

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2018**

	A	B	C	D	E	F	G	H	I	J	K
	Description (Enter Whole Dollars)	Acct #	Educational (10)	Operations & Maintenance (20)	Debt Services (30)	Transportation (40)	Retirement/ Social Security (50)	Capital Projects (60)	Working Cash (70)	Tort (80)	Fire Prevention & Safety (90)
1											
2											
3	RECEIPTS/REVENUES FROM LOCAL SOURCES (1000)										
4	AD VALOREM TAXES LEVIED BY LOCAL EDUCATION AGENCY	1100									
5	Designated Purposes Levies (1110-1120) ⁷		2,735,704	536,396	606,742	214,940	146,969	0	53,638	649,459	53,638
6	Leading Purposes Levy ⁸	1130	53,638	0							
7	Special Education Purposes Levy	1140	42,912	0		0	0	0			
8	FICA/Medicare Only Purposes Levies	1150					169,742				
9	Area Vocational Construction Purposes Levy	1160		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		2,832,254	536,396	606,742	214,940	316,711	0	53,638	649,459	53,638
13	PAYMENTS IN LIEU OF TAXES	1200									
14	Mobile Home Privilege Tax	1210	4,143	785	308	315	463	0	78	950	78
15	Payments from Local Housing Authorities	1220	0	0	0	0	0	0	0	0	0
16	Corporate Personal Property Replacement Taxes ⁹	1230	249,450	0	0	0	13,969	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		253,593	785	308	315	14,432	0	78	950	78
19	TUITION	1300									
20	Regular - Tuition from Pupils or Parents (In State)	1311	17,861								
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	3,150								
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		21,011								
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 District (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, 2018

Note 5 - Debt

Long-Term Debt:

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

	<u>July 1, 2017</u>	<u>Additions</u>	<u>Decreases</u>	<u>June 30, 2018</u>
Qualified Zone Academy Bonds Debt Certificates, 2005	\$ 1,579,000	\$ --	\$ --	\$ 1,579,000
Refunding Bonds, Series 2009	990,000	--	580,000	410,000
Qualified Zone Academy Bonds Debt Certificates Series 2010A	380,000	--	--	380,000
Qualified Zone Academy Bonds Debt Certificates Series 2010B	385,000	--	--	385,000
Taxable Working Cash Bonds, 2017	1,500,000	--	--	1,500,000
Chromebook Lease	19,813	--	9,733	10,080
School Bus Lease, 2017	42,551	--	10,202	32,349
School Bus Lease, 2018	<u>--</u>	<u>172,888</u>	<u>35,390</u>	<u>137,498</u>
	<u>\$ 4,896,364</u>	<u>\$ 172,888</u>	<u>\$ 635,325</u>	<u>\$ 4,433,927</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, 2018 was \$15,292,976 leaving \$10,859,049 remaining. Bonded debt service payments and the debt certificates payments are paid from the Debt Services Fund. The Chromebook Lease payments are transferred from the Educational Fund to the Debt Services Fund for payment. The School Bus Leases are paid from the Transportation Fund.

At June 30, 2018, there were \$1,868,704 of net current assets in the Debt Services Fund for the retirement of bonded debt and debt certificates.

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, 2018, there were \$1,428,179 of net current assets reserved in the Debt Services Fund for the retirement of these debt certificates.

PANA COMMUNITY UNIT SCHOOL DISTRICT 8
PANA, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 5 – Continued

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.

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, 2018, the annual cash flow requirements of bond principal and interest were as follows:

<u>Year Ending</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	<u>\$ 410,000</u>	<u>\$ 7,995</u>	<u>\$ 417,995</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, 2018, there were \$206,125 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, 2018, there were \$205,333 of net current assets reserved in the Debt Services Fund for the retirement of these debt certificates.

PANA COMMUNITY UNIT SCHOOL DISTRICT 8
PANA, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 5 – Continued

E. Taxable 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.

At June 30, 2018, the annual cash flow requirements of bond principal and interest were as follows:

<u>Year Ending</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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 lease payments are made from leasing tax levies transferred from the Educational Fund to the Debt Services Fund.

At June 30, 2018, the annual cash flow requirements of the lease agreement were as follows:

<u>Year Ending</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 10,080	\$ 360	\$ 10,440

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 lease payments are made from the Transportation Fund.

