

STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2017

1	A	B	C	D	E	F	G	H	I	J	K
2	Description (Enter Whole Dollars)	Acct #	(10) Educational	(20) Operations & Maintenance	(30) Debt Services	(40) Transportation	(50) Municipal Retirement/ Social Security	(60) Capital Projects	(70) Working Cash	(80) Tort	(90) Fire Prevention & Safety
3	RECEIPTS/REVENUES FROM LOCAL SOURCES (1000)										
4	AD VALOREM TAXES LEVIED BY LOCAL EDUCATION AGENCY	1100									
5	Designated Purposes Levies (1110-1120) ⁷		2,559,754	501,917	605,016	200,768	225,867	0	50,196	622,379	50,196
6	Leasing Purposes Levy ⁸	1130	50,196	0							
7	Special Education Purposes Levy	1140	40,161	0		0	0	0			
8	FICA/Medicare Only Purposes Levies	1150					225,867				
9	Area Vocational Construction Purposes Levy	1160		0	0			0			
10	Summer School Purposes Levy	1170	0								
11	Other Tax Levies (Describe & Itemize)	1190	0	0	0	0	0	0	0	0	0
12	Total Ad Valorem Taxes Levied By District		2,650,111	501,917	605,016	200,768	451,734	0	50,196	622,379	50,196
13	PAYMENTS IN LIEU OF TAXES	1200									
14	Mobile Home Privilege Tax	1210	4,149	786	381	314	707	0	79	975	79
15	Payments from Local Housing Authorities	1220	0	0	0	0	0	0	0	0	0
16	Corporate Personal Property Replacement Taxes ⁹	1230	301,651	0	0	0	13,161	0	0	0	0
17	Other Payments in Lieu of Taxes (Describe & Itemize)	1290	0	0	0	0	0	0	0	0	0
18	Total Payments in Lieu of Taxes		305,800	786	381	314	13,868	0	79	975	79
19	TUITION	1300									
20	Regular - Tuition from Pupils or Parents (In State)	1311	20,679								
21	Regular - Tuition from Other Districts (In State)	1312	0								
22	Regular - Tuition from Other Sources (In State)	1313	0								
23	Regular - Tuition from Other Sources (Out of State)	1314	0								
24	Summer Sch - Tuition from Pupils or Parents (In State)	1321	2,500								
25	Summer Sch - Tuition from Other Districts (In State)	1322	0								
26	Summer Sch - Tuition from Other Sources (In State)	1323	0								
27	Summer Sch - Tuition from Other Sources (Out of State)	1324	0								
28	CTE - Tuition from Pupils or Parents (In State)	1331	0								
29	CTE - Tuition from Other Districts (In State)	1332	0								
30	CTE - Tuition from Other Sources (In State)	1333	0								
31	CTE - Tuition from Other Sources (Out of State)	1334	0								
32	Special Ed - Tuition from Pupils or Parents (In State)	1341	0								
33	Special Ed - Tuition from Other Districts (In State)	1342	0								
34	Special Ed - Tuition from Other Sources (In State)	1343	0								
35	Special Ed - Tuition from Other Sources (Out of State)	1344	0								
36	Adult - Tuition from Pupils or Parents (In State)	1351	0								
37	Adult - Tuition from Other Districts (In State)	1352	0								
38	Adult - Tuition from Other Sources (In State)	1353	0								
39	Adult - Tuition from Other Sources (Out of State)	1354	0								
40	Total Tuition		23,179								
41	TRANSPORTATION FEES	1400									
42	Regular - Transp Fees from Pupils or Parents (In State)	1411				0					
43	Regular - Transp Fees from Other Districts (In State)	1412				0					
44	Regular - Transp Fees from Other Sources (In State)	1413				0					
45	Regular - Transp Fees from Co-curricular Activities (In State)	1415				0					
46	Regular Transp Fees from Other Sources (Out of State)	1416				0					
47	Summer Sch - Transp. Fees from Pupils or Parents (In State)	1421				0					
48	Summer Sch - Transp. Fees from Other Districts (In State)	1422				0					
49	Summer Sch - Transp. Fees from Other Sources (In State)	1423				0					
50	Summer Sch - Transp. Fees from Other Sources (Out of State)	1424				0					
51	CTE - Transp Fees from Pupils or Parents (In State)	1431				0					
52	CTE - Transp Fees from Other Districts (In State)	1432				0					
53	CTE - Transp Fees from Other Sources (In State)	1433				0					

PANA COMMUNITY UNIT SCHOOL DISTRICT 8
PANA, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

Note 5 - Changes in General Long-Term Debt

A summary of general long-term debt is as follows:

