$ (128,357)
Distribution of earnings to school districts	5,962,217	-	(5,962,217)
	<u>\$ 7,605,381</u>	<u>\$ 1,514,807</u>	<u>(6,090,574)</u>
General Revenues Received:			
Income from pooled investments			<u>7,566,594</u>
Total General Revenues Received			<u>7,566,594</u>
Change in Net Position			1,476,020
Net Position - Beginning of year			<u>749,690</u>
Net Position - End of year			<u>\$ 2,225,710</u>

See Accompanying Notes to Financial Statements.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
GENERAL (DISTRIBUTIVE) FUND
STATEMENT OF FIDUCIARY NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2019

ASSETS	
Cash	\$ 2,225,710
Total Assets	<u>\$ 2,225,710</u>
FUND BALANCE	
Unassigned	\$ 2,225,710
Total Fund Balance	<u>\$ 2,225,710</u>

See Accompanying Notes to Financial Statements.

(Continued)

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
RECONCILIATION OF THE GOVERNMENTAL FUND
BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2019

Total Fund Balance - General Fund	<u>\$ 2,225,710</u>
Net Position of Governmental Activities	<u><u>\$ 2,225,710</u></u>

See Accompanying Notes to Financial Statements.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
 GENERAL (DISTRIBUTIVE) FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 YEAR ENDED JUNE 30, 2019

	Original and Final Budget	Actual
REVENUES		
Income from pooled investments		\$ 7,566,594
Reimbursements of Treasurer's Office Expenses:		
Pro rata for office expense of Treasurer		905,423
Computer charges		550,127
Services/data processing fees		59,257
Total Revenues		<u>9,081,401</u>
EXPENDITURES		
Salaries	\$ 485,391	484,636
Illinois retirement/FICA expense	104,255	103,957
Hospitalization insurance	113,479	109,659
Rent	38,602	40,354
Office expense	30,890	27,742
Custodial	863	263
Utilities	23,688	22,969
Travel/convention expense	2,000	1,209
Consulting	170,315	147,510
Insurance	7,471	7,471
Dues and fees	2,150	2,150
Bank service charges	641	615
Data processing/equipment	878,595	655,499
Legal	2,890	1,430
Audit	18,700	18,700
Other miscellaneous	795	596
Distribution of investment earnings to schools	-	5,962,217
Treasurer's bond	18,404	18,404
Total Disbursements	<u>\$ 1,899,129</u>	<u>7,605,381</u>
CHANGE IN FUND BALANCE		1,476,020
FUND BALANCE - JULY 1, 2018		<u>749,690</u>
FUND BALANCE - JUNE 30, 2019		<u>\$ 2,225,710</u>

(Continued)

See Accompanying Notes to Financial Statements.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
RECONCILIATION OF THE GOVERNMENTAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TO THE STATEMENT OF ACTIVITIES
JUNE 30, 2019

Net Change in Fund Balance - General Fund	<u>\$ 1,476,020</u>
Change in Net Position of Governmental Activities	<u><u>\$ 1,476,020</u></u>

See Accompanying Notes to Financial Statements.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
 AGENCY FUND
 STATEMENT OF FIDUCIARY NET POSITION - MODIFIED CASH BASIS
 JUNE 30, 2019

	Fiduciary Fund Type
	Agency
ASSETS	
Cash and investments	\$ 361,006,819
Restricted investments	581,000
Total Assets	\$ 361,587,819
LIABILITIES	
Due to participating school districts	\$ 361,587,819
Total Liabilities	\$ 361,587,819

See Accompanying Notes to Financial Statements.

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PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 – NATURE OF ACTIVITIES, FINANCIAL REPORTING ENTITY, BASIS OF PRESENTATION, MEASUREMENT FOCUS AND BASIS OF ACCOUNTING AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Proviso Township School Treasurer's Office (the "Treasurer") oversees the treasury function of School District Nos. 87, 88, 89, 90, 91, 92, 92.5, 93, 94, 95, 96, 208, 209 and the Proviso Area for Exceptional Children (PAEC) (the "Participating Districts"). The Treasurer and each Participating District are located in Cook County, Illinois. In this capacity, funds received by the Treasurer from various sources are distributed to Participating Districts on a current basis to meet operating needs. Excess funds are invested by the Treasurer in accordance with its investment policy.

The accounting policies of the Treasurer conform to the modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America, as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Significant accounting policies are as follows:

Financial Reporting Entity

As defined by generally accepted accounting principles established by the GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government, or
- 2) Fiscal dependency on the primary government and the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

Financial benefit or financial burden is created if any one of the following relationships exists:

- 1) The primary government is legally entitled to or has access to the component unit's resources.
- 2) The primary government is legally required or has assumed the obligation to finance the deficits of, provide support to, the component unit.
- 3) The primary government is obligated in some manner for the other component unit's debt.