At June 30, 2018, the annual cash flow requirements of the lease agreement were as follows:

<u>Year Ending</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 10,487	\$ 906	\$ 11,393
2020	10,781	612	11,393
2021	11,081	312	11,393
	<u>\$ 32,349</u>	<u>\$ 1,830</u>	<u>\$ 34,179</u>

PANA COMMUNITY UNIT SCHOOL DISTRICT 8
PANA, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 5 - Continued

H. School Bus Lease, 2018

On July 15, 2017, the District entered into a \$172,888 capital lease with Santander for two new 2017 84 passenger school buses. The lease payments are made from the Transportation Fund.

At June 30, 2018, the annual cash flow requirements of the lease agreement were as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 32,654	\$ 4,720	\$ 37,374
2020	33,775	3,599	37,374
2021	34,935	2,439	37,374
2022	36,134	1,240	37,374
	\$ 137,498	\$ 11,998	\$ 149,496

Note 6 - Retirement Fund Commitments

A. Teachers' Retirement System of the State of Illinois

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 <https://www.trsil.org/financial/cafrs/fy2017>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

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 (2017-2018)					
2	<i>This schedule is completed for school districts only.</i>					
4	Fund	Sheet Row	ACCOUNT NO - TITLE		Amount	
6	OPERATING EXPENSE PER PUPIL					
7	EXPENDITURES:					
8	ED	Expenditures 15-22, L114	Total Expenditures		\$	10,430,427
9	O&M	Expenditures 15-22, L151	Total Expenditures			683,559
10	DS	Expenditures 15-22, L174	Total Expenditures			617,950
11	TR	Expenditures 15-22, L210	Total Expenditures			795,752
12	MR/SS	Expenditures 15-22, L295	Total Expenditures			460,125
13	TORT	Expenditures 15-22, L342	Total Expenditures			626,185
14			Total Expenditures		\$	13,613,998
16	LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:					
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-TR	Revenues 9-14, L148, Col D & F	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			0
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			312
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			3,200
41	ED	Expenditures 15-22, L22, Col K	1912 Special Education Programs K-12 - Private Tuition			492,394
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 Progrms - Private Tuition			0
52	ED	Expenditures 15-22, L75, Col K - (G+I)	3000 Community Services			27,650
53	ED	Expenditures 15-22, L102, Col K	4000 Total Payments to Other Govt Units			1,044,706
54	ED	Expenditures 15-22, L114, Col G	- Capital Outlay			58,600
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, L139, Col K	4000 Total Payments to Other Govt Units			0
58	O&M	Expenditures 15-22, L151, Col G	- Capital Outlay			323,945
59	O&M	Expenditures 15-22, L151, Col I	- Non-Capitalized Equipment			0
60	DS	Expenditures 15-22, L160, Col K	4000 Payments to Other Dist & Govt Units			0
61	DS	Expenditures 15-22, L170, Col K	5300 Debt Service - Payments of Principal on Long-Term Debt			589,733
62	TR	Expenditures 15-22, L185, Col K - (G+I)	3000 Community Services			0
63	TR	Expenditures 15-22, L196, Col K	4000 Total Payments to Other Govt Units			8,540
64	TR	Expenditures 15-22, L206, Col K	5300 Debt Service - Payments of Principal on Long-Term Debt			45,592
65	TR	Expenditures 15-22, L210, Col G	- Capital Outlay			175,002
66	TR	Expenditures 15-22, L210, Col I	- Non-Capitalized Equipment			0
67	MR/SS	Expenditures 15-22, L216, Col K	1125 Pre-K Programs			0
68	MR/SS	Expenditures 15-22, L218, Col K	1225 Special Education Programs - Pre-K			0
69	MR/SS	Expenditures 15-22, L220, Col K	1275 Remedial and Supplemental Programs - Pre-K			0
70	MR/SS	Expenditures 15-22, L221, Col K	1300 Adult/Continuing Education Programs			0
71	MR/SS	Expenditures 15-22, L224, Col K	1600 Summer School Programs			4
72	MR/SS	Expenditures 15-22, L280, Col K	3000 Community Services			201
73	MR/SS	Expenditures 15-22, L285, Col K	4000 Total Payments to Other Govt Units			57,162
74	Tort	Expenditures 15-22, L334, Col K	4000 Total Payments to Other Govt Units			0
76			Total Deductions for OEPP Computation (Sum of Lines 18 - 74)		\$	2,827,041
77			Total Operating Expenses Regular K-12 (Line 14 minus Line 76)			10,786,957
78			9 Month ADA from District Average Daily Attendance/Prior General State Aid Inquiry 2017-2018			1,177.51
79			Estimated OEPP (Line 77 divided by Line 78)		\$	9,160.82