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2017</u>
Qualified Zone Academy Bonds Debt Certificates	\$ 1,579,000	\$ --	\$ --	\$ 1,579,000
Refunding Bonds Series, 2009	1,545,000	--	555,000	990,000
Qualified Zone Academy Bonds Debt Certificates Series 2010A	380,000	--	--	380,000
Qualified Zone Academy Bonds Debt Certificates Series 2010B	385,000	--	--	385,000
Working Cash Bonds, 2017	--	1,500,000	--	1,500,000
Chromebook Lease	--	30,161	10,348	19,813
School Bus Lease, 2017	--	<u>53,944</u>	<u>11,393</u>	<u>42,551</u>
	<u>\$ 3,889,000</u>	<u>\$1,584,105</u>	<u>\$ 576,741</u>	<u>\$ 4,896,364</u>

The District is subject to a statutory debt limitation equal to 13.8% of the District's Equalized Assessed Valuation (EAV). The District's statutory debt limitation at June 30, 2017 was \$14,815,778 leaving \$9,919,414 remaining. Bonded debt service payments and the debt certificates payments are paid from the Debt Services Fund.

A. Qualified Zone Academy Bonds Debt Certificates

Original issue \$1,579,000, dated August 5, 2005 provides for one principal payment on August 5, 2021. The debt certificates have no stated interest rate; the lender receives tax credits in lieu of interest.

At June 30, 2017 there were \$1,382,905 of net current assets reserved in the Debt Services Fund for the retirement of these debt certificates.

B. Refunding Bonds, Series 2009

In March 2008, the District issued \$4,880,000 of General Obligation Refunding Bonds. The Bonds are dated March 1, 2009, and provide for serial retirement of principal each November with interest payable on May 1 and November 1. Interest rates range from 2.05 to 4.90 percent.

This issuance refunded \$4,880,000 of 1998 Building Bonds. All of the proceeds of the bonds were used to pay bond principal on the 1998 Building Bonds which were called early. As a result, the 1998 Building Bonds are paid in full.

PANA COMMUNITY UNIT SCHOOL DISTRICT 8
PANA, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

Note 5 - Continued

The District refunded \$4,880,000 of the 1998 Building Bonds to reduce its total debt service payments over the next 10 years by \$208,909.

At June 30, 2017, the annual cash flow requirements of bond principal and interest were as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 580,000	\$ 27,010	\$ 607,010
2019	410,000	7,995	417,995
	<u>\$ 990,000</u>	<u>\$ 35,005</u>	<u>\$ 1,025,005</u>

C. Qualified Zone Academy Bonds Debt Certificates, Series 2010A

Original issue \$380,000 dated February 5, 2010 provides for annual deposits of \$25,333 to a separate "Certificate Fund", held by a Deposit Agent, beginning on February 5, 2011 and continuing through February 5, 2025. On February 5, 2025, the Deposit Agent will pay the sum of \$380,000 to the registered owner of the certificates. The debt certificates have no stated interest rate as the lender receives tax credits in lieu of interest.

At June 30, 2017 there were \$180,088 of net current assets reserved in the Debt Services Fund for the retirement of these debt certificates.

D. Qualified Zone Academy Bonds Debt Certificates, Series 2010B

Original issue \$385,000 dated February 5, 2010 provides for annual deposits of \$25,667 to a separate "Certificate Fund", held by a Deposit Agent, beginning on February 5, 2011 and continuing through February 5, 2025. On February 5, 2025, the Deposit Agent will pay the sum of \$385,000 to the registered owner of the certificates. The debt certificates have no stated interest rate as the lender receives tax credits in lieu of interest.

At June 30, 2017, there were \$179,667 of net current assets reserved in the Debt Services Fund for the retirement of these debt certificates.

E. Working Cash Bonds, 2017

On June 6, 2017, the District issued \$1,500,000 in General Obligation Working Cash Bonds with interest rates ranging from 3.50% to 3.75%. The issue provides for retirement of principal on December 1 and interest on June 1 and December 1 of each year. The District issued the bonds to increase the working cash fund of the District.

PANA COMMUNITY UNIT SCHOOL DISTRICT 8
PANA, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

Note 5 - Continued

At June 30, 2017, the annual cash flow requirements of bond principal and interest were as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ -	\$ -	\$ -
2019	110,000	105,052	215,052
2020	650,000	38,637	688,637
2021	675,000	14,606	689,606
2022	65,000	975	65,975
	<u>\$ 1,500,000</u>	<u>\$ 159,270</u>	<u>\$ 1,659,270</u>

F. Chromebook Lease

On January 9, 2017, the District entered into a \$30,161 capital lease for 94 Chromebook laptops, 2 Charging Carts and 25 Wireless Access Points. The expense resulting from the amortization of assets recorded under capital leases is included with depreciation expense. The lease payments are made from leasing tax levies transferred from the Educational Fund to the Debt Services Fund.