Based upon the application criteria, no component units have been included within the reporting entity.

Basis of Presentation

Government-Wide Financial Statements: The Government-Wide Statement of Net Position and Statement of Activities display information about the reporting government as a whole. The Statement of Activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct revenues are those that are clearly identifiable with a specific function or segment. Indirect expenses not allocated to functions, if any, are reported separately. Program revenues include charges to the Proviso Township School Treasurer and joint agreements and fees and charges to other school districts and joint agreements. Other items not properly included among program revenues are reported instead as general revenues.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 – NATURE OF ACTIVITIES, FINANCIAL REPORTING ENTITY, BASIS OF PRESENTATION, MEASUREMENT FOCUS AND BASIS OF ACCOUNTING AND SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Fiduciary funds are excluded from the government-wide financial statements.

Fund Financial Statements: The fund financial statements of the reporting entity are generally organized into 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 that represent the funds' assets, liabilities, equity, revenues and expenditures. The following fund types are used by the Treasurer:

Governmental fund types are used to account for the Treasurer's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of any general fixed assets and the servicing of any general long-term debt.

The General (Distributive) Fund is the Treasurer's primary operating fund. It accounts for all financial resources of the Proviso Township School Treasurer. It is reported as a major fund as required by GASB Statement No. 34.

Fiduciary fund types are used to account for assets held in a trustee or agency capacity on behalf of others.

The **Agency Fund** is custodial in nature and does not present results of operations or have a measurement focus. The agency fund is used to account for assets and liabilities held by the Treasurer for the public school districts and joint agreements in Proviso Township in an agency capacity.

Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "how" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resource" measurement focus, as applied on the modified cash basis of accounting, is used as defined below.

The governmental fund (General Fund) utilizes a "modified current financial resources" measurement focus. Only certain current financial assets and liabilities are generally included on the balance sheet. The operating statement presents sources and uses of available spendable financial resources during a given period. This fund uses fund balance as its measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental and fiduciary activities are presented using a modified cash basis of accounting. This basis recognizes cash, cash equivalents and investments, amounts due to/from other governments, inter-fund debt, net position/fund balance, revenues, and expenditures/expenses when they result from cash transactions, with certain modifications. Under this basis of accounting, the Treasurer reports activity related to the acquisition, depreciation and year-end balances of capital assets, as well as year-end balances and related changes in long-term debt in its Government-Wide Financial Statements. At June 30, 2018, the Treasurer had no long-term debt. This basis of accounting is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 – NATURE OF ACTIVITIES, FINANCIAL REPORTING ENTITY, BASIS OF PRESENTATION, MEASUREMENT FOCUS AND BASIS OF ACCOUNTING AND SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenues for billed or provided services not yet collected), and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid and accrued expenses and liabilities) are not recorded in these financial statements.

If the Treasurer utilized the basis of accounting recognized as generally accepted, the fund financial statements for the governmental fund would use the modified accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

Significant Accounting Policies

Investments

The Proviso Township School Treasurer's Office accounts for the cash and investments of the public school districts and the joint agreement in Proviso Township. The investments are recorded at cost.

Compensated Absences

Annually, full-time employees accrue 2 weeks to 4 weeks of vacation based on seniority. Unused vacation is not carried forward to the following year.

All full-time employees receive 1 sick day for every month of employment with a limit of 120 days that can be accumulated.

Net Position

The Statement of Net Position presents the Treasurer's non-fiduciary assets and liabilities with a difference reported in three categories:

Net investment in capital assets consists of capital assets, net of accumulated depreciation.

Restricted net positions result when constraints placed on net position use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions enabling legislation. The Treasurer has no restricted net positions as of June 30, 2019.

Unrestricted net positions consist of net assets that do not meet the criteria of the two preceding categories.

When both restricted and unrestricted resources are available for use, it is the Treasurer's policy to use restricted resources first, then unrestricted resources as they are needed. The Treasurer did not have any restricted assets as of June 30, 2019.

Fund Balance

Within the governmental fund, the Treasurer's fund balance is reported in one of the following classifications:

Non-spendable – 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. At June 30, 2019, the Treasurer has no non-spendable fund balance amounts.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 1 – NATURE OF ACTIVITIES, FINANCIAL REPORTING ENTITY, BASIS OF PRESENTATION, MEASUREMENT FOCUS AND BASIS OF ACCOUNTING AND SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

Restricted – includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation. At June 30, 2019, the Treasurer has no restricted fund balance amounts.

Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Treasurer's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the Treasurer removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The Treasurer's highest level of decision-making authority rests with the Treasurer's Board of Trustees. The Treasurer passes formal resolutions to commit their fund balances. At June 30, 2019, the Treasurer has no committed fund balance amounts.

Assigned – includes amounts that are constrained by the Treasurer's *intent* to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Treasurer's Board of Trustees itself; or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Treasurer's Board of Trustees has not delegated authority to any other body or official to assign amounts for a specific purpose within the General Fund. Assignments can be made after the end of the reporting period. At June 30, 2019, the Treasurer has no assigned fund balance amounts.

Unassigned – includes the residual fund balance that has not been restricted, committed, or assigned within the General Fund.

It is the Treasurer's policy to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted (i.e. committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 – BUDGET AND BUDGETARY INFORMATION

An annual budget is adopted for the General Fund. The annual budget is adopted using the modified cash basis of accounting. All budgets lapse at fiscal year-end.

On or before July 1 of each year, the Treasurer is to submit for review a proposed budget for the fiscal year commencing on that date. After reviewing the proposed budget, the Treasurer holds a public hearing and a final budget must be prepared and adopted no later than October 1.

NOTE 3 – CASH AND INVESTMENTS

Substantially all of the cash balances are deposits and investments maintained in the name of the Proviso Township School Treasurer's Office, as the legal custodian for any Participating Districts of the Proviso Township Schools. The Treasurer comingles the Participating Districts' Funds. Accounting records are maintained to separate the common cash and investment accounts by individual Participating District and by fund within the Districts.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 3 – CASH AND INVESTMENTS (CONT'D)

Deposits

State statutes authorize the Treasurer to make deposits in interest-bearing depository accounts in federally insured and/or state chartered banks, savings and loan associations, and credit unions. As of June 30, 2019, the Treasurer had deposits with federally insured financial institutions of \$308,044,575 with bank balances totaling \$328,380,832.

Custodial credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the Treasurer's deposits may not be returned to it. At June 30, 2019, \$199,234 of the Treasurer's bank balances was uninsured and uncollateralized. This amount was comprised of deposits made by the districts' offices to certain Treasurer bank accounts, which temporarily caused account balances to exceed FDIC limits. The Treasurer has a policy of reducing these balances when this condition occurs.

<u>Deposits</u>	<u>Amount</u>	<u>Maturities Less Than 1 Year</u>
Financial Institutions	\$ 59,198,228	\$ 59,198,228
Money market account	26,346,642	26,346,642
Illinois Institutional Investors Trust	46,467,108	46,467,108
Certificates of deposits	181,835,468	181,835,468
Illinois Funds	14,156,467	14,156,467
ISDLAF	376,919	376,919
Total	\$ 328,380,832	\$ 328,380,832

Investments

The Treasurer 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 assets. 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.

As of June 30, 2019, the Treasurer had the following recurring fair value measurements:

<u>Investment Type</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Maturities</u>		
			<u>Less Than 1 Year</u>	<u>1 - 5 years</u>	<u>6-10 Years</u>
FNMA	\$ 4,649,750	\$ 4,639,218	\$ 747,112	\$ 2,892,826	\$ 999,280
FHLB	23,973,108	23,921,237	995,080	14,517,022	8,409,135
FHLMC	13,513,960	13,484,714	748,673	9,237,335	3,498,706
FFC	9,906,426	9,890,346	1,754,425	4,137,871	3,998,050
FFCB	1,500,000	1,488,245	-	1,488,245	-
Total	\$ 53,543,244	\$ 53,423,760	\$ 4,245,290	\$ 32,273,299	\$ 16,905,171

The \$53,423,760 of investments is valued using quoted market prices (Level 1 inputs).

The Illinois Funds, Illinois School District Liquid Asset Fund, and Illinois Institutional Investors Trust (IIIT) are shown as maturing in less than one year because the weighted average maturity of the funds is less than one year. Investments in these funds are valued at net assets value (NAV) per share price, which is the price at which the investment could be sold, as determined by the pool.

Interest rate risk. The Treasurer's investment policy does not limit the Treasurer's investment portfolio to specific maturities; however, the Treasurer's predominant investment strategy is to operate as a buy and hold to maturity investor, which does limit interest rate risk.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 3 – CASH AND INVESTMENTS (CONT'D)

Authorized investments. State statutes authorize the Treasurer to invest in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, and short-term obligations of corporations organized in the United States with assets exceeding \$500,000,000. The Treasurer is also authorized to invest in the Illinois School District Liquid Asset Fund Plus, the Illinois Institutional Investors Trust, the Illinois Funds, Municipal Bonds, and State of Israel Bonds. The Treasurer restricted its investments to only those investments described above.