	A	B	C	D	E	F	G
1	ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2017-2018)						
2	<i>This schedule is completed for school districts only.</i>						
3							
4	Fund	Sheet, Row	ACCOUNT NO - TITLE			Amount	
5							
81	PER CAPITA TUITION CHARGE						
83	LESS OFFSETTING RECEIPTS/REVENUES:						
84	TR	Revenues 9-14, L42, Col F	1411	Regular - Transp Fees from Pupils or Parents (In State)		\$ 0	
85	TR	Revenues 9-14, L44, Col F	1413	Regular - Transp Fees from Other Sources (In State)		0	
86	TR	Revenues 9-14, L45, Col F	1415	Regular - Transp Fees from Co-curricular Activities (In State)		0	
87	TR	Revenues 9-14, L46, Col F	1416	Regular Transp Fees from Other Sources (Out of State)		0	
88	TR	Revenues 9-14, L51, Col F	1431	CTE - Transp Fees from Pupils or Parents (In State)		0	
89	TR	Revenues 9-14, L53, Col F	1433	CTE - Transp Fees from Other Sources (In State)		0	
90	TR	Revenues 9-14, L54, Col F	1434	CTE - Transp Fees from Other Sources (Out of State)		0	
91	TR	Revenues 9-14, L55, Col F	1441	Special Ed - Transp Fees from Pupils or Parents (In State)		0	
92	TR	Revenues 9-14, L57, Col F	1443	Special Ed - Transp Fees from Other Sources (In State)		0	
93	TR	Revenues 9-14, L58, Col F	1444	Special Ed - Transp Fees from Other Sources (Out of State)		0	
94	ED	Revenues 9-14, L75, Col C	1600	Total Food Service		205,674	
95	ED-O&M	Revenues 9-14, L82, Col C,D	1700	Total District/School Activity Income		53,096	
96	ED	Revenues 9-14, L84, Col C	1811	Rentals - Regular Textbooks		22,746	
97	ED	Revenues 9-14, L87, Col C	1819	Rentals - Other (Describe & Itemize)		36,014	
98	ED	Revenues 9-14, L88, Col C	1821	Sales - Regular Textbooks		0	
99	ED	Revenues 9-14, L91, Col C	1829	Sales - Other (Describe & Itemize)		0	
100	ED	Revenues 9-14, L92, Col C	1890	Other (Describe & Itemize)		0	
101	ED-O&M	Revenues 9-14, L95, Col C,D	1910	Rentals		20,281	
102	ED-O&M-TR	Revenues 9-14, L98, Col C,D,F	1940	Services Provided Other Districts		0	
103	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L104, Col C,D,E,F,G	1991	Payment from Other Districts		0	
104	ED	Revenues 9-14, L106, Col C	1993	Other Local Fees (Describe & Itemize)		0	
105	ED-O&M-TR	Revenues 9-14, L131, Col C,D,F	3100	Total Special Education		407,871	
106	ED-O&M-MR/SS	Revenues 9-14, L140, Col C,D,G	3200	Total Career and Technical Education		50,705	
107	ED-MR/SS	Revenues 9-14, L144, Col C,G	3300	Total Bilingual Ed		0	
108	ED	Revenues 9-14, L145, Col C	3360	State Free Lunch & Breakfast		7,020	
109	ED-O&M-MR/SS	Revenues 9-14, L146, Col C,D,G	3365	School Breakfast Initiative		0	
110	ED-O&M	Revenues 9-14, L147, Col C,D	3370	Driver Education		19,883	
111	ED-O&M-TR-MR/SS	Revenues 9-14, L154, Col C,D,F,G	3500	Total Transportation		368,203	
112	ED	Revenues 9-14, L155, Col C	3610	Learning Improvement - Change Grants		0	
113	ED-O&M-TR-MR/SS	Revenues 9-14, L156, Col C,D,F,G	3660	Scientific Literacy		0	
114	ED-TR-MR/SS	Revenues 9-14, L157, Col C,F,G	3695	Truant Alternative/Optional Education		0	
115	ED-TR-MR/SS	Revenues 9-14, L159, Col C,F,G	3715	Reading Improvement Block Grant		0	
116	ED-TR-MR/SS	Revenues 9-14, L160, Col C,F,G	3720	Reading Improvement Block Grant - Reading Recovery		0	
117	ED-TR-MR/SS	Revenues 9-14, L161, Col C,F,G	3725	Continued Reading Improvement Block Grant		0	
118	ED-TR-MR/SS	Revenues 9-14, L162, Col C,F,G	3726	Continued Reading Improvement Block Grant (2% Set Aside)		0	
119	ED-O&M-TR-MR/SS	Revenues 9-14, L163, Col C,D,F,G	3766	Chicago General Education Block Grant		0	
120	ED-O&M-TR-MR/SS	Revenues 9-14, L164, Col C,D,F,G	3767	Chicago Educational Services Block Grant		0	
121	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	
122	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L166, Col C,D,E,F,G	3780	Technology - Technology for Success		0	
123	ED-TR	Revenues 9-14, L167, Col C,F	3815	State Charter Schools		0	