At June 30, 2017, the annual cash flow requirements of lease agreement were as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 9,733	\$ 707	\$ 10,440
2019	10,080	360	10,440
	<u>\$ 19,813</u>	<u>\$ 1,067</u>	<u>\$ 20,880</u>

G. School Bus Lease, 2017

On June 16, 2016, the District entered into a \$53,944 capital lease with Santander for a new 2017 84 passenger school bus. The expense resulting from the amortization of assets recorded under capital leases is included with depreciation expense. The lease payments are made from the Transportation Fund.

PANA COMMUNITY UNIT SCHOOL DISTRICT 8
PANA, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

Note 5 - Continued

At June 30, 2017, the annual cash flow requirements of bond principal and interest were as follows:

	Principal	Interest	Total
2019	\$ 10,202	\$ 1,191	\$ 11,393
2020	10,487	906	11,393
2021	10,781	612	11,393
2021	11,081	312	11,393
	\$ 42,551	\$ 3,021	\$ 45,572

Note 6 - Retirement Fund Commitments

A. Teachers' Retirement System of the State of Illinois

1. General Information about the Pension Plan

a. Plan Description

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

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

b. Benefits provided

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

A		B		C	D	E	F
1 ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2016-2017)							
2 <i>This schedule is completed for school districts only.</i>							
3							
4	Fund	Sheet, Row	ACCOUNT NO - TITLE		Amount		
5							
6	OPERATING EXPENSE PER PUPIL						
7	EXPENDITURES:						
8	ED	Expenditures 15-22, L114		Total Expenditures	\$	10,679,099	
9	O&M	Expenditures 15-22, L150		Total Expenditures		668,622	
10	DS	Expenditures 15-22, L168		Total Expenditures		613,822	
11	TR	Expenditures 15-22, L204		Total Expenditures		639,923	
12	MR/SS	Expenditures 15-22, L288		Total Expenditures		449,138	
13	TORT	Expenditures 15-22, L331		Total Expenditures		585,545	
14				Total Expenditures	\$	13,636,149	
15							
16	LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:						
17					\$	0	
18	TR	Revenues 9-14, L43, Col F	1412	Regular - Transp Fees from Other Districts (In State)		0	
19	TR	Revenues 9-14, L47, Col F	1421	Summer Sch - Transp. Fees from Pupils or Parents (In State)		0	
20	TR	Revenues 9-14, L48, Col F	1422	Summer Sch - Transp. Fees from Other Districts (In State)		0	
21	TR	Revenues 9-14, L49, Col F	1423	Summer Sch - Transp. Fees from Other Sources (In State)		0	
22	TR	Revenues 9-14, L50, Col F	1424	Summer Sch - Transp. Fees from Other Sources (Out of State)		0	
23	TR	Revenues 9-14, L52, Col F	1432	CTE - Transp Fees from Other Districts (In State)		0	
24	TR	Revenues 9-14, L56, Col F	1442	Special Ed - Transp Fees from Other Districts (In State)		0	
25	TR	Revenues 9-14, L59, Col F	1451	Adult - Transp Fees from Pupils or Parents (In State)		0	
26	TR	Revenues 9-14, L60, Col F	1452	Adult - Transp Fees from Other Districts (In State)		0	
27	TR	Revenues 9-14, L61, Col F	1453	Adult - Transp Fees from Other Sources (In State)		0	
28	TR	Revenues 9-14, L62, Col F	1454	Adult - Transp Fees from Other Sources (Out of State)		0	
29	O&M	Revenues 9-14, L148, Col D	3410	Adult Ed (from ICCB)		0	
30	O&M-TR	Revenues 9-14, L149, Col D & F	3499	Adult Ed - Other (Describe & Itemize)		0	
31	O&M-TR	Revenues 9-14, L218, Col D,F	4600	Fed - Spec Education - Preschool Flow-Through		0	
32	O&M-TR	Revenues 9-14, L219, Col D,F	4605	Fed - Spec Education - Preschool Discretionary		0	
33	O&M	Revenues 9-14, L229, Col D	4810	Federal - Adult Education		0	
34	ED	Expenditures 15-22, L7, Col K - (G+I)	1125	Pre-K Programs		84	