Credit risk. The Illinois Funds, FHLB, and FFCB securities are rated AAA and AA+, respectively, by Standard & Poor's. FNMA and FHLMC are not rated.

Concentration of credit risk. The Treasurer's policy states that it shall diversify its investments to the best of its ability based upon the type of funds invested, available institutions to invest in, and the cash flow needs of those funds. Diversification can be by type of investments, number of institutions invested in, and length of maturity. Seventeen percent of the Treasurer's deposits and investments are in government agencies.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the Trustees will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2019, the Treasurer's investments are not subject to custodial risk.

NOTE 4 – RETIREMENT FUND COMMITMENTS

Illinois Municipal Retirement Fund (IMRF)

General Information about the Pension Plan

Plan Description

The employer'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 employer'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.

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.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
 NOTES TO BASIC FINANCIAL STATEMENTS
 JUNE 30, 2019

NOTE 4 – RETIREMENT FUND COMMITMENTS (CONT'D)

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, 2018, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	11
Inactive Plan Members entitled to but not yet receiving benefits	1
Active Plan Members	<u>7</u>
Total	<u><u>19</u></u>

Contributions

As set by statute, the employer'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 employer's annual contribution rate for calendar year 2018 was 16.62%. For the fiscal year ended 2019, the employer contributed \$78,398 to the plan. The employer 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 employer's net pension liability was measured as of December 31, 2018. 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, 2018:

- 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 3.39% to 14.25%, including inflation.
- The Investment Rate of Return was assumed to be 7.24%.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
 NOTES TO BASIC FINANCIAL STATEMENTS
 JUNE 30, 2019

NOTE 4 – RETIREMENT FUND COMMITMENTS (CONT'D)

- 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.
- 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 adjustments 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 (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:

Asset Class	Target Allocation	Projected Returns/Risks	
		One Year Arithmetic	Ten Year Geometric
Equities	37%	8.50%	7.15%
International Equities	18%	9.20%	7.25%
Fixed Income	28%	3.75%	3.75%
Real Estate	9%	7.30%	6.25%
Alternatives	7%		
Private Equity		12.40%	8.50%
Hedge Funds		5.75%	5.50%
Commodities		4.75%	3.20%
Cash Equivalents	1%	2.50%	2.50%
Total	<u>100%</u>		

Single Discount Rate

A Single Discount Rate of 7.24% 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 employer 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

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 4 – RETIREMENT FUND COMMITMENTS (CONT'D)

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 plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 3.71%, and the resulting single discount rate is 7.24%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2017	\$ 3,351,480	\$ 3,206,077	\$ 145,403
Changes for the year:			
Service Cost	53,749	-	53,749
Interest on the Total Pension Liability	245,218	-	245,218
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	58,219	-	58,219
Changes of Assumptions	80,855	-	80,855
Contributions - Employer	-	78,397	(78,397)
Contributions - Employees	-	21,227	(21,227)
Net Investment Income	-	(205,081)	205,081
Benefits Payments, including Refunds of Employee Contributions	(217,563)	(217,563)	-
Other (Net Transfer)		96,348	(96,348)
Net Changes	<u>220,478</u>	<u>(226,672)</u>	<u>447,150</u>
Balances at December 31, 2018	<u>\$ 3,571,958</u>	<u>\$ 2,979,405</u>	<u>\$ 592,553</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 7.24%, 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 (6.24%)	Current Discount (7.24%)	1% Higher (8.24%)
Total pension liability	\$ 3,913,594	\$ 3,571,958	\$ 3,283,182
Plan fiduciary net position	<u>2,979,405</u>	<u>2,979,405</u>	<u>2,979,405</u>
Net pension liability/(asset)	<u>\$ 934,189</u>	<u>\$ 592,553</u>	<u>\$ 303,777</u>

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

For the year ended June 30, 2019, the employer recognized pension expense of \$78,398. At June 30, 2019, the employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 4 – RETIREMENT FUND COMMITMENTS (CONT'D)

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<i>Deferred amounts to be recognized in pension expense in future periods</i>		
Differences between expected and actual experience	\$ 35,986	\$ -
Changes of assumptions	49,812	1,641
Net difference between projected and actual earnings on pension plan investments	<u>405,655</u>	<u>194,453</u>
Total deferred amounts to be recognized in pension expense in future periods	<u>491,453</u>	<u>196,094</u>
<i>Pension contributions made subsequent to the measurement date</i>	<u>26,867</u>	<u>-</u>
Total Deferred Amounts Related to Pensions	<u>\$ 518,320</u>	<u>\$ 196,094</u>