124	O&M	Revenues 9-14, L170, Col D	3925	School Infrastructure - Maintenance Projects		0	
125	ED-O&M-DS-TR-MR/SS-Tort	Revenues 9-14, L171, Col C-G,J	3999	Other Restricted Revenue from State Sources		60,910	
126	ED	Revenues 9-14, L180, Col C	4045	Head Start (Subtract)		0	
127	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	
128	ED-O&M-TR-MR/SS	Revenues 9-14, L191, Col C,D,F,G	4100	Total Title V		22,043	
129	ED-MR/SS	Revenues 9-14, L201, Col C,G	4200	Total Food Service		456,883	
130	ED-O&M-TR-MR/SS	Revenues 9-14, L211, Col C,D,F,G	4300	Total Title I		387,632	
131	ED-O&M-TR-MR/SS	Revenues 9-14, L216, Col C,D,F,G	4400	Total Title IV		0	
132	ED-O&M-TR-MR/SS	Revenues 9-14, L220, Col C,D,F,G	4620	Fed - Spec Education - IDEA - Flow Through		17,730	
133	ED-O&M-TR-MR/SS	Revenues 9-14, L221, Col C,D,F,G	4625	Fed - Spec Education - IDEA - Room & Board		172,175	
134	ED-O&M-TR-MR/SS	Revenues 9-14, L222, Col C,D,F,G	4630	Fed - Spec Education - IDEA - Discretionary		0	
135	ED-O&M-TR-MR/SS	Revenues 9-14, L223, Col C,D,F,G	4699	Fed - Spec Education - IDEA - Other (Describe & Itemize)		0	
136	ED-O&M-MR/SS	Revenues 9-14, L228, Col C,D,G	4700	Total CTE - Perkins		15,263	
161	ED-O&M-DS-TR-MR/SS-Tort	Revenue Adjustments (C231 thru J258)	4800	Total ARRA Program Adjustments		0	
162	ED	Revenues 9-14, L260, Col C	4901	Race to the Top		0	
163	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	
164	ED-O&M-MR/SS	Revenues 9-14, L262, Col C,D,G	4904	Advanced Placement Fee/International Baccalaureate		0	
165	ED-TR-MR/SS	Revenues 9-14, L263, Col C,F,G	4905	Title III - Immigrant Education Program (IEP)		0	
166	ED-TR-MR/SS	Revenues 9-14, L264, Col C,F,G	4909	Title III - Language Inst Program - Limited Eng (LIPLEP)		0	
167	ED-TR-MR/SS	Revenues 9-14, L265, Col C,F,G	4910	Learn & Serve America		0	
168	ED-O&M-TR-MR/SS	Revenues 9-14, L266, Col C,D,F,G	4920	McKinney Education for Homeless Children		0	
169	ED-O&M-TR-MR/SS	Revenues 9-14, L267, Col C,D,F,G	4930	Title II - Eisenhower Professional Development Formula		0	
170	ED-O&M-TR-MR/SS	Revenues 9-14, L268, Col C,D,F,G	4932	Title II - Teacher Quality		69,811	
171	ED-O&M-TR-MR/SS	Revenues 9-14, L269, Col C,D,F,G	4960	Federal Charter Schools		0	
172	ED-O&M-TR-MR/SS	Revenues 9-14, L270, Col C,D,F,G	4991	Medicaid Matching Funds - Administrative Outreach		21,761	
173	ED-O&M-TR-MR/SS	Revenues 9-14, L271, Col C,D,F,G	4992	Medicaid Matching Funds - Fee-for-Service Program		75,784	
174	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	
175	ED-TR-MR/SS	Revenues (Part of EBF Payment)	3100	Special Education Contributions from EBF Funds **		215,003	
176	ED-MR/SS	Revenues (Part of EBF Payment)	3300	English Learning (Bilingual) Contributions from EBF Funds ***		208	
178				Total Deductions for PCTC Computation (Line 84 through Line 174)	\$	2,707,696	
179				Net Operating Expense for Tuition Computation (Line 77 minus Line 176)		8,079,261	
180				Total Depreciation Allowance (from page 26, Line 18, Col I)		595,035	
181				Total Allowance for PCTC Computation (Line 177 plus Line 178)		8,674,296	
182				9 Month ADA from District Average Daily Attendance/Prior General State Aid Inquiry 2017-2018		1,177.51	
183				Total Estimated PCTC (Line 179 divided by Line 180) *	\$	7,366.64	
184							
185	* The total OEPP/PCTC may change based on the data provided. The final amounts will be calculated by ISBE						
186	** Go to the link below: Under "What's New" select "FY 2018 Special Education Funding Allocation Calculation Details." Open excel file and use the amount in column W for the selected district.						
187	*** Follow the same instructions as above except under What's New, select "FY 2018 English Learner Education Funding Allocation Calculation Details", and use column U for the selected district.						
188							
189	Evidence Based Funding Link: https://www.isbe.net/Pages/ebfdistribution.aspx						