35	ED	Expenditures 15-22, L9, Col K - (G+I)	1225	Special Education Programs Pre-K		0	
36	ED	Expenditures 15-22, L11, Col K - (G+I)	1275	Remedial and Supplemental Programs Pre-K		0	
37	ED	Expenditures 15-22, L12, Col K - (G+I)	1300	Adult/Continuing Education Programs		0	
38	ED	Expenditures 15-22, L15, Col K - (G+I)	1600	Summer School Programs		6,736	
39	ED	Expenditures 15-22, L20, Col K	1910	Pre-K Programs - Private Tuition		0	
40	ED	Expenditures 15-22, L21, Col K	1911	Regular K-12 Programs - Private Tuition		1,150	
41	ED	Expenditures 15-22, L22, Col K	1912	Special Education Programs K-12 - Private Tuition		348,128	
42	ED	Expenditures 15-22, L23, Col K	1913	Special Education Programs Pre-K - Tuition		0	
43	ED	Expenditures 15-22, L24, Col K	1914	Remedial/Supplemental Programs K-12 - Private Tuition		0	
44	ED	Expenditures 15-22, L25, Col K	1915	Remedial/Supplemental Programs Pre-K - Private Tuition		0	
45	ED	Expenditures 15-22, L26, Col K	1916	Adult/Continuing Education Programs - Private Tuition		0	
46	ED	Expenditures 15-22, L27, Col K	1917	CTE Programs - Private Tuition		0	
47	ED	Expenditures 15-22, L28, Col K	1918	Interscholastic Programs - Private Tuition		0	
48	ED	Expenditures 15-22, L29, Col K	1919	Summer School Programs - Private Tuition		0	
49	ED	Expenditures 15-22, L30, Col K	1920	Gifted Programs - Private Tuition		0	
50	ED	Expenditures 15-22, L31, Col K	1921	Bilingual Programs - Private Tuition		0	
51	ED	Expenditures 15-22, L32, Col K	1922	Truants Alternative/Optional Ed Progs - Private Tuition		0	
52	ED	Expenditures 15-22, L75, Col K - (G+I)	3000	Community Services		30,037	
53	ED	Expenditures 15-22, L102, Col K	4000	Total Payments to Other Govt Units		1,142,886	
54	ED	Expenditures 15-22, L114, Col G	-	Capital Outlay		72,796	
55	ED	Expenditures 15-22, L114, Col I	-	Non-Capitalized Equipment		0	
56	O&M	Expenditures 15-22, L130, Col K - (G+I)	3000	Community Services		0	
57	O&M	Expenditures 15-22, L138, Col K	4000	Total Payments to Other Govt Units		0	
58	O&M	Expenditures 15-22, L150, Col G	-	Capital Outlay		324,205	
59	O&M	Expenditures 15-22, L150, Col I	-	Non-Capitalized Equipment		0	
60	DS	Expenditures 15-22, L154, Col K	4000	Payments to Other Dist & Govt Units		0	
61	DS	Expenditures 15-22, L164, Col K	5300	Debt Service - Payments of Principal on Long-Term Debt		565,346	
62	TR	Expenditures 15-22, L179, Col K - (G+I)	3000	Community Services		0	
63	TR	Expenditures 15-22, L190, Col K	4000	Total Payments to Other Govt Units		6,457	
64	TR	Expenditures 15-22, L200, Col K	5300	Debt Service - Payments of Principal on Long-Term Debt		11,393	
65	TR	Expenditures 15-22, L204, Col G	-	Capital Outlay		55,981	
66	TR	Expenditures 15-22, L204, Col I	-	Non-Capitalized Equipment		0	
67	MR/SS	Expenditures 15-22, L210, Col K	1125	Pre-K Programs		8	
68	MR/SS	Expenditures 15-22, L212, Col K	1225	Special Education Programs - Pre-K		0	
69	MR/SS	Expenditures 15-22, L214, Col K	1275	Remedial and Supplemental Programs - Pre-K		0	
70	MR/SS	Expenditures 15-22, L215, Col K	1300	Adult/Continuing Education Programs		0	
71	MR/SS	Expenditures 15-22, L218, Col K	1600	Summer School Programs		96	
72	MR/SS	Expenditures 15-22, L274, Col K	3000	Community Services		179	
73	MR/SS	Expenditures 15-22, L278, Col K	4000	Total Payments to Other Govt Units		27,340	
74				Total Deductions for OEPP Computation (Sum of Lines 18 - 73)	\$	2,592,824	
75				Total Operating Expenses Regular K-12 (Line 14 minus Line 75)		11,043,325	
76				9 Mo ADA from the General State Aid Claimable for 2016-2017 and Payable in 2017-2018 (ISBE 54-33), L12		1,190.03	
77				Estimated OEPP (Line 76 divided by Line 77)	\$	9,279.87	
78							
79							