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

<u>Year Ending December 31</u>	<u>Net Deferred Outflows of Resources</u>	<u>Net Deferred Inflows of Resources</u>
2019	\$ 120,101	\$ -
2020	62,183	-
2021	24,128	-
2022	88,947	-
2023	-	-
Thereafter	-	-
Total	<u>\$ 295,359</u>	<u>\$ -</u>

NOTE 5 – OTHER POST-EMPLOYMENT BENEFITS

Employees who retire through the Treasurer's pension plan have the option to continue in the Treasurer's health insurance plan as required by state regulation. Former employees who choose to retain their rights to health insurance through the Treasurer are required to pay 100% of the current premium. The Treasurer's implicit cost, as defined by GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, is equal to the difference between current premium levels and what those premiums would be if retirees were not included. The Treasurer believes this implicit subsidy to be immaterial.

NOTE 6 – RISK MANAGEMENT

The Treasurer is exposed to various risks of loss related to torts; theft of, damage to, and destruction to assets; errors and omissions, injuries to employees; and natural disasters. The Treasurer carries commercial insurance for general liability and property, worker's compensation and employee health coverage. There have not been any significant changes in insurance coverage in the last year. Additionally, settled claims have not exceeded commercial insurance coverage during any of the past three years.

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

NOTE 7 – CONTINGENCIES

As of June 30, 2019, the Treasurer was not aware of any litigation that might have a material adverse effect on the District's financial position.

NOTE 8 – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before the financial statements are issued or available to be issued. There are two types of subsequent events: recognized (events that relate to conditions present at the balance sheet date) and non-recognized (events or conditions that did not exist at the balance sheet date but arose after that date).

There are no other recognized or non-recognized subsequent events that have occurred between June 30, 2019, and the date of this audit report requiring disclosure in the financial statements.

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OTHER INFORMATION

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PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
OTHER INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
MOST RECENT CALENDAR YEARS *

Calendar year ending December 31,	2018	2017	2016
Total pension liability			
Service cost	\$ 53,749	\$ 43,479	\$ 53,621
Interest on the total pension liability	245,218	250,792	230,426
Difference between expected and actual experience	58,219	8,503	216,059
Changes of assumption	80,855	(116,405)	(53,641)
Benefit payments and refunds	<u>(217,563)</u>	<u>(314,081)</u>	<u>(159,567)</u>
Net change in total pension liability	220,478	(127,712)	286,898
Total pension liability - beginning	<u>3,351,480</u>	<u>3,479,192</u>	<u>3,192,294</u>
Total pension liability - ending (A)	<u>\$ 3,571,958</u>	<u>\$ 3,351,480</u>	<u>\$ 3,479,192</u>
Plan fiduciary net position			
Contributions - employer	\$ 78,397	\$ 72,345	\$ 60,892
Contributions - employees	21,227	19,682	20,267
Pension plan net investment income	(205,081)	533,186	176,036
Benefit payments and refunds	(217,563)	(314,081)	(159,567)
Other	<u>96,348</u>	<u>(8,084)</u>	<u>68,385</u>
Net change in plan fiduciary net position	(226,672)	303,048	166,013
Plan fiduciary net position - beginning	<u>3,206,077</u>	<u>2,903,029</u>	<u>2,737,016</u>
Plan fiduciary net position - ending (B)	<u>\$ 2,979,405</u>	<u>\$ 3,206,077</u>	<u>\$ 2,903,029</u>
Net pension liability - ending (A) - (B)	<u>\$ 592,553</u>	<u>\$ 145,403</u>	<u>\$ 576,163</u>
Plan fiduciary net position as a percentage of total pension liability	83.41%	95.66%	83.44%
Covered valuation payroll	\$ 471,707	\$ 437,378	\$ 450,382
Net pension liability as a percentage of covered valuation payroll	125.62%	33.24%	127.93%

*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.