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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, 2018. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, and Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (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 8, 2018. 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 2018. We noted no transactions entered into by the 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.

No significant accounting estimates are embodied in the financial statements.

The financial statements do not include any disclosures that are particularly sensitive.

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. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

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 5, 2018.

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 a compliance finding related to Municipal Retirement levy proceeds being spent on social security and medicare expenditures.

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. The opinion on the regulatory basis financial statements was not modified.

Other Matters

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pana Community Unit School District 8's basic financial statements. The information provided on pages 2-4, Supplementary Schedules, Statistical Section, Report on Shared Services or Outsourcing, Administrative Cost Worksheet, Itemization Schedule, Deficit Reduction Calculation, the Combining Statement of Changes in Assets and Liabilities for the Student Activity Funds and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Supplementary Information

The information provided on pages 2 through 4, Supplementary Schedules on pages 23 through 25, Statistical Section on pages 26 through 30, Administrative Cost Worksheet on page 32, the Itemization Schedule on page 33, Deficit Reduction Calculation on page 36, the Combining Statement of Changes in Assets and Liabilities for the Student Activity Funds and the schedule of expenditures of federal awards is the responsibility of management and, except for the average daily attendance figure included in the computation of operating expense per pupil on page 27 and the average daily attendance figure, the special education contributions from EBF funds figure, and the English learning (bilingual) contributions from EBF funds figure included in the computation of the per capita tuition charge on page 28, was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

The information on pages 27, 28 and pages 30 and 36 is propagated from information in the audited financial statements, but we take no responsibility for the accuracy of those calculations. The administrative cost worksheet on page 32 contains unaudited information concerning the current year budget which was provided by the District.

The 2017 comparative information in the accompanying schedule of expenditures of federal awards was subjected to the auditing procedures applied by us and our report dated October 11, 2017 expressed an unqualified opinion that such information was fairly stated in all material respects in relation to the 2017 financial statements as a whole.

Other Information

The Report on Shared Services or Outsourcing on page 31 has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the information and 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.