	A	B	C	D	E	F
1	ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2016-2017)					
2	This schedule is completed for school districts only.					
3						
4	Fund	Sheet, Row	ACCOUNT NO - TITLE	Amount		
5						
80	PER CAPITA TUITION CHARGE					
81						
82	LESS OFFSETTING RECEIPTS/REVENUES:					
83	TR	Revenues 9-14, L42, Col F	1411 Regular -Transp Fees from Pupils or Parents (In State)	\$	0	
84	TR	Revenues 9-14, L44, Col F	1413 Regular - Transp Fees from Other Sources (In State)		0	
85	TR	Revenues 9-14, L45, Col F	1415 Regular - Transp Fees from Co-curricular Activities (In State)		0	
86	TR	Revenues 9-14, L46, Col F	1416 Regular Transp Fees from Other Sources (Out of State)		0	
87	TR	Revenues 9-14, L51, Col F	1431 CTE - Transp Fees from Pupils or Parents (In State)		0	
88	TR	Revenues 9-14, L53, Col F	1433 CTE - Transp Fees from Other Sources (In State)		0	
89	TR	Revenues 9-14, L54, Col F	1434 CTE - Transp Fees from Other Sources (Out of State)		0	
90	TR	Revenues 9-14, L55, Col F	1441 Special Ed - Transp Fees from Pupils or Parents (In State)		0	
91	TR	Revenues 9-14, L57, Col F	1443 Special Ed - Transp Fees from Other Sources (In State)		0	
92	TR	Revenues 9-14, L58, Col F	1444 Special Ed - Transp Fees from Other Sources (Out of State)		0	
93	ED	Revenues 9-14, L75, Col C	1600 Total Food Service		214,281	
94	ED-O&M	Revenues 9-14, L82, Col C,D	1700 Total District/School Activity Income		50,190	
95	ED	Revenues 9-14, L84, Col C	1811 Rentals - Regular Textbooks		26,964	
96	ED	Revenues 9-14, L87, Col C	1819 Rentals - Other (Describe & Itemize)		29,302	
97	ED	Revenues 9-14, L88, Col C	1821 Sales - Regular Textbooks		0	
98	ED	Revenues 9-14, L91, Col C	1829 Sales - Other (Describe & Itemize)		0	
99	ED	Revenues 9-14, L92, Col C	1890 Other (Describe & Itemize)		0	
100	ED-O&M	Revenues 9-14, L95, Col C,D	1910 Rentals		20,872	
101	ED-O&M-TR	Revenues 9-14, L98, Col C,D,F	1940 Services Provided Other Districts		0	
102	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L104, Col C,D,E,F,G	1991 Payment from Other Districts		0	
103	ED	Revenues 9-14, L106, Col C	1993 Other Local Fees (Describe & Itemize)		0	
104	ED-O&M-TR	Revenues 9-14, L131, Col C,D,F	3100 Total Special Education		441,171	
105	ED-O&M-MR/SS	Revenues 9-14, L140, Col C,D,G	3200 Total Career and Technical Education		0	
106	ED-MR/SS	Revenues 9-14, L144, Col C,G	3300 Total Bilingual Ed		0	
107	ED	Revenues 9-14, L145, Col C	3360 State Free Lunch & Breakfast		2,157	
108	ED-O&M-MR/SS	Revenues 9-14, L146, Col C,D,G	3365 School Breakfast Initiative		0	
109	ED-O&M	Revenues 9-14, L147, Col C,D	3370 Driver Education		13,891	
110	ED-O&M-TR-MR/SS	Revenues 9-14, L154, Col C,D,F,G	3500 Total Transportation		221,041	
111	ED	Revenues 9-14, L155, Col C	3610 Learning Improvement - Change Grants		0	
112	ED-O&M-TR-MR/SS	Revenues 9-14, L156, Col C,D,F,G	3660 Scientific Literacy		0	
113	ED-TR-MR/SS	Revenues 9-14, L157, Col C,F,G	3695 Truant Alternative/Optional Education		0	
114	ED-TR-MR/SS	Revenues 9-14, L159, Col C,F,G	3715 Reading Improvement Block Grant		0	
115	ED-TR-MR/SS	Revenues 9-14, L160, Col C,F,G	3720 Reading Improvement Block Grant - Reading Recovery		0	
116	ED-TR-MR/SS	Revenues 9-14, L161, Col C,F,G	3725 Continued Reading Improvement Block Grant		0	
117	ED-TR-MR/SS	Revenues 9-14, L162, Col C,F,G	3726 Continued Reading Improvement Block Grant (2% Set Aside)		0	
118	ED-O&M-TR-MR/SS	Revenues 9-14, L163, Col C,D,F,G	3766 Chicago General Education Block Grant		0	
119	ED-O&M-TR-MR/SS	Revenues 9-14, L164, Col C,D,F,G	3767 Chicago Educational Services Block Grant		0	