<u>2015</u>	<u>2014</u>
\$ 51,237	\$ 52,243
220,667	199,814
8,704	(6,019)
28,179	177,428
<u>(121,639)</u>	<u>(112,776)</u>
187,148	310,690
<u>3,005,146</u>	<u>2,694,456</u>
<u>\$ 3,192,294</u>	<u>\$ 3,005,146</u>
\$ 60,702	\$ 60,815
21,142	20,332
13,656	158,672
(121,639)	(112,776)
<u>12,073</u>	<u>7,043</u>
(14,066)	134,086
<u>2,751,082</u>	<u>2,616,996</u>
<u>\$ 2,737,016</u>	<u>\$ 2,751,082</u>
<u>\$ 455,278</u>	<u>\$ 254,064</u>
85.74%	91.55%
\$ 469,828	\$ 451,818
96.90%	56.23%

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
OTHER INFORMATION
MULTI-YEAR SCHEDULE OF CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
LAST TEN CALENDAR YEARS*

Calendar Year Ending December 31	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2018	\$ 78,398	\$ 78,397	\$ 1	\$ 471,707	16.62%
2017	56,378	72,345	-	437,378	16.54%
2016	60,892	60,892	-	450,382	13.52%
2015	60,702	60,702	-	469,828	12.92%
2014	60,815	60,815	-	451,818	13.46%

*Estimated based on contribution rate of 16.62% and covered payroll of \$471,707**

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 31 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 2018 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>	25-year closed period
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	3.50%
<i>Price Inflation:</i>	2.75%. Approximate
<i>Salary Increases:</i>	3.75% to 14.50%, 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 2014 valuation pursuant to an experience study of the period 2011 to 2013.
<i>Mortality:</i>	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.

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

Based on Valuation Assumptions used in the December 31, 2016, actuarial valuation.

*Less than ten years are presented on this table due to the District implementing this table during the year ended June 30, 2015. Additional years will be presented as they become available.

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PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
STATEMENT OF CASH RECEIVED AND CASH DISBURSED
ON BEHALF OF SCHOOL DISTRICTS AND JOINT AGREEMENTS
YEAR AND ENDED JUNE 30, 2019

	Proviso		
	87	88	89
<u>Cash Received by Proviso Township Treasurer</u>			
Local Sources	\$ 22,582,580	\$ 15,320,120	\$ 17,573,792
Flow Through Receipts	-	-	-
State Sources	16,434,576	20,012,000	47,023,051
Federal Sources	<u>3,453,931</u>	<u>3,289,285</u>	<u>9,978,873</u>
Total Cash Receipts	42,471,087	38,621,405	74,575,716
<u>Cash Disbursed on Behalf of School Districts and Joint Agreements</u>	<u>38,172,349</u>	<u>34,795,944</u>	<u>66,518,467</u>
<u>Excess (Deficiency) of Cash Receipts Over Disbursements</u>	<u>4,298,738</u>	<u>3,825,461</u>	<u>8,057,249</u>
<u>Other Financing Sources (Uses) - Net</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Cash and Investment Balances July 1, 2018, as originally reported</u>	23,270,907	14,233,466	36,415,236
District auditor's adjustment of cash balance	<u>(696)</u>	<u>(2,197,500)</u>	<u>69,036</u>
<u>Cash and Investment Balances July 1, 2018, as restated</u>	<u>23,270,211</u>	<u>12,035,966</u>	<u>36,484,272</u>
<u>Cash and Investment Balances June 30, 2019</u>	<u>\$ 27,568,949</u>	<u>\$ 15,861,427</u>	<u>\$ 44,541,521</u>

Township School District Numbers

<u>90</u>	<u>91</u>	<u>92</u>	<u>92 1/2</u>	<u>93</u>
\$ 23,725,817	\$ 15,788,256	\$ 6,404,312	\$ 14,054,245	\$ 7,686,140
-	-	-	-	-
1,677,884	1,874,275	1,515,654	2,043,351	806,126
<u>611,565</u>	<u>717,528</u>	<u>617,332</u>	<u>490,214</u>	<u>510,522</u>
26,015,266	18,380,059	8,537,298	16,587,810	9,002,788
<u>27,527,105</u>	<u>18,875,298</u>	<u>8,525,113</u>	<u>17,802,632</u>	<u>8,357,264</u>
<u>(1,511,839)</u>	<u>(495,239)</u>	<u>12,185</u>	<u>(1,214,822)</u>	<u>645,524</u>
-	-	-	<u>2,095,000</u>	-
38,421,684	23,000,046	9,800,835	11,985,286	10,759,842
-	-	-	-	<u>(3,489)</u>
<u>38,421,684</u>	<u>23,000,046</u>	<u>9,800,835</u>	<u>11,985,286</u>	<u>10,756,353</u>
<u>\$ 36,909,845</u>	<u>\$ 22,504,807</u>	<u>\$ 9,813,020</u>	<u>\$ 12,865,464</u>	<u>\$ 11,401,877</u>

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
STATEMENT OF CASH RECEIVED AND CASH DISBURSED
ON BEHALF OF SCHOOL DISTRICTS AND JOINT AGREEMENTS
YEAR AND ENDED JUNE 30, 2019