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

October 5, 2018

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, 2018

	Balance July 1, 2017	Additions	Deductions	Balance June 30, 2018
ASSETS				
Cash	\$ 147,932	\$ 279,261	\$ 268,218	\$ 158,975
Total Assets	<u>\$ 147,932</u>	<u>\$ 279,261</u>	<u>\$ 268,218</u>	<u>\$ 158,975</u>
LIABILITIES				
Amounts Due to Student Groups:				
High School:				
Art Club	\$ 532	996	855	673
Band	3,492	5,885	6,713	2,664
BaT Shack	--	2,317	948	1,369
Chorus	--	2,791	2,732	59
Class of 2016	169	--	169	--
Class of 2017	1,198	--	297	901
Class of 2018	12,222	1,385	8,078	5,529
Class of 2019	6,150	12,027	9,926	8,251
Class of 2020	1,082	23,188	13,685	10,585
Class of 2021	--	4,586	3,948	638
School Play	319	5,868	6,037	150
Faculty	1,116	4,743	4,989	870
FFA	6,870	18,950	13,828	11,992
FFA Alumni	2,421	--	780	1,641
Foreign Language	5,561	3,212	3,105	5,668
Good Deeds Club	--	300	--	300
IM Sports	1,379	1,137	863	1,653
Interest-Checking	57	44	--	101
Library	100	10	--	110
Post Prom	3,686	3,959	6,290	1,355
School Improvement	678	38,514	38,616	576
State Series	19,360	22,576	22,337	19,599
Student Council	2,969	12,954	15,767	156
Panorama	4,651	14,600	18,002	1,249
Total High School	<u>\$ 74,012</u>	<u>\$ 180,042</u>	<u>\$ 177,965</u>	<u>\$ 76,089</u>
Junior High School:				
Art Club	\$ 676	\$ --	\$ --	\$ 676
Band	715	375	160	930
Beta Club	4	--	--	4
Chorus	163	--	--	163
FCA	157	1,590	1,403	344
M2G	--	1,487	878	609
FFA	259	--	89	170
Faculty Club	593	2,284	2,669	208
IESA State Series	4,248	6,193	6,415	4,026
Interest	150	53	--	203
Jr High Midstate Conference	--	2,682	1,388	1,294
Library	224	4,372	4,332	264
Robotics	--	308	--	308
SAP Team Store	539	100	91	548
Scholastic Bowl	637	--	--	637
SEA Pearch	412	--	--	412
Student Council	12,282	22,240	21,409	13,113
Yearbook	1,348	4,250	3,950	1,648
Washington DC Trip	50	--	--	50
Total Junior High	<u>\$ 22,457</u>	<u>\$ 45,934</u>	<u>\$ 42,784</u>	<u>\$ 25,607</u>

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

PANA COMMUNITY UNIT SCHOOL DISTRICT 8
PANA, ILLINOIS
AGENCY FUNDS
STUDENT ACTIVITY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)
YEAR ENDED JUNE 30, 2018

	Balance July 1, 2017	Additions	Deductions	Balance June 30, 2018
Lincoln School:				
Activity Fund	\$ 9,762	\$ 7,719	\$ 10,556	\$ 6,925
Lincoln Caring & Flower	201	366	350	217
Lincoln Pop Fund	260	810	961	109
Total Lincoln School	<u>\$ 10,223</u>	<u>\$ 8,895</u>	<u>\$ 11,867</u>	<u>\$ 7,251</u>
Anderson Prairie	<u>\$ 609</u>	<u>\$ 1,314</u>	<u>\$ 1,684</u>	<u>\$ 239</u>
Washington Elementary School:				
Activity Fund	\$ 26,677	\$ 8,483	\$ 6,386	\$ 28,774
Washington School Special	3,339	852	593	3,598
Total Washington Elementary School	<u>\$ 30,016</u>	<u>\$ 9,335</u>	<u>\$ 6,979</u>	<u>\$ 32,372</u>
Pana Youth Basketball	<u>\$ 204</u>	<u>\$ 6,429</u>	<u>\$ 4,683</u>	<u>\$ 1,950</u>
Pana Girls' Basketball	<u>\$ 1,333</u>	<u>\$ 14,500</u>	<u>\$ 9,529</u>	<u>\$ 6,304</u>
Pana Boys' Basketball	<u>\$ 4,913</u>	<u>\$ 7,663</u>	<u>\$ 7,545</u>	<u>\$ 5,031</u>
High School Boys' Baseball	<u>\$ --</u>	<u>\$ 2,609</u>	<u>\$ 1,623</u>	<u>\$ 986</u>
Sr. High Volleyball Camp	<u>\$ 4,165</u>	<u>\$ 2,540</u>	<u>\$ 3,559</u>	<u>\$ 3,146</u>
Total Liabilities	<u><u>\$ 147,932</u></u>	<u><u>\$ 279,261</u></u>	<u><u>\$ 268,218</u></u>	<u><u>\$ 158,975</u></u>

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

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R
1	ESTIMATED FINANCIAL PROFILE SUMMARY (Go to the following website for reference to the Financial Profile) https://www.isbe.net/Pages/School-District-Financial-Profile.aspx																
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* 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.