120	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L165, Col C,D,E,F,G	3775 School Safety & Educational Improvement Block Grant		0	
121	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L166, Col C,D,E,F,G	3780 Technology - Technology for Success		0	
122	ED-TR	Revenues 9-14, L167, Col C,F	3815 State Charter Schools		0	
123	O&M	Revenues 9-14, L170, Col D	3925 School Infrastructure - Maintenance Projects		0	
124	ED-O&M-DS-TR-MR/SS-Tort	Revenues 9-14, L171, Col C-G,J	3999 Other Restricted Revenue from State Sources		0	
125	ED	Revenues 9-14, L180, Col C	4045 Head Start (Subtract)		0	
126	ED-O&M-TR-MR/SS	Revenues 9-14, L184, Col C,D,F,G	- Total Restricted Grants-In-Aid Received Directly from Federal Govt		0	
127	ED-O&M-TR-MR/SS	Revenues 9-14, L191, Col C,D,F,G	- Total Title VI		26,743	
128	ED-MR/SS	Revenues 9-14, L201, Col C,G	- Total Food Service		452,237	
129	ED-O&M-TR-MR/SS	Revenues 9-14, L211, Col C,D,F,G	- Total Title I -		444,179	
130	ED-O&M-TR-MR/SS	Revenues 9-14, L216, Col C,D,F,G	- Total Title IV		0	
131	ED-O&M-TR-MR/SS	Revenues 9-14, L220, Col C,D,F,G	4620 Fed - Spec Education - IDEA - Flow Through		11,864	
132	ED-O&M-TR-MR/SS	Revenues 9-14, L221, Col C,D,F,G	4625 Fed - Spec Education - IDEA - Room & Board		75,241	
133	ED-O&M-TR-MR/SS	Revenues 9-14, L222, Col C,D,F,G	4630 Fed - Spec Education - IDEA - Discretionary		0	
134	ED-O&M-TR-MR/SS	Revenues 9-14, L223, Col C,D,F,G	4699 Fed - Spec Education - IDEA - Other (Describe & Itemize)		0	
135	ED-O&M-MR/SS	Revenues 9-14, L228, Col C,D,G	4700 Total CTE - Perkins		12,019	
160	ED-O&M-DS-TR-MR/SS-Tort	Revenue Adjustments (C231 thru J25B)	4800 Total ARRA Program Adjustments		0	
161	ED	Revenues 9-14, L260, Col C	4901 Race to the Top		0	
162	ED-O&M-DS-TR-MR/SS-Tort	Revenues 9-14, L261, Col C-G,J	4902 Race to the Top-Preschool Expansion Grant		0	
163	ED,O&M,MR/SS	Revenues 9-14, L262, Col C,D,G	4904 Advanced Placement Fee/International Baccalaureate		0	
164	ED-TR-MR/SS	Revenues 9-14, L263, Col C,F,G	4905 Title III - Immigrant Education Program (IEP)		0	
165	ED-TR-MR/SS	Revenues 9-14, L264, Col C,F,G	4909 Title III - Language Inst Program - Limited Eng (LIPLEP)		0	
166	ED-TR-MR/SS	Revenues 9-14, L265, Col C,F,G	4910 Learn & Serve America		0	
167	ED-O&M-TR-MR/SS	Revenues 9-14, L266, Col C,D,F,G	4920 McKinney Education for Homeless Children		0	
168	ED-O&M-TR-MR/SS	Revenues 9-14, L267, Col C,D,F,G	4930 Title II - Eisenhower Professional Development Formula		0	
169	ED-O&M-TR-MR/SS	Revenues 9-14, L268, Col C,D,F,G	4932 Title II - Teacher Quality		86,275	
170	ED-O&M-TR-MR/SS	Revenues 9-14, L269, Col C,D,F,G	4960 Federal Charter Schools		0	
171	ED-O&M-TR-MR/SS	Revenues 9-14, L270, Col C,D,F,G	4991 Medicaid Matching Funds - Administrative Outreach		23,389	
172	ED-O&M-TR-MR/SS	Revenues 9-14, L271, Col C,D,F,G	4992 Medicaid Matching Funds - Fee-for-Service Program		84,761	
173	ED-O&M-TR-MR/SS	Revenues 9-14, L272, Col C,D,F,G	4999 Other Restricted Revenue from Federal Sources (Describe & Itemize)		0	
174	Total Deductions for PCTC Computation (Line 83 through Line 173)				\$	2,236,547
175	Net Operating Expense for Tuition Computation (Line 76 minus Line 175)					8,806,778
176	Total Depreciation Allowance (from page 27, Line 18, Col I)					632,985
177	Total Allowance for PCTC Computation (Line 176 minus Line 177)					9,439,763
178	9 Month ADA (from the GSA Claimable for 2016-2017 Payable in 2017-2018 (ISBE form 54-33, Line 12))					1,190.03
179	Total Estimated PCTC (Line 178 divided by Line 179) *				\$	7,932.37
180						
181						
182	* The total OEPP/PCTC may change based on the data provided. The final amounts will be calculated by ISBE					