	Proviso Township School District		
	94	95	96
<u>Cash Received by Proviso Township Treasurer</u>			
Local Sources	\$ 6,157,015	\$ 12,289,890	\$ 26,207,246
Flow Through Receipts	-	-	-
State Sources	738,300	2,597,820	2,168,659
Federal Sources	244,124	480,270	474,832
Total Cash Receipts	7,139,439	15,367,980	28,850,737
<u>Cash Disbursed on Behalf of School Districts and Joint Agreements</u>	7,965,926	39,726,510	28,963,439
<u>Excess (Deficiency) of Cash Receipts Over Disbursements</u>	(826,487)	(24,358,530)	(112,702)
<u>Other Financing Sources (Uses) - Net</u>	4,201	27,953,117	-
<u>Cash and Investment Balances July 1, 2018, as originally reported</u>	2,527,920	16,499,807	36,298,145
District auditor's adjustment of cash balance	-	-	-
<u>Cash and Investment Balances July 1, 2018 as restated</u>	2,527,920	16,499,807	36,298,145
<u>Cash and Investment Balances June 30, 2019</u>	<u>\$ 1,705,634</u>	<u>\$ 20,094,394</u>	<u>\$ 36,185,443</u>

SCHEDULE 1
(Concluded)

Numbers		Proviso Area For Exceptional Children	Total
208	209		
\$ 28,674,917	\$ 69,865,061	\$ 16,181,162	\$ 282,510,553
-	-	-	-
2,664,085	19,416,398	2,525,862	121,498,041
518,725	4,293,437	3,298,183	28,978,821
31,857,727	93,574,896	22,005,207	432,987,415
31,141,112	154,528,069	23,291,448	506,190,676
716,615	(60,953,173)	(1,286,241)	(73,203,261)
-	94,923,774	-	124,976,092
20,104,012	64,080,850	2,316,488	309,714,524
7,403	-	-	(2,125,246)
20,111,415	64,080,850	2,316,488	307,589,278
<u>\$ 20,828,030</u>	<u>\$ 98,051,451</u>	<u>\$ 1,030,247</u>	<u>359,362,109</u>

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
STATEMENT OF CASH AND INVESTMENTS - POOLED AND RESTRICTED
JUNE 30, 2019

Investments - Pooled

Checking Accounts - General		
Amalgamated Bank - Payables		\$ 4,379,603
Amalgamated Bank - Payroll		97,042
Fifth-Third Bank	\$ 2,139,000	
First Tennessee Bank	16,927,560	
FTN Financial	58,635,468	
Northern Trust Company	32,395,685	
PMA Financial Network-ISDLAF	90,400,000	
Private Bank	3,800,000	
Raymond James & Associates	1,500,000	
Republic Bank	5,079,075	
Illinois Institutional Investors Trust	<u>27,000,000</u>	
		237,876,788
Money Market and Other Funds		
Illinois Funds	14,156,497	
Illinois Institutional Investors Trust	46,467,108	
Illinois Metropolitan Investment Fund	425	
Illinois School District Liquid Asset Fund (Citibank SavingsAcct.)	19,453,687	
PMA - Associated Savings	36,749,172	
PMA - OZK	48,531	
Illinois School District Liquid Asset Fund	<u>158</u>	
		<u>116,875,578</u>
Total Pooled Investments		<u>359,229,011</u>
Special District Bank Accounts		
Republic Bank, District No. 87	276,423	
Urban Partnership Bank, District No. 88	21,072	
First Midwest, District No. 89	133,618	
MB Financial Bank, District No. 90	135,798	
Forest Park National Bank, District No. 91	1,066	
MB Financial Bank, District No. 92	39,723	
Harris Bank, N.A., District No. 92 1/2	196,515	
Republic Bank, District No. 93	20,019	
MB Financial Bank, District No. 94	116,411	
First National Bank of Brookfield, District No. 95	70,547	
First American Bank, District No. 96	117,393	
First American Bank, District No. 208	238,228	
Bank of America, District No. 209	397,357	
MB Financial Bank, Township Distributive Fund	<u>13,638</u>	
		1,777,808

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
STATEMENT OF CASH AND INVESTMENTS - POOLED AND RESTRICTED
JUNE 30, 2019

Investments - Restricted

Art Proceeds - District No. 90	
Fifth-Third Bank	\$ 261,000
Northern Trust Securities	<u>320,000</u>
Total Restricted Assets	<u>581,000</u>
Total Treasurer's Accountability for Investments June 30, 2019	<u><u>\$ 361,587,819</u></u>

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
STATEMENT OF CASH AND INVESTMENT BALANCES BY DISTRICT
JUNE 30, 2019