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MOSE, YOCKEY, BROWN & KULL, LLC
Certified Public Accountants

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WILLIAM R. MOSE, CPA

To the Board of Education
Pana Community Unit School District 8
Pana, Illinois

We have audited the basic financial statements of Pana Community Unit School District 8, for the year ended June 30, 2017. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 22, 2017. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Pana Community Unit School District 8 are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during fiscal year 2017. We noted no transactions entered into by the school district during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was:

Management's estimate of the depreciation expense is based on the estimated useful lives by asset type. We evaluated the key factors and assumptions used to develop the depreciation expense in determining that it is reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

The most sensitive disclosure affecting the financial statements was the disclosure of Retirement Commitments in the notes to the financial statements due to the current unfunded future liability of the retirement plan.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The following material misstatements detected as a result of audit procedures were corrected by management:

- Restatement of capital lease proceeds and capital outlay to the net amount of a transportation lease
- Recognition of bond issuance premium and bond issuance costs
- Recognition of the gross amount and related capital outlay of a Chromebook lease

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated October 11, 2017.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the district's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the district's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

The basic financial statements include an internal control finding related to the recording of bonded debt and capital lease transactions and a compliance finding related to expenditures in excess of budgeted amounts.

Since the financial statements will be provided to other users besides District personnel and the ISBE, we were required to issue an adverse opinion on the financial statements since the financial statements were presented on a regulatory basis of accounting instead of in accordance with U.S. generally accepted accounting principles. Our opinion on the regulatory basis of accounting was qualified because the District has omitted disclosures required by Governmental Accounting Standards Board Statement 45 *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*.

Other Matters

We were engaged to report on the following supplementary information accompanying the financial statements:

- an Auditor's Questionnaire ,

- Financial Profile Information,
- an Estimated Financial Profile Summary,
- Supplementary Schedules,
- a Schedule of Capital Outlay and Depreciation,
- Itemization Schedule,
- Estimated Indirect Cost Rate for Federal Programs Section I,
- Administrative Cost Worksheet and
- the Statement of Changes in Assets and Liabilities for Student Activity Funds
- Schedule of Expenditures of Federal Awards

With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the modified cash basis of accounting, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

The information listed below is propagated from information in the audited financial statements, but we take no responsibility for the accuracy of those calculations. Additionally, the administrative cost worksheet referenced above contains unaudited information concerning the current year budget which was provided by the District. The actual expenditure information on this page is fairly stated in all material respects in relation to the basic financial statements as a whole.

- Estimated Operating Expenditures Per Pupil,
- Per Capita Tuition Charge Computation,
- Estimated Indirect Cost Rate for Federal Programs Section II
- Deficit Annual Financial Report Summary Information

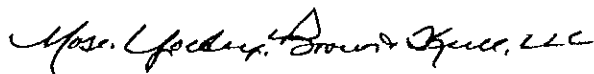
We were not engaged to report on the following other information which accompanies the financial statements:

- Report on Shared Services or Outsourcing

We did not audit or perform other procedures on this other information and we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the use of the Board of Education and management of Pana Community Unit School District 8, and is not intended to be and should not be used by anyone other than these specified parties.



Mose, Yockey, Brown & Kull, LLC
 Certified Public Accountants
 Shelbyville, Illinois

October 11, 2017

PANA COMMUNITY UNIT SCHOOL DISTRICT 8
PANA, ILLINOIS
AGENCY FUNDS
STUDENT ACTIVITY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED JUNE 30, 2017

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
ASSETS				
Cash	\$ 116,222	\$ 332,744	\$ 301,034	\$ 147,932
Total Assets	<u>\$ 116,222</u>	<u>\$ 332,744</u>	<u>\$ 301,034</u>	<u>\$ 147,932</u>
LIABILITIES				
Amounts Due to Student Groups:				
High School:				
Art Club	\$ 615	647	730	532
Band	5,606	67,292	69,406	3,492
Class of 2016	441	--	272	169
Class of 2017	4,916	1,626	5,344	1,198
Class of 2018	9,806	10,934	8,518	12,222
Class of 2019	638	13,914	8,402	6,150
Class of 2020	--	2,558	1,476	1,082
School Play	942	1,328	1,951	319
Faculty	1,348	3,523	3,755	1,116
FFA	7,652	11,751	12,533	6,870
FFA Alumni	2,371	200	150	2,421
Foreign Language	3,385	6,883	4,707	5,561
IM Sports	1,037	1,159	817	1,379
Interest-Checking	19	38	--	57
Interest-Savings	1	--	1	--
Library	100	9	9	100
Post Prom	4,925	8,647	9,886	3,686
School Improvement	1,303	48,612	49,237	678
State Series	12,283	38,650	31,573	19,360
Student Council	2,602	7,789	7,422	2,969
Panorama	(14,007)	21,974	3,316	4,651
Total High School	<u>\$ 45,983</u>	<u>\$ 247,534</u>	<u>\$ 219,505</u>	<u>\$ 74,012</u>
Junior High School:				
Art Club	\$ 676	\$ --	\$ --	\$ 676
Band	195	1,921	1,401	715
Beta Club	62	--	58	4
Chorus	163	--	--	163
FCA	926	--	769	157
FFA	259	--	--	259
Faculty Club	831	2,377	2,615	593
IESA State Series	4,623	1,660	2,035	4,248
Interest	103	47	--	150
Library	81	3,809	3,666	224
SAP Team Store	329	395	185	539
Scholastic Bowl	637	--	--	637
SEA Peach	487	3,994	4,069	412
Student Council	8,705	22,593	19,016	12,282
Yearbook	1,715	3,157	3,524	1,348
Washington DC Trip	131	5,512	5,593	50
Total Junior High	<u>\$ 19,923</u>	<u>\$ 45,465</u>	<u>\$ 42,931</u>	<u>\$ 22,457</u>

Reference should be made to the auditor's report regarding this information.

	A	B	C	D	E	F	G	H	I	K	L	M	N	O	Q	R
1	ESTIMATED FINANCIAL PROFILE SUMMARY															
2	(Go to the following website for reference to the Financial Profile)															
3	https://www.isbe.net/Pages/School-District-Financial-Profile.aspx															
4																
5																
6																
7	District Name: PANA COMMUNITY UNIT SCHOOL DISTRICT															
8	District Code: 10-011-0080-26															
9	County Name: CHRISTIAN															
10																
11	1. Fund Balance to Revenue Ratio:															
12	Total Sum of Fund Balance (P8, Cells C81, D81, F81 & I81)															
13	Total Sum of Direct Revenues (P7, Cell C8, D8, F8 & I8)															
14	Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74)															
15	(Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)															
16	2. Expenditures to Revenue Ratio:															
17	Total Sum of Direct Expenditures (P7, Cell C17, D17, F17, I17)															
18	Total Sum of Direct Revenues (P7, Cell C8, D8, F8, & I8)															
19	Less: Operating Debt Pledged to Other Funds (P8, Cell C54 thru D74)															
20	(Excluding C:D57, C:D61, C:D65, C:D69 and C:D73)															
21	Possible Adjustment:															
22																
23	3. Days Cash on Hand:															
24	Total Sum of Cash & Investments (P5, Cell C4, D4, F4, I4 & C5, D5, F5 & I5)															
25	Total Sum of Direct Expenditures (P7, Cell C17, D17, F17 & I17)															
26																
27	4. Percent of Short-Term Borrowing Maximum Remaining:															
28	Tax Anticipation Warrants Borrowed (P25, Cell F6-7 & F11)															
29	EAV x 85% x Combined Tax Rates (P3, Cell J7 and J10)															
30																
31	5. Percent of Long-Term Debt Margin Remaining:															
32	Long-Term Debt Outstanding (P3, Cell H37)															
33	Total Long-Term Debt Allowed (P3, Cell H31)															
34																
35																
36																
37																
38																
39																
40																
41																
42																

Total	Ratio	Score	Weight	Value
8,063,337.00	0.690	4	0.35	1.40
11,687,279.00				
(10,441.00)				
11,987,644.00	1.026	3	0	0.35
11,687,279.00				
(10,441.00)				
8,062,438.00	242.12	4	0.10	0.40
33,299.01				
0.00	100.00	4	0.10	0.40
8,715,005.96				
4,896,364.00	66.95	3	0.10	0.30
14,815,778.53				
Total Profile Score:				3.55 *

Estimated 2018 Financial Profile Designation: **RECOGNITION**

* Total Profile Score may change based on data provided on the Financial Profile Information, page 3 and by the timing of mandated categorical payments. Final score will be calculated by ISBE.