District No. 87	\$ 27,568,949
District No. 88	15,861,427
District No. 89	44,541,521
District No. 90	36,909,845
District No. 91	22,504,807
District No. 92	9,813,020
District No. 92 1/2	12,865,464
District No. 93	11,401,877
District No. 94	1,705,634
District No. 95	20,094,394
District No. 96	36,185,443
District No. 208	20,828,030
District No. 209	98,051,451
P.A.E.C.	<u>1,030,247</u>
Total Districts	359,362,109
Township Distributive Fund	<u>2,225,710</u>
Total Treasurer's Accountability for Investments June 30, 2019	<u><u>\$ 361,587,819</u></u>

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
TOWNSHIP DISTRIBUTIVE FUND
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
YEAR ENDED JUNE 30, 2019

<u>Balance, July 1, 2018</u>		\$ 749,690
<u>Cash Receipts</u>		
Income from pooled investments	\$ 7,566,594	
Reimbursements from School Districts		
Pro rata for office expense of Treasurer	905,423	
Computer charges	550,127	
Services/data processing fees	<u>59,257</u>	
 Total Cash Receipts		 <u>9,081,401</u>
 Total Cash Available		 9,831,091
	<u>Budget</u>	<u>Actual</u>
<u>Cash Disbursements</u>		
Salaries	\$ 485,391	\$ 484,636
Illinois retirement/FICA expense	104,255	103,957
Hospitalization insurance	113,479	109,659
Rent	38,602	40,354
Office expense	30,890	27,742
Custodial	863	263
Utilities	23,688	22,969
Travel/convention expense	2,000	1,209
Consulting	170,315	147,510
Insurance	7,471	7,471
Dues and fees	2,150	2,150
Bank service charges	641	615
Data processing/equipment	878,595	655,499
Legal	2,890	1,430
Audit	18,700	18,700
Other miscellaneous	795	596
Treasurer's bond	<u>18,404</u>	<u>18,404</u>
 Total Disbursements	 <u>1,899,129</u>	 <u>1,643,164</u> (1,643,164)
<u>Other</u>		
Distribution of investment earnings to school districts		<u>(5,962,217)</u>
 <u>Balance, June 30, 2019</u>		 <u><u>\$ 2,225,710</u></u>
 Balance Consists of:		
Undistributed revenues		\$ 3,100,510
Unbilled expenses		(409,607)
Cumulative Excess of Expenses Disbursed Over Revenues Collected March 31, 2019		<u>(465,193)</u>
		<u><u>\$ 2,225,710</u></u>

PROVISO TOWNSHIP SCHOOL TREASURER'S OFFICE
RECONCILIATION OF FUND BALANCE TO CASH AND INVESTMENT BALANCE BY DISTRICT
JUNE 30, 2019

DISTRICT	ENDING FUND BALANCE BY DISTRICT 6-30-19	DISTRICT LIABILITIES 6-30-19	IMPREST FUND BALANCE	PETTY CASH ACCOUNTS	OTHER ASSETS NOT CONTROLLED BY TSTO	INVESTMENTS CONTROLLED BY TREASURER'S OFFICE
87	\$ 27,563,005	\$ (12,000)	\$ 5,142	\$ 914	\$ -	\$ 27,568,949
88	15,894,351	(14,233)	10,000	-	37,157	15,861,427
89	48,449,823	18,833	8,500	-	3,880,969	44,541,521
90	36,913,845	-	4,000	-	-	36,909,845
91	22,304,767	(202,065)	1,500	525	-	22,504,807
92	9,825,644	7,324	5,000	300	-	9,813,020
92 1/2	12,805,626	(69,838)	10,000	-	-	12,865,464
93	11,442,469	38,132	2,500	-	(40)	11,401,877
94	1,707,346	212	1,500	-	-	1,705,634
95	20,102,479	(2,405)	6,271	-	4,219	20,094,394
96	36,352,572	150,610	6,529	-	9,990	36,185,443
208	20,927,789	(8,342)	60,000	2,000	46,101	20,828,030
209	98,123,097	14,036	50,490	7,120	-	98,051,451
803 (PAEC)	1,038,765	118	7,500	900	-	1,030,247
	\$ 363,451,578	\$ (79,618)	\$ 178,932	\$ 11,759	\$ 3,978,396	\$ 359,362,109
TDF	2,225,710	-	-	-	-	2,225,710
TOTAL	<u>\$ 365,677,288</u>	<u>\$ (79,618)</u>	<u>\$ 178,932</u>	<u>\$ 11,759</u>	<u>\$ 3,978,396</u>	<u>\$ 361,587,819</